

17 October 2008

## APPOINTMENT OF PATRICK MUTZ AS MANAGING DIRECTOR

Alliance Resources Limited ("Alliance") today announced the appointment of Mr Patrick Mutz as Managing Director of Alliance. Mr Mutz's appointment will take effect on 1<sup>st</sup> December 2008.

Mr Mutz has more than 30 years' industry experience within the international uranium mining industry across executive, managerial and technical roles in the United States, Germany and Australia. He was Managing Director of Uranium Exploration Australia Limited (ASX Code: UXA) from January 2007 to November 2008 and by amicable agreement between UXA and Alliance, Patrick will continue as a non-executive director of UXA. Prior to this he was the Managing Director of Operations at Heathgate Resources Pty Ltd in South Australia.

Heathgate is an affiliate of General Atomics, USA, and is the owner and operator of the Beverley Uranium Mine in South Australia. Beverley is Australia's only and one of the world's largest and most advanced *in situ* uranium mining operation. Patrick was responsible for all aspects of Heathgate's operations in Australia including affiliate Quasar Resources' exploration activities. Quasar was responsible for the discovery of the world-class Four Mile uranium deposit in South Australia.

Mr Mutz is a Registered Environmental Manager (REM) and holds a Masters of Business Administration in Global Business Management from the University of Phoenix (USA), as well as a Bachelor of Science in Business Management.

Alliance's current CEO Steve Johnston will remain with Alliance as General Manager of the Company's 100% owned projects as well as providing a supporting role to Mr Mutz in relation to the development of the Four Mile Uranium Project. The Alliance Board is appreciative of the valuable contribution Steve has made in building up Alliance over the past 5 years and for his support of the appointment of Mr Mutz.

"I am delighted to accept the role of Managing Director of Alliance and am looking forward to the challenge of developing the significant Four Mile Uranium Project with Quasar, which has potential to deliver long term growth for shareholders," Mr Mutz said.

The Company recently announced that the Four Mile project joint venture partner and manager, Quasar Resources Pty Ltd ("Quasar"), has given notice of a decision to mine in accordance with the exploration joint venture agreement between Alliance and Quasar.

"We are delighted that Mr Mutz will be joining the Board in an executive role. He brings considerable experience in the uranium industry, which will be of great value to Alliance and the Board. In addition, his prior experience with Beverley and the Four Mile discovery will be of great benefit in taking the Four Mile Project forward into production," Mr John Dunlop, Alliance Chairman added.

### About Alliance Resources

Alliance Resources Limited is an emerging uranium and gold producer. Alliance has a 25% free carried interest in the Four Mile uranium discovery in South Australia. Its 75% joint venture partner and operator, Quasar Resources Pty Ltd, is an affiliate of Heathgate Resources Pty Ltd, which owns and operates the Beverley Uranium Mine, located immediately east of Four Mile. Alliance is also developing the Maldon Gold Project in Victoria and exploring for copper-gold near Coober Pedy in South Australia, and for copper and base metals near Broken Hill in New South Wales.

For further information please contact:

**John Dunlop**  
Chairman

**Ian Pamensky**  
Company Secretary

or visit the website [www.allianceresources.com](http://www.allianceresources.com)

Suite 3, 51-55 City Road  
Southbank, VIC, 3006  
P +61 3 9697 9090 F +61 3 9697 9091  
info@allianceresources.com.au  
www.allianceresources.com.au  
ABN 38 063 293 336