

30 January 2015

ASX Code: AGS

FOUR MILE PROJECT DRILLING UPDATE

Alliance Resources Ltd (Alliance) is pleased to announce further uranium intercepts from regional drilling at the Four Mile Project during September, October and November 2014.

Quasar Resources Pty Ltd (Quasar) reports no exploration activities were undertaken during the above period.

Delineation¹ drilling commenced at Four Mile East to the north of the First Stage Mining Area during the quarter ended 31 December 2014. Six delineation (exploration) holes were also drilled within the southern part of ML6402. The locations of drill holes are shown in Figures 1 and 2.

A total of 117 delineation holes were completed during the Reporting Period. One hundred and eleven (111) holes (FED0185 to FED0295) were drilled within Four Mile East. The FED holes series are infill holes within the footprint of Four Mile East and are included here for completeness.

Six (6) holes (FMD0216 to FMD0221) were drilled in Stage 4 within the southern part of ML6402.

A further 38 holes (FED0147 to FED0184) reported for September 2014 and received during the reporting period are included in this report.

Seventy holes (70) holes returned significant uranium intersections with grade-thickness (GT-PFN) values greater than 0.5m%, including 40 holes that returned GT-PFN values greater than 1.0m% and 17 holes that returned GT-PFN values greater than 2.0m%.

Significant uranium intersections >2.0m% (GT-PFN) include:

Hole ID	m @ % pU ₃ O ₈	GT (m%pU ₃ O ₈)
FED0155	5.8m @ 0.63%	3.65
FED0170	1.7m @ 1.49%	2.53
FED0174	7.0m @ 0.85%	5.95
FED0184	3.0m @ 1.04%	3.12
FED0195	3.9m @ 0.59%	2.30
FED0198	5.6m @ 0.45%	2.52
FED0199	1.6m @ 5.19%	8.30
FED0218	2.1m @ 1.18%	2.48
FED0221	2.8m @ 1.37%	3.84
FED0226	2.7m @ 1.28%	3.46
FED0234	1.7m @ 1.45%	2.42
FED0241	4.1m @ 0.55%	2.26

¹ ACE and Quasar disagree about the nature of the regional delineation drilling. Quasar asserts it is a mining development cost for which ACE must pay its share. ACE asserts it is an exploration cost for which Quasar must pay in full.

FED0255	4.4m @ 1.77%	7.89
FED0267	2.2m @ 0.91%	2.00
FED0272	2.1m @ 1.03%	2.16
FED0284	5.7m @ 0.49%	2.79
FED0290	2.2m @ 1.26%	2.77

pU_3O_8 is the equivalent grade as estimated from Prompt Fission Neutron (PFN) logging. GT = grade (% pU_3O_8) x thickness (m).

Details of the latest drilling are listed in Table A, Figures 1 to 2 and the JORC Code, 2012 Edition – Table 1 report.

The results continue to support the Four Mile region as one of Australia's great uranium provinces.

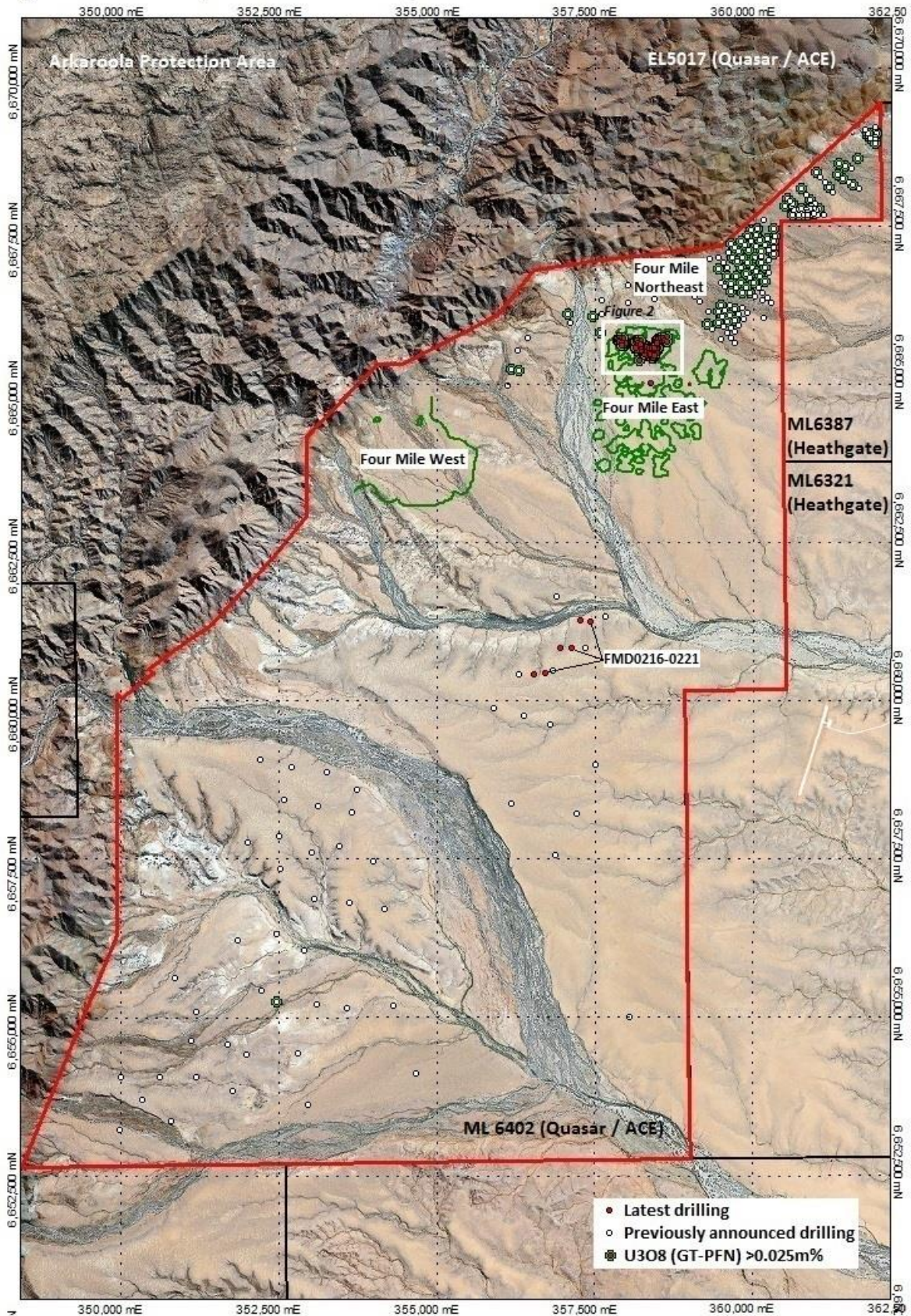
It is emphasised that results may be subject to revision once the geophysical logs are made available to Alliance.

Steve Johnston
Managing Director

*The Four Mile Uranium Project area is located 550 kilometres north of Adelaide in South Australia. Alliance's 100% owned subsidiary, Alliance Craton Explorer Pty Ltd (**ACE**) is the registered holder of 25%² of ML6402 and EL5017 (Project).*

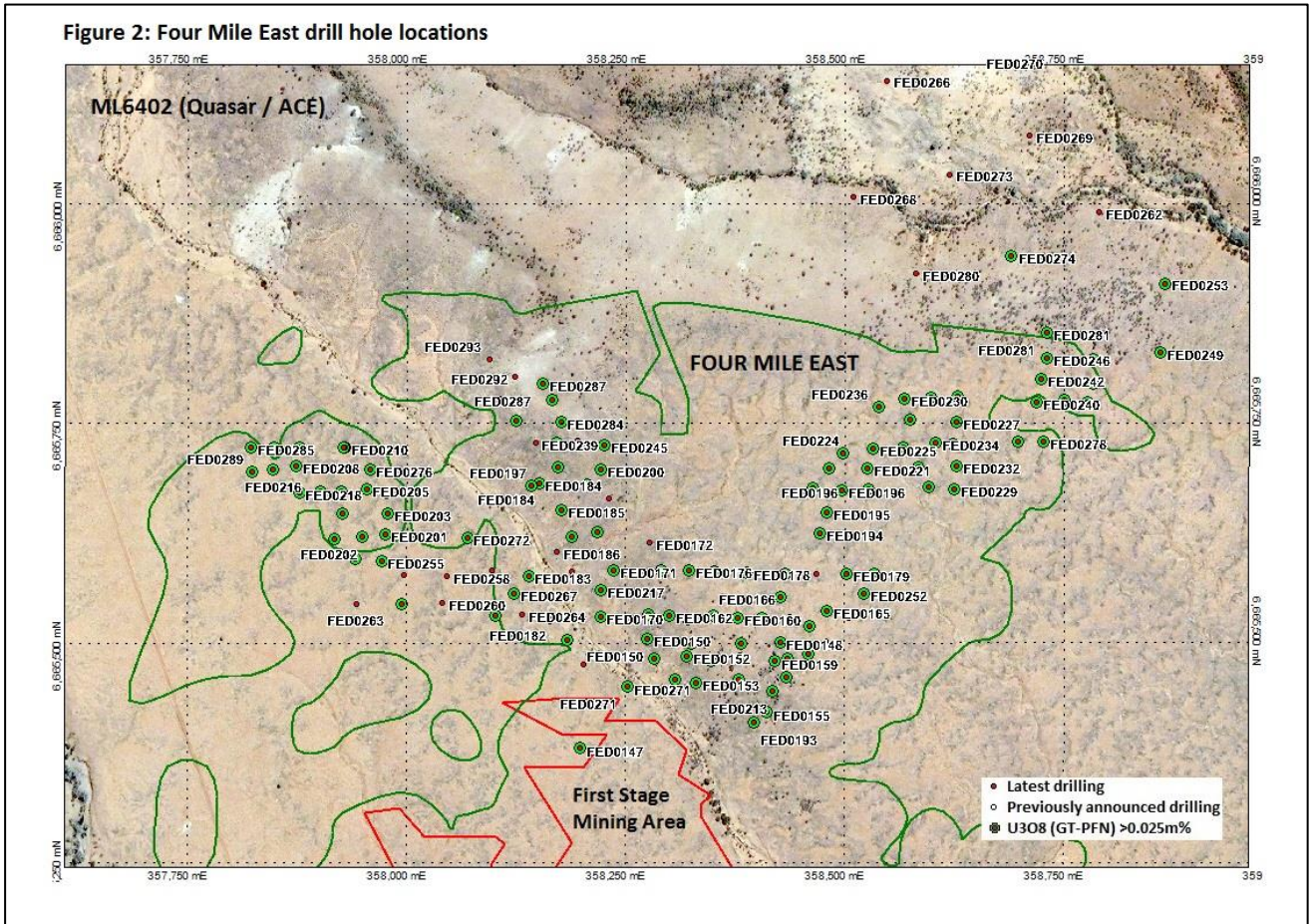
² Reducing to approximately 15% by 31 December 2015 in respect of the Four Mile Mine Development Area as a result of Alliance Craton Explorer Pty Ltd electing not to contribute to the Four Mile 2015 Program and Budget. Refer ASX announcement dated 20 November 2014.

Figure 1: Four Mile Project drill hole locations (since November 2013)



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Figure 2: Four Mile East drill hole locations



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Table A: Significant intersections above cut-off criteria of >0.025m% (GT-PFN) (0.05% pU₃O₈, minimum width of 0.5 metres and maximum internal dilution of 1 metre). Drill hole collar locations based on handheld GPS coordinates. Intercepts >0.5m% (GT-PFN) highlighted. Dip is -90 degrees and azimuth 0 (i.e. all holes are drilled vertically).

ID	GDA94_E	GDA94_N	RL (m)	TD (m)	Gamma					PFN				
					From (m)	To (m)	Interval (m)	eU308(%)	GT-Gam	From (m)	To (m)	Interval (m)	pU308 (%)	GT-PFN
FED0147	358198	6665380	141	222.0	195.9	197.2	1.3	0.67	0.87	195.9	197.2	1.3	0.72	0.94
FED0148	358426	6665501	145	228.0	196.9	198.2	1.3	0.32	0.42	196.9	198.2	1.3	0.39	0.51
FED0148					198.8	200.6	1.8	0.05	0.09	198.8	200.6	1.8	0.07	0.13
FED0148					201.2	201.7	0.5	0.07	0.04	201.2	201.7	0.5	0.08	0.04
FED0149	358381	6665499	145	222.0	194.5	196.0	1.5	0.18	0.27	194.5	196	1.5	0.16	0.24
FED0150	358275	6665505	142	217.0	150.8	151.5	0.7	0.06	0.04	150.8	151.5	0.7	0.15	0.10
FED0150					195.5	196.2	0.7	0.26	0.18	195.5	196.2	0.7	0.16	0.11
FED0151	358325	6665499	143	222.0	154.9	157	2.1	0.12	0.25	154.9	157	2.1	0.16	0.34
FED0151					191.3	193.2	1.9	0.37	0.70	191.3	193.2	1.9	0.42	0.80
FED0151					194.8	196.2	1.4	0.55	0.77	194.8	196.2	1.4	0.52	0.73
FED0152	358320	6665485	142	217.0	154.1	154.8	0.7	0.19	0.13	154.1	154.8	0.7	0.37	0.26
FED0152					190.4	192.2	1.8	0.23	0.41	190.4	192.2	1.8	0.25	0.45
FED0153	358330	6665455	141	217.0	192.4	195.6	3.2	0.20	0.64	192.4	195.6	3.2	0.40	1.28
FED0154	358306	6665458	141	224.0	189.7	193.7	4.0	0.29	1.16	189.7	193.7	4.0	0.22	0.88
FED0155	358411	6665421	142	212.0	196.0	201.8	5.8	0.39	2.26	196	201.8	5.8	0.63	3.65
FED0156	358347	6665480	144	224.0	194.5	197.9	3.4	0.14	0.48	194.5	197.9	3.4	0.18	0.61
FED0157	358379	6665459	143	222.0	198.0	199.0	1.0	0.13	0.13	198.0	199.0	1.0	0.07	0.07
FED0158	358282	6665482	141	224.0	151.7	152.2	0.5	0.04	0.02	151.7	152.2	0.5	0.09	0.05
FED0158					189.9	192.2	2.3	0.16	0.37	189.9	192.2	2.3	0.17	0.39
FED0158					196.0	196.8	0.8	0.19	0.15	196.0	196.8	0.8	0.09	0.07
FED0159	358420	6665479	144	230.0	166.2	166.7	0.5	0.09	0.05	166.2	166.7	0.5	0.12	0.06
FED0159					192.6	193.5	0.9	0.52	0.47	192.6	193.5	0.9	0.60	0.54
FED0159					198.2	198.9	0.7	0.21	0.15	198.2	198.9	0.7	0.21	0.15
FED0160	358378	6665528	146	224.0	156.8	157.3	0.5	0.07	0.04	156.8	157.3	0.5	0.10	0.05
FED0160					196.4	197.6	1.2	0.22	0.26	196.4	197.6	1.2	0.16	0.19
FED0161	358350	6665531	145	224.0	197.1	198.1	1.0	0.20	0.20	197.1	198.1	1.0	0.15	0.15
FED0162	358300	6665531	144	224.0	196.5	199.6	3.1	0.27	0.84	196.5	199.6	3.1	0.23	0.71
FED0163	358437	6665530	145	230.0	No significant grade									
FED0164	358459	6665519	145	224.0	191.5	194.3	2.8	0.23	0.64	191.5	194.3	2.8	0.18	0.50
FED0165	358479	6665536	145	224.0	192.6	194.9	2.3	0.33	0.76	192.6	194.9	2.3	0.44	1.01
FED0166	358426	6665552	146	224.0	158.5	159.0	0.5	0.06	0.03	158.5	159	0.5	0.06	0.03
FED0167	358405	6665529	145	224.0	194.7	197.7	3.0	0.34	1.02	194.7	197.7	3.0	0.29	0.87
FED0168	358276	6665532	143	224.0	148.6	150.4	1.8	0.08	0.14	148.6	150.4	1.8	0.17	0.31
FED0168					193.3	195.5	2.2			193.3	195.5	2.2	0.24	0.53
FED0169	358248	6665529	142	220.0	Hole abandoned									
FED0170	358221	6665530	142	206.0	189.1	190.8	1.7	1.38	2.35	189.1	190.8	1.7	1.49	2.53
FED0170					192.5	193.1	0.6	0.77	0.46	192.5	193.1	0.6	0.23	0.14
FED0171	358236	6665583	144	211.0	188.5	190.6	2.1	0.62	1.30	188.5	190.6	2.1	0.63	1.32
FED0172	358277	6665614	146	204.0	187.3	188.9	1.6	0.42	0.67	187.3	188.9	1.6		-
FED0173	358290	6665582	146	206.0	190.9	191.8	0.9	0.29	0.26	190.9	191.8	0.9	0.32	0.29
FED0174	358321	6665527	145	218.0	192.2	199.2	7.0	0.6	4.20	192.2	199.2	7.0	0.85	5.95
FED0175	358380	6665482	144	223.0	197.6	198.4	0.8	0.28	0.22	197.6	198.4	0.8	0.52	0.42
FED0176	358322	6665583	146	224.0	195.6	197.4	1.8	0.29	0.52	195.6	197.4	1.8	0.21	0.38
FED0177	358351	6665581	147	223.0	195.7	196.3	0.6	0.38	0.23	195.7	196.3	0.6	0.28	0.17
FED0178	358388	6665580	146	224.0	196.4	197	0.6	0.23	0.14	196.4	197	0.6	0.39	0.23
FED0179	358502	6665578	146	230.0	196.9	197.6	0.7	0.37	0.26	196.9	197.6	0.7	0.51	0.36
FED0180	358467	6665578	146	230.0	No significant grade									
FED0181	358432	6665578	146	223.0	197.1	198.1	1.0	0.26	0.26	197.1	198.1	1.0	0.32	0.32
FED0182	358164	6665528	142	205.0	188.5	189.8	1.3	0.97	1.26	188.5	189.8	1.3	1.31	1.70
FED0182					190.9	191.6	0.7	0.17	0.12	190.9	191.6	0.7	0.22	0.15
FED0182					193.0	194.5	1.5	0.11	0.17	193.0	194.5	1.5	0.09	0.14
FED0183	358139	6665576	142	204.0	184.5	185.0	0.5	0.61	0.31	184.5	185.0	0.5	0.43	0.22
FED0183					185.3	185.8	0.5	0.78	0.39	185.3	185.8	0.5	0.71	0.36
FED0183					187.0	187.5	0.5	0.98	0.49	187.0	187.5	0.5	0.81	0.41
FED0184	358151	6665682	144	210.0	177.6	180.6	3.0	0.86	2.58	177.6	180.6	3.0	1.04	3.12
FED0184					181.7	182.2	0.5	0.58	0.29	181.7	182.2	0.5	0.43	0.22

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ID	GDA94_E	GDA94_N	RL (m)	TD (m)	Gamma					PFN				
					From (m)	To (m)	Interval (m)	eU308(%)	GT-Gam	From (m)	To (m)	Interval (m)	pU308 (%)	GT-PFN
FED0185	358177	6665651	144	210.0	178.1	180.0	1.9	0.91	1.73	178.1	180.0	1.9	1.03	1.96
FED0186	358171	6665604	142	147.0	Hole abandoned									
FED0187	358206	6665680	147	212.0	130.5	132.1	1.6	0.03	0.05	130.5	132.1	1.6	0.07	0.11
FED0187					180.6	182.4	1.8	0.45	0.81	180.6	182.4	1.8	0.70	1.26
FED0187					183.1	183.7	0.6	0.3	0.18	183.1	183.7	0.6	0.24	0.14
FED0187					184.1	184.8	0.7	0.16	0.11	184.1	184.8	0.7	0.19	0.13
FED0188	358231	6665665	147	202.0	No significant grade									
FED0189	358217	6665626	145	210.0	185.3	186.6	1.3	0.2	0.26	185.3	186.6	1.3	0.15	0.19
FED0190	358478	6665502	145	234.0	No significant grade									
FED0191	358435	6665482	144	234.0	165.9	166.9	1.0	0.06	0.06	165.9	166.9	1.0	0.07	0.07
FED0191					193.2	195.8	2.6	0.44	1.14	193.2	195.8	2.6	0.40	1.04
FED0191					196.8	199.0	2.2	0.37	0.81	196.8	199.0	2.2	0.54	1.19
FED0192	358433	6665461	144	234.0	166.7	168.3	1.6	0.07	0.11	166.7	168.3	1.6	0.09	0.14
FED0192					193.0	195.2	2.2	0.38	0.84	193.0	195.2	2.2	0.41	0.90
FED0193	358396	6665409	141	228.0	192.5	193.3	0.8	0.09	0.07	192.5	193.3	0.8	0.11	0.09
FED0193					194.3	196.6	2.3	0.6	1.38	194.3	196.6	2.3	0.84	1.93
FED0193					199.2	202.0	2.8	0.43	1.20	199.2	202.0	2.8	0.67	1.88
FED0194	358472	6665625	147	228.0	197.1	200.6	3.5	0.08	0.28	197.1	200.6	3.5	0.08	0.28
FED0195	358479	6665648	148	228.0	196.5	200.4	3.9	0.25	0.98	196.5	200.4	3.9	0.59	2.30
FED0196	358497	6665673	149	222.0	156.0	157.1	1.1	0.04	0.04	156.0	157.1	1.1	0.07	0.08
FED0196					196.3	199.0	2.7	0.12	0.32	196.3	199.0	2.7	0.19	0.51
FED0197	358142	6665679	144	192.0	178.3	179.2	0.9	0.39	0.35	178.3	179.2	0.9	0.33	0.30
FED0198	386918	6665828	145	196.0	177.6	183.2	5.6	0.35	1.96	177.6	183.2	5.6	0.45	2.52
FED0199	358172	6665700	147	204.0	175.3	176.9	1.6	4.48	7.17	175.3	176.9	1.6	5.19	8.30
FED0199					179.6	180.1	0.5	0.24	0.12	179.6	180.1	0.5	0.18	0.09
FED0199					181.0	181.5	0.5	0.1	0.05	181.0	181.5	0.5	0.11	0.06
FED0200	358222	6665697	148	208.0	180.5	183.5	3.0	0.47	1.41	180.5	183.5	3.0	0.57	1.71
FED0201	357975	6665623	145	208.0	183.4	185.7	2.3	0.1	0.23	183.4	185.7	2.3	0.07	0.16
FED0202	357949	6665621	145	208.0	181.1	184.2	3.1	0.39	1.21	181.1	184.2	3.1	0.42	1.30
FED0203	357978	6665648	145	204.0	179.5	180.3	0.8	0.05	0.04	179.5	180.3	0.8	0.05	0.04
FED0203					181.5	182.5	1.0	0.21	0.21	181.5	182.5	1.0	0.23	0.23
FED0203					182.9	183.8	0.9	0.08	0.07	182.9	183.8	0.9	0.10	0.09
FED0204	357926	6665647	146	198.0	180.4	181.0	0.6	0.36	0.22	180.4	181.0	0.6	0.55	0.33
FED0205	357954	6665675	146	198.0	178.5	180.2	1.7	0.35	0.59	178.5	180.2	1.7	0.45	0.76
FED0206	357925	6665672	146	204.0	176.7	178.5	1.8	0.3	0.54	176.7	178.5	1.8	0.43	0.77
FED0207	357901	6665672	146	192.0	172.5	173.5	1.0	0.2	0.20	172.5	173.5	1.0	0.29	0.29
FED0207					175.8	177.7	1.9	0.35	0.66	175.8	177.7	1.9	0.45	0.85
FED0208	357874	6665701	146	198.0	174.8	175.5	0.7	0.5	0.35	174.8	175.5	0.7	0.64	0.45
FED0209	357927	6665697	146	198.0	No significant grade									
FED0210	357929	6665723	146	194.0	170.7	172.0	1.3	0.76	0.99	170.7	172.0	1.3	0.94	1.22
FED0211	357928	6665723	146	186.0	170.0	171.9	1.9	0.14	0.27	170.0	171.9	1.9	0.16	0.30
FED0212	358365	6665017	137	228.0	No significant grade									
FED0213	358417	6665445	143	228.0	192.3	195.0	2.7	0.08	0.22	192.3	195.0	2.7	0.09	0.24
FED0214	357878	6665723	147	186.0	170.8	171.3	0.5	0.11	0.06	170.8	171.3	0.5	0.14	0.07
FED0215	358188	6665581	142	204.0	No significant grade									
FED0216	357847	6665697	147	198.0	172.9	174.0	1.1	1.26	1.39	172.9	174.0	1.1	1.65	1.81
FED0217	358222	6665560	143	210.0	189.7	192.6	2.9	0.36	1.04	189.7	192.6	2.9	0.25	0.73
FED0218	357877	6665671	146	198.0	176.1	178.2	2.1	1	2.10	176.1	178.2	2.1	1.18	2.48
FED0219	358463	6665676	149	222.0	194.3	197.1	2.8	0.35	0.98	194.3	197.1	2.8	0.48	1.34
FED0220	358527	6665675	148	234.0	198.4	199.9	1.5	0.22	0.33	198.4	199.9	1.5	0.51	0.77
FED0221	358526	6665699	149	234.0	196.6	199.4	2.8	0.77	2.16	196.6	199.4	2.8	1.37	3.84
FED0222	357917	6665618	146	210.0	182.4	184.0	1.6	0.56	0.90	182.4	184	1.6	0.73	1.17
FED0223	358482	6665698	150	228.0	193.8	195.0	1.2	0.19	0.23	193.8	195.0	1.2	0.29	0.35
FED0224	358498	6665716	150	228.0	193.2	195.4	2.2	0.18	0.40	193.2	195.4	2.2	0.16	0.35
FED0225	358532	6665721	150	228.0	196.2	197.8	1.6	0.58	0.93	196.2	197.8	1.6	0.58	0.93
FED0226	358566	6665722	149	223.0	198.0	200.7	2.7	0.42	1.13	198.0	200.7	2.7	1.28	3.46
FED0227	358627	6665751	149	232.0	198.5	201.1	2.6	0.23	0.60	198.5	201.1	2.6	0.41	1.07
FED0227					202.0	204.2	2.2	0.20	0.44	202.0	204.2	2.2	0.09	0.20
FED0228	358584	6665700	148	233.0	196.6	197.4	0.8	0.17	0.14	196.6	197.4	0.8	0.18	0.14
FED0228					204.5	205.9	1.4	0.72	1.01	204.5	205.9	1.4	1.03	1.44
FED0229	358625	6665675	147	239.0	166.3	168.1	1.8	0.18	0.32	166.3	168.1	1.8	0.20	0.36

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ID	GDA94_E	GDA94_N	RL (m)	TD (m)	Gamma					PFN				
					From (m)	To (m)	Interval (m)	eU308(%)	GT-Gam	From (m)	To (m)	Interval (m)	pu308 (%)	GT-PFN
FED0230	358568	6665778	151	223.0	191.5	193.5	2.0	0.27	0.54	191.5	193.5	2.0	0.45	0.90
FED0231	358598	6665779	150	222.0	194.8	195.4	0.6	0.22	0.13	194.8	195.4	0.6	0.44	0.28
FED0232	358628	6665701	148	240.0	190.0	190.9	0.9	0.08	0.07	190.0	190.9	0.9	0.12	0.11
FED0233	358629	6665780	149	227.0	194.1	198.0	3.9	0.33	1.29	194.1	198.0	3.9	0.46	1.79
FED0234	358603	6665727	149	236.0	204.9	206.6	1.7	0.79	1.34	204.9	206.6	1.7	1.45	2.42
FED0235	358624	6665726	148	236.0	193.5	195.1	1.6	0.08	0.13	193.5	195.1	1.6	0.11	0.18
FED0236	358539	6665769	151	222.0	189.0	189.6	0.6	0.25	0.15	189.0	189.6	0.6	0.21	0.13
FED0236					191.4	192.1	0.7	0.11	0.08	191.4	192.1	0.7	0.06	0.04
FED0237	358596	6665677	147	238.0	191.3	193.0	1.7	0.11	0.19	191.3	193.0	1.7	0.16	0.27
FED0238	358574	6665754	150	228.0	191.8	192.3	0.5	0.12	0.06	191.8	192.3	0.5	0.11	0.06
FED0238					195.7	197.1	1.4	0.44	0.62	195.7	197.1	1.4	0.97	1.36
FED0239	358147	6665728	147	210.0	No significant grade									
FED0240	358719	6665774	147	228.0	197.4	199.0	1.6	0.24	0.38	197.4	199.0	1.6	0.43	0.69
FED0241	358171	6665728	148	209.0	187.3	191.4	4.1	0.29	1.19	187.3	191.4	4.1	0.55	2.26
FED0242	358724	6665800	147	224.0	194.0	194.5	0.5	0.05	0.03	194.0	194.5	0.5	0.16	0.08
FED0243	358195	6665730	149	210.0	No significant grade									
FED0244	358777	6665774	146	234.0	189.1	190.3	1.2	0.11	0.13	189.1	190.3	1.2	0.11	0.13
FED0244					197.0	197.6	0.6	0.11	0.07	197.0	197.6	0.6	0.16	0.10
FED0245	358225	6665725	150	210.0	179.0	179.9	0.9	0.15	0.14	179.0	179.9	0.9	0.18	0.16
FED0245					181.1	182.0	0.9	0.08	0.07	181.1	182.0	0.9	0.05	0.05
FED0246	358730	6665824	147	224.0	189.2	191.5	2.3	0.11	0.25	189.2	191.5	2.3	0.18	0.41
FED0247	358189	6665621	143	198.0	181.6	182.3	0.7	0.48	0.34	181.6	182.3	0.7	0.78	0.55
FED0248	358783	6665823	146	226.0	191.9	194.3	2.4	0.08	0.19	191.9	194.3	2.4	0.11	0.26
FED0249	358860	6665830	144	260.0	180.9	181.5	0.6	0.03	0.02	180.9	181.5	0.6	0.10	0.06
FED0249					185.9	186.9	1.0	0.09	0.09	185.9	186.9	1.0	0.12	0.12
FED0249					190.7	194.5	3.8	0.10	0.38	190.7	194.5	3.8	0.16	0.61
FED0249					195.7	196.3	0.6	0.18	0.11	195.7	196.3	0.6	0.25	0.15
FED0250	358459	6665487	144	234.0	190.3	191.3	1.0	0.13	0.13	190.3	191.3	1.0	0.25	0.25
FED0251	358504	6665532	145	234.0	190.3	192.1	1.8	0.08	0.14	190.3	192.1	1.8	0.06	0.11
FED0252	358522	6665556	145	234.0	189.8	190.5	0.7	0.06	0.04	189.8	190.5	0.7	0.09	0.06
FED0253	358865	6665909	140	216.0	174.9	176.1	1.2	0.09	0.11	174.9	176.1	1.2	0.10	0.12
FED0254	358534	6665578	146	234.0	166.9	167.5	0.6	0.07	0.04	166.9	167.5	0.6	0.08	0.05
FED0255	357971	6665593	145	204.0	183.1	187.5	4.4	1.47	6.47	183.1	187.5	4.4	1.77	7.89
FED0256	357941	6665596	145	204.0	183.9	185.3	1.4	0.44	0.62	183.9	185.3	1.4	0.47	0.66
FED0257	357997	6665578	144	204.0	No significant grade									
FED0258	358046	6665576	144	204.0	No significant grade									
FED0259	358097	6665582	143	204.0	No significant grade									
FED0260	358041	6665546	144	210.0	No significant grade									
FED0261	357994	6665544	144	204.0	188.9	190.5	1.6	0.73	1.17	188.9	190.5	1.6	0.96	1.54
FED0262	358790	6665990	138	168.0	No significant grade									
FED0263	357943	6665545	145	204.0	No significant grade									
FED0264	358132	6665533	142	204.0	No significant grade									
FED0265	358101	6665531	143	204.0	188.0	188.6	0.6	0.13	0.08	188.0	188.6	0.6	0.28	0.17
FED0266	358548	6666140	145	108.0	No significant grade									
FED0267	358123	6665556	143	204.0	188.3	190.5	2.2	0.59	1.30	188.3	190.5	2.2	0.91	2.00
FED0268	358510	6666007	144	128.0	No significant grade									
FED0269	358710	6666077	140	138.0	No significant grade									
FED0270	358653	6666162	142	119.5	No significant grade									
FED0271	358252	6665450	140	222.0	147.1	147.9	0.8	0.03	0.02	147.1	147.9	0.8	0.06	0.05
FED0271					190.6	191.9	1.3	0.17	0.22	190.6	191.9	1.3	0.13	0.17
FED0271					193.5	194.2	0.7	0.17	0.12	193.5	194.2	0.7	0.10	0.07
FED0271					195.5	196.5	1.0	0.27	0.27	195.5	196.5	1.0	0.13	0.13
FED0272	358069	6665619	144	204.0	187.3	189.4	2.1	0.70	1.47	187.3	189.4	2.1	1.03	2.16
FED0273	358619	6666033	141	138.0	No significant grade									
FED0274	358690	6665940	143	196.0	150.3	150.8	0.5	0.07	0.04	150.3	150.8	0.5	0.13	0.07
FED0275	357977	6665671	145	212.0	180.1	182.2	2.1	0.27	0.57	180.1	182.2	2.1	0.31	0.65
FED0276	357958	6665697	146	202.0	174.3	175.1	0.8	0.06	0.05	174.3	175.1	0.8	0.05	0.04
FED0276					176.2	178.1	1.9	0.22	0.42	176.2	178.1	1.9	0.26	0.49
FED0277	358784	6665795	146	228.0	188.9	189.4	0.5	0.28	0.14	188.9	189.4	0.5	0.27	0.14
FED0277					193.6	195.0	1.4	0.20	0.28	193.6	195.0	1.4	0.33	0.46
FED0278	358726	6665729	146	234.0	193.4	194.6	1.2	0.14	0.17	193.4	194.6	1.2	0.23	0.29

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ID	GDA94_E	GDA94_N	RL (m)	TD (m)	Gamma					PFN				
					From (m)	To (m)	Interval (m)	eU308(%)	GT-Gam	From (m)	To (m)	Interval (m)	pU308 (%)	GT-PFN
FED0278					199.6	203.3	3.7	0.10	0.37	199.6	203.3	3.7	0.11	0.40
FED0279	358750	6665777	147	228.0	197.9	201.9	4.0	0.08	0.32	197.9	201.9	4.0	0.17	0.68
FED0280	358581	6665920	148	174.0	No significant grade									
FED0281	358730	6665853	147	233.0	176.8	177.9	1.1	0.16	0.18	176.8	177.9	1.1	0.48	0.53
FED0281					190.9	192.2	1.3	0.10	0.13	190.9	192.2	1.3	0.23	0.30
FED0282	358783	6665823	146	175.5	Hole abandoned - drill bits and rods lost down hole									
FED0283	358698	6665729	147	234.0	181.4	185.2	3.8	0.06	0.23	181.4	185.2	3.8	0.16	0.61
FED0283					193.1	194.1	1.0	0.09	0.09	193.1	194.1	1.0	0.11	0.11
FED0284	358176	6665752	150	216.0	183.6	189.3	5.7	0.43	2.45	183.6	189.3	5.7	0.49	2.79
FED0284					200.3	201.4	1.1	0.08	0.09	200.3	201.4	1.1	0.24	0.26
FED0285	357822	6665723	147	192.0	175.7	176.4	0.7	0.15	0.11	175.7	176.4	0.7	0.23	0.16
FED0286	358125	6665753	147	216.0	179.2	182.1	2.9	0.26	0.75	179.2	182.1	2.9	0.31	0.90
FED0286					184.7	185.4	0.7	0.09	0.06	184.7	185.4	0.7	0.09	0.06
FED0287	358155	6665795	151	208.0	179.7	181.4	1.7	0.25	0.43	179.7	181.4	1.7	0.30	0.51
FED0287					182.2	183.1	0.9	0.08	0.07	182.2	183.1	0.9	0.15	0.14
FED0288	357849	6665723	147	198.0	172.2	173.8	1.6	0.32	0.51	172.2	173.8	1.6	0.71	1.14
FED0289	357823	6665695	147	204.0	178.5	179.4	0.9	0.25	0.23	178.5	179.4	0.9	0.34	0.31
FED0290	358166	6665777	150	213.0	181.9	184.1	2.2	0.98	2.16	181.9	184.1	2.2	1.26	2.77
FED0290					185.2	187.3	2.1	0.59	1.24	185.2	187.3	2.1	0.64	1.34
FED0291	358183	6665504	141	216.0	144.5	145.3	0.8	0.06	0.05	144.5	145.3	0.8	0.12	0.10
FED0292	358124	6665803	149	192.0	Hole abandoned - drill bits and rods lost down hole									
FED0293	358094	6665823	148	198.0	No significant grade									
FED0294	358202	6665476	141	210.0	No significant grade									
FED0295	358107	6665778	148	198.0	No significant grade									
FMD0216	357425	6661238	117	174.0	No significant grade									
FMD0217	357114	6660816	133	184.0	No significant grade									
FMD0218	357261	6661265	119	158.0	No significant grade									
FMD0219	356944	6660815	130	156.0	No significant grade									
FMD0220	356699	6660442	139	174.0	No significant grade									
FMD0221	356540	6660424	140	168.0	No significant grade									

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Criteria	Commentary
<i>Sampling techniques</i>	<p>The principal sampling method was by downhole geophysical PFN and gamma probes in rotary mud drill holes for both grade and lithological logging, PFN grade logging directly measures in-situ uranium grade, thus avoiding the issue of variable radiometric disequilibrium that can affect results from gamma, which measures uranium daughter products.</p> <p>The natural gamma tool is calibrated for uranium grade at the 'Adelaide Model' geophysical calibration pits. The PFN is calibrated at the purpose built calibration facility located at Beverley.</p>
<i>Drilling techniques</i>	Drill holes are drilled vertically using the rotary mud method.
<i>Drill sample recovery</i>	Rotary mud chip cuttings are collectively photographed at the drill site. Chip tray samples are kept in storage.
<i>Logging</i>	Chip samples are not collected for laboratory chemical assay.
<i>Sub-sampling techniques and sample preparation</i>	<p>Sub-samples of the chip cuttings are stored in chip trays as a physical record of the intersection sequence. Handheld XRF analyses of chip tray samples are collected.</p> <p>The rotary mud chip cuttings are collectively photographed at the drill site.</p>
<i>Quality of assay data and laboratory tests</i>	PFN directly measures uranium grade. There is no conventional assay data and no laboratory tests were carried out.
<i>Verification of sampling and assaying</i>	PFN tools are regularly calibrated at a calibration facility located at Beverley. No sampling or conventional assaying was carried out.
<i>Location of data points</i>	Collar coordinates were determined by handheld GPS. Survey data are GDA94, MGA Zone 54.
<i>Data spacing and distribution</i>	The drill holes at Four Mile East in this announcement are on fences 25 to 50 metres apart with holes spaced 25 to 30m apart. The drill holes in the Stage 4 within the southern part of ML6402 in this announcement are on fences nominally 500 metres apart with holes spaced 150 to 170m apart. The actual location of drill holes to be completed is dependent on the discovered locations of redox/roll fronts.
<i>Orientation of data in relation to geological structure</i>	Drill holes fences are, in general, oriented perpendicular to the interpreted strike of the large scale regional roll-front redox boundary however the actual location of drill holes to be completed may be dependent on the discovered locations of more localised redox/roll fronts. Vertical drilling intersects the expected sub-horizontal sediments and mineralization at close to right angles.
<i>Sample security</i>	Drill hole cuttings are stored at the Beverley Mine.
<i>Audits or</i>	The raw data underpinning the Exploration Results information contained herein has

Criteria	Commentary
<i>reviews</i>	<p>not been independently reviewed by Mr Bowden as CP for Alliance and relies on information provided by Quasar Resources Pty Ltd, the manager of the Project.</p> <p>The raw data underpinning the Exploration Results (delineation drilling results) information contained herein has not been independently reviewed by Mr Johnston as CP for Alliance and relies on information provided by Quasar Resources Pty Ltd, the manager of the Project.</p>
<i>Mineral tenement and land tenure status</i>	<p>Mineral Lease 6402 is held 25% by Alliance Craton Explorer Pty Ltd (a wholly owned subsidiary of Alliance Resources Limited)(ACE) and 75% by Quasar Resources Pty Ltd (Quasar), an affiliate of Heathgate Resources Pty Ltd (Heathgate), both wholly owned subsidiaries of private US corporation, General Atomics. Quasar as manager for the project, utilizes staff, facilities and equipment at Heathgate’s adjacent Beverley Mine site.</p> <p>A Native Title Mining Agreement is in effect with traditional owners.</p> <p>The 12,206ha mining lease was granted for a period of 10 years from 26 April 2012 and production planning is progressing for the Four Mile East deposit.</p>
<i>Exploration done by other parties</i>	<p>The Oilmin-Transoil-Petromin Group discovered Beverley in 1969 and ISL development was proposed by South Australian Uranium Corp in 1982 but did not proceed until after Heathgate acquired it in 1990 and commenced production in 2000. In 2005 Quasar resumed exploration drilling at 4,000m x 2,000m spacing on the ‘Arkaroola’ licence to the west (then held by ACE). This led to the discovery of Four Mile East in hole AK010 which returned 1m @ 0.16% eU3O8 from 181m depth.</p>
<i>Geology</i>	<p>The mineralisation is of the sandstone uranium type, associated with redox interfaces. The mineralisation announced today is interpreted to lie within an apparent regional roll-front type redox interface that embraces the Four Mile West, Four Mile East, Pepegoona and Pannikan deposits over a total strike length of 7.5 kilometres.</p> <p>A detailed interpretation of the sedimentary sequence is not yet available for these preliminary drill holes.</p> <p>Mineralisation is hosted in Mesozoic sediments of the Frome Embayment and underlain by crystalline Meso/Palaeoproterozoic basement, with Mesoproterozoic granites considered source rocks. Other deposits occur in Tertiary sands of the overlying Callabonna Sub Basin of the Lake Eyre Basin, extending over an area of approximately 25,000km² between the Mount Painter Inlier in the north west, Olary Block to the south and Broken Hill Block to the east.</p>
<i>Drill hole Information</i>	<p>Drill hole coordinates together with uranium mineralized intersections detected by PFN and gamma log probes are presented in Table A.</p>
<i>Data aggregation methods</i>	<p>PFN grade logging directly measures in-situ uranium grade and thickness. For gamma logs, the area under an anomalous gamma curve is proportional to the grade x thickness (GT) of the mineralised intercept. In both cases calibration data unique to the individual probe are used to “correct” the measured data to standard measures in purpose built calibration facilities. In order to derive an estimate of equivalent uranium grade from gamma logs it is necessary to estimate the intercept thickness (T)</p>

Criteria	Commentary
	and calculate grade by division grade $G=GT/T$. Anomalous intersections indicated by the down hole gamma probe are expected to exceed the true width due to the “shoulder effect” whereby radiation is “recorded” by the probe as it approaches and leaves the mineralised zone. Classically, the shoulder effect is compensated in gamma logs by a deconvolution process. This process is not utilised by Quasar which, as a “rule of thumb”, applies the PFN derived thickness to the gamma log GT to obtain gamma log equivalent grade.
<i>Relationship between mineralisation widths and intercept lengths</i>	Unless there has been significant structural disturbance the sedimentary beds are expected to be sub-horizontal and the intersected thickness is expected to be close to the true thickness.
<i>Diagrams</i>	Plan Figure 1: Four Mile Project drill hole locations (since November 2013); Plan Figure 2: Four Mile East drill hole locations and Table A: Significant intersections above cut-off criteria $>0.025m\%$ (GT-PFN) ($0.05\% pU_3O_8$, minimum width of 0.5 metres and maximum internal dilution of 1 metre) are included in this announcement.
<i>Balanced reporting</i>	The results for all significant intersections (i.e. intersections with significant reportable uranium equivalent grade) are shown in Table A.
<i>Other substantive exploration data</i>	Assuming no sampling or calibration errors, the difference between the gamma derived equivalent uranium grade and the PFN measured uranium grade should be a measure of disequilibrium within the mineralised intersection. Inspection of the results shown in Table 1 implies significant disequilibrium is present in this area.
<i>Further work</i>	The current drill program is in progress.

Competent Person’s Statement

The information in this report that relates to Exploration Results is based on information compiled by Mr Andrew Bowden who is a Chartered Geologist and Fellow of the Geological Society of London, a Recognised Overseas Professional Organisation included in a list promulgated by the ASX from time to time. Mr Bowden is a part-time employee of Alliance Resources Ltd and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the ‘Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Bowden consents to the inclusion in the report of the matters based on information provided to him by Quasar Resources Pty Ltd in the form and context in which it appears and subject to the qualifications entered in the JORC 2012 Table 1 Report.

The information in this report that relates to Exploration Results (delineation drilling results) is based on information compiled by Mr Stephen Johnston who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Johnston is a full time employee of Alliance Resources Ltd and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the ‘Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Johnston consents to the inclusion in the report of the matters based on information provided to him by Quasar Resources Pty Ltd in the form and context in which it appears and subject to the qualifications entered in the JORC 2012 Table 1 Report.