



**ASX ANNOUNCEMENT – 24 FEBRUARY 2011**

**ADRS QUOTED ON OTCQX INTERNATIONAL**

Australian multi-commodity explorer and miner Alkane Resources Ltd (ASX: ALK; OTCQX: ANLKY) is pleased to announce commencement of trading of its sponsored American Depositary Receipts (ADRs) on the OTC market's prestigious tier, OTCQX International.

The establishment of a sponsored ADR Program creates a broader secondary market for the Company's listed securities, particularly in the United States and enables US investors to trade in the Company's securities without the hazards of cross-currency transactions.

BNY Mellon acts as the Company's depository bank for the ADR facility and will serve as Principal American Liaison ("PAL") on OTCQX, responsible for providing guidance on OTCQX requirements. Any queries in relation to the ADR facility can be directed to BNYM at [www.adrbnymellon.com](http://www.adrbnymellon.com).

Investors can find current financial disclosure and Real-Time Level 2 quotes for the Company on [www.OTCQX.com](http://www.OTCQX.com) and [www.OTCMarkets.com](http://www.OTCMarkets.com).

Particulars of the United States sponsored ADR Program are as follows:

<b>U.S. Trading Platform:</b>	<b>OTCQX</b>
<b>Ticker Symbol:</b>	<b>ANLKY</b>
<b>Ratio:</b>	<b>1:10 (1 ADR : 10 Ordinary shares)</b>

**Corporate Profile**

Alkane Board

J. S. F. Dunlop (Chairman)  
D. I. Chalmers (Managing Dir)  
A. D. Lethlean (Director)  
I. J. Gandel (Director)  
L A Colless (Joint Secretary)  
K E Brown (Joint Secretary)

Contact

Ian Chalmers  
Managing Director  
96 Parry Street  
PERTH WA 6000  
Telephone +61 8 9328 9411  
Facsimile +61 8 9227 6011  
Email [ichalmers@alkane.com.au](mailto:ichalmers@alkane.com.au)  
Web – [www.alkane.com.au](http://www.alkane.com.au)

12 month share price range

A\$1.315 - \$0.240

Market Cap 23 Feb 2011

~A\$301.5 million

ASX Code: ALK

269 million shares

OTC/QX Code: ANLKY

ADR ratio 1:10

23 February 2010 Cash

Cash ~A \$22.3 million

No debt

Media Relations

Westbrook Communications  
Level 1, 17 Castlereagh Street  
SYDNEY NSW 2000  
Telephone +61 2 9231 0922  
Facsimile +61 2 9231 0131  
Web – [www.westbrookfin.com.au](http://www.westbrookfin.com.au)



## BACKGROUND

**Alkane** is a multi commodity explorer and miner with its operations focussed in the **Central West** of **New South Wales**, centred about 400 kilometres northwest of Sydney. Over several years, including experience in developing the Peak Hill Gold Mine, Alkane has built a substantial resource base and is proceeding towards several developments:

The **Tomingley Gold Project** currently has an **840,000 ounce gold resource** within the **Wyoming and Caloma deposits**, (full details are in the 2008 Annual Report and the ASX announcements of 2 October and 16 December 2009). A feasibility study for the development of the project with potential 50,000 to 60,000 ounce per annum production was completed late 2010 and development financing options are now being investigated.

The **Dubbo Zirconia Project** is based upon a world class resource of the metals zirconium, hafnium, niobium, tantalum, yttrium and rare earth elements. The deposit also contains significant uranium. Over several years Alkane has developed a flow sheet which can recover a variety of products which have expanding applications in electronics, ceramics, catalysts, special alloys and glasses, fuel cells, special batteries and permanent magnets, nuclear power and as environmental drying agents. Following a \$3.3 million Commercial Ready Grant from AusIndustry in 2006, the feasibility study was reactivated. The study includes the construction and operation of a Demonstration Pilot Plant, and a development commitment is anticipated mid 2011.

Near **Orange**, the Company has a joint venture (**ODEJV**) with Newmont, one of the world's largest gold miners, which resulted in the discovery in 2006 of a significant gold deposit at **McPhillamys** within the **Moorilda Project**. An initial resource of Indicated plus Inferred resources containing **2.96 million ounces of gold and 60,000 tonnes of copper** has been defined (full details ASX announcement of 5 July 2010). Newmont are proceeding to complete a Bankable Feasibility Study for the development of the deposit.

Elsewhere within the region, Alkane has defined a 2 million tonne 1.00% copper Indicated Resource (details 2005 Annual Report) which is being reviewed for its development potential at **Galwagere** within the **Wellington Project**, and several other advanced exploration projects with encouraging drill intercepts. New exploration targets have been identified at several other locations.

In **Western Australia** the Company hold a diluting 23% residual interest in a nickel sulphide joint venture with **Xstrata Nickel (Jubilee)** near **Leinster**.



*Unless otherwise stated, the information in this report that relates to exploration results, mineral resources and ore reserves is based on information compiled by Mr D I Chalmers, FAusIMM, FAIG, (director of the Company who 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 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Ian Chalmers consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.*