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ASX/MEDIA RELEASE

Monday, 26 August 2013

Retirement of Director

Perth: Alara Resources Limited (ASX: AUQ) (**Alara**) announces the retirement of Douglas Stewart as Non-Executive Director of the Company with effect on 31 August 2013.

Mr Stewart was appointed to the Board on 30 November 2010 shortly after Alara had secured its flagship Khnaiguiyah Zinc-Copper Project in Saudi Arabia. At this time the Company also had additional projects in Oman and Chile. He has been a strong supporter in taking the Khnaiguiyah Zinc-Copper Project through successful definitive feasibility study and in taking the Oman Washihi/Daris Project through the scoping study stage. He has assisted the Alara team to the point that Alara Resources Limited is now an emerging base and precious metals producer.

Mr Stewart is resigning in order to allow him to fulfil his professional commitments outside of the Company. The Company would like to acknowledge Mr Stewart's invaluable contribution to the Board and Management Team across a range of leadership, strategic, technical and commercial matters.

The Board has reluctantly accepted Mr Stewart's resignation and extends to him its sincere thanks and best wishes in his retirement.

The Board has commenced a process to secure the appointment of a suitably qualified and experienced Non-Executive Director to fill the vacancies left by Mr Stewart's resignation and the prior announced resignation of Mr William Johnson at the end of September 2013.

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About Alara Resources

Managing Director

Alara Resources Limited (ASX: AUQ) is an Australian-based minerals exploration and development company with a diverse portfolio of projects in Saudi Arabia and Oman.

Alara has recently completed a DFS on its flagship Khnaiguiyah Zinc-Copper Project in Saudi Arabia and is moving towards establishing itself as an emerging base and precious metals development company.

For more information, please visit: <u>www.alararesources.com</u>.