

**21 February 2018**

**ALLIANCE RESOURCES LTD**

**ASX:** AGS

**ABN:** 38 063 293 336

**Market Cap:** \$13 M @ \$0.125

**Shares on issue:** 104,293,923

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**Projects:**

**Wilcherry JV, SA (67.35%):** gold and base metals

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

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

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## COMMENCEMENT OF REGIONAL DRILLING *Wilcherry Project Joint Venture*

The Directors of Alliance Resources Ltd (Alliance) are pleased to announce the commencement of regional RC drilling for base metals at the Wilcherry Project (Project), a joint venture between Alliance (67.35%) and Tyranna Resources Ltd (ASX Code: TYX) (32.65%).

During January, ground moving loop electromagnetic (MLEM) surveys were completed over the remaining heli-electromagnetic target areas to better define the HEM conductors.

Fourteen MLEM targets were defined, eight of which will be drilled using an RC rig for 1,525 metres, and six will be drilled using a diamond rig for 1,960 metres.

The drilling will commence on MLEM target HP7 in the western part of the project area. The drill rig will then move to the Weednanna gold prospect to test the limits of the new Target 4 gold zone and to test a new gold target area, before returning to the regional targets to drill test the remainder of the MLEM anomalies for base metals.

The Project is located within the southern part of the Gawler Craton in the northern Eyre Peninsula and comprises seven exploration licences covering 1,400 km<sup>2</sup>. The Project area is prospective for gold and base metals (including tin, zinc-lead-silver). The highest priority exploration target is the Weednanna Gold Prospect.

In January, Alliance announced high-grade gold results from its third phase of RC drilling at Weednanna, including:

- 35m @ 3.65 g/t Au from 43m in 17WDRC051 (Target 1), incl. 9m @ 8.91 g/t Au from 44m
- 6m @ 13.63 g/t Au from 59m in 17WDRC057 (Target 2), incl. 3m @ 26.60 g/t Au from 62m
- 15m @ 18.21 g/t Au from 107m in 17WDRC067 (Target 4), incl. 7m @ 35.94 g/t Au from 109m
- 3m @ 25.45 g/t Au from 81m in 17WDRC070 (Target 4), incl. 1m @ 74.2 g/t Au from 81m

Refer to Alliance ASX announcements dated 30 November 2017 and 17 January 2018 for details of the Exploration Results.

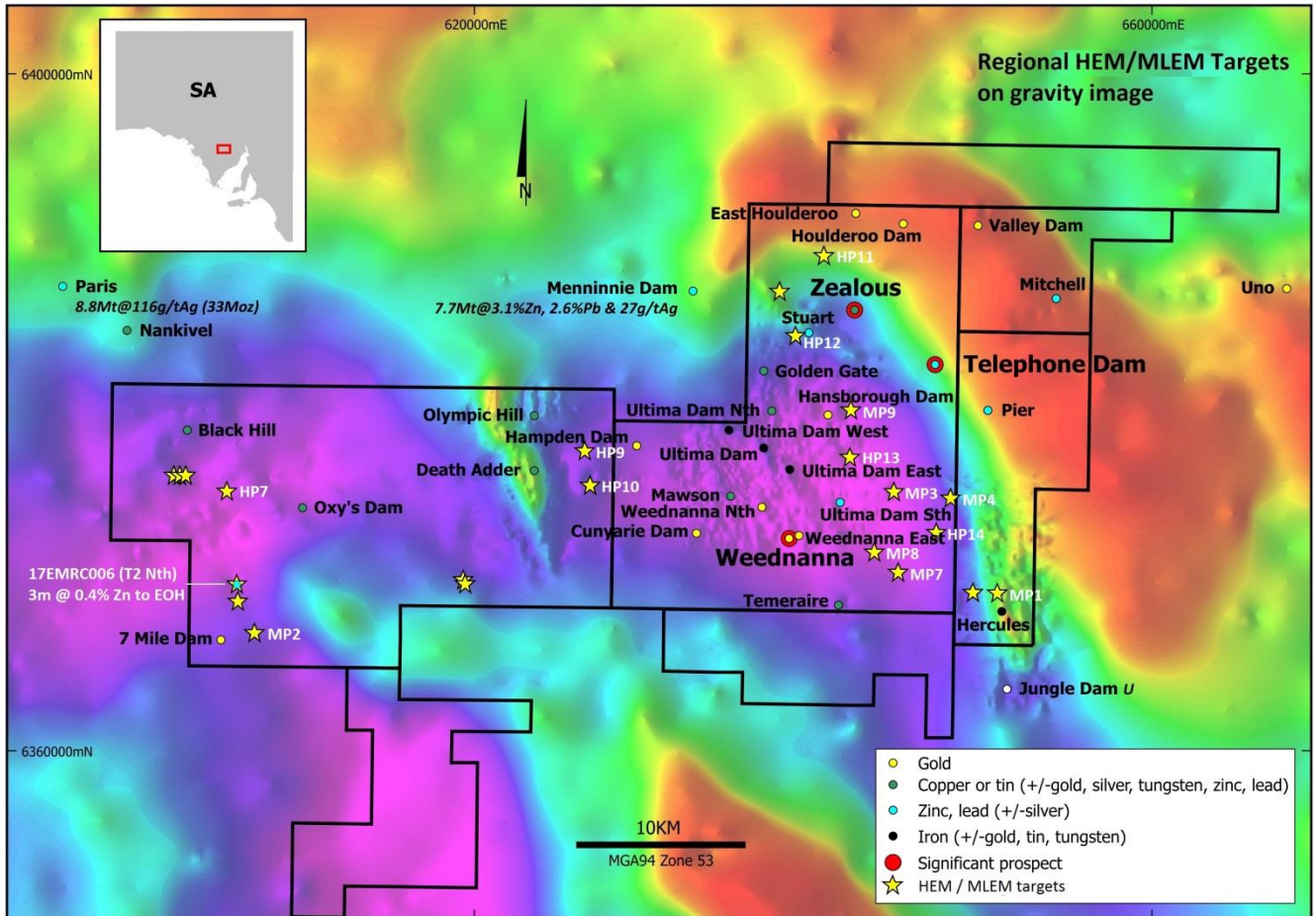


Figure 1: Regional HEM / MLM Targets

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### About Alliance

Alliance Resources Ltd (Alliance) is an Australian gold and base metals exploration company with projects in South Australia and Western Australia.