

10 October 2016

ALLIANCE RESOURCES LTD

ASX: AGS

ABN: 38 063 293 336

Market Cap: \$18.4 M @ \$0.044

Shares on issue: 417,173,773

Cash: \$24.7 M (30 June 2016)

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Web:

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Projects:

Wilcherry, SA (51%) gold-
base metals

Nepean South, WA (100%):
nickel-copper-gold

Gundockerta Sth, WA (100%):
nickel-copper-gold

Garema, NSW (100%): gold

Bogan Gate, NSW (100%): gold-
base metals

Mt Pleasant, NSW (100%):
molybdenum-tungsten-copper-
gold

Share Registry:

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ALLIANCE PROCEEDS WITH WILCHERRY PROJECT

*PROSPECTIVE FOR GOLD AND BASE METALS
POTENTIAL NEW TIN PROVINCE*

Alliance Resources Limited (Alliance) is pleased to announce that it has completed its due diligence and has formally notified Tyranna Resources Ltd (Tyranna) that it will proceed with the acquisition of 51% equity in the Wilcherry Project (Project), located 100 km northwest of Whyalla, South Australia for \$2 million.

The agreement gives Alliance an advanced project in a mineral rich province which it is well funded to explore. Tyranna wishes to retain equity in the Project, reflecting its view of the potential of the Project, whilst allowing it to focus on its Jumbuck Gold Project discovery situated in the north of the Gawler Craton.

Alliance currently holds 12.04% of Tyranna and may acquire up to 19.9% of Tyranna's issued capital. The Directors of Alliance consider Jumbuck has the potential to be a significant gold discovery and view the subscription in Tyranna as a key investment.

Refer to Alliance's ASX announcements dated 23 September and 5 October 2016 for further details.

Steve Johnston
Managing Director

Alliance Resources Ltd has projects in Western Australia, New South Wales and South Australia for gold and base metals. For further information about Alliance Resources Ltd, please visit www.allianceresources.com.au