

18 November 2014

ASX Code: AGS

SUSPENSION OF FOUR MILE SALE PROCESS

The Board of Directors of Alliance Resources Limited ("**Alliance**") has resolved to suspend the process for the sale of its 25% interest in the Four Mile Uranium Project until the recently commenced proceedings in the Supreme Court of South Australia have been finalised.

ITOCHU Corporation ("**ITOCHU**") has until 31 December 2014 to notify Alliance whether it will exercise its rights under the deferred share rights deed. ITOCHU has the right to subscribe for 59,735,223 shares in Alliance or 14.9% of the issued share capital in Alliance Craton Explorer Pty Ltd ("**ACE**") (a wholly owned subsidiary of Alliance) and, subject to exercising its rights, an option to acquire a further 25.1% of the issued shares in ACE.

For and on behalf of the Board.

Steve Johnston
Managing Director