

ASX/MEDIA RELEASE

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ALARA FORMS JV TO BID FOR SAUDI EXPLORATION LICENSE

Key Highlights

- Alara Resources enters JV Agreement with Al Tasnim to bid for a 353 km² Khnaiguiyah Zinc-Copper Exploration License (**License**) in the Kingdom of Saudi Arabia (**KSA**).
- JV interests: Alara 51%, Al Tasnim 49%.
- The Alara-Al Tasnim JV is among 8 shortlisted parties bidding for the Licence.
- Bid lodgement deadline is 17 July 2022.

Perth, Australia: Alara Resources Limited (ASX: AUQ) (**Alara** or the **Company**), a base and precious metals explorer and developer with projects in Oman, is pleased to announce the formation of a joint venture with Al Tasnim Enterprises LLC (**Al Tasnim**) to lodge a bid for the award of an exploration license (**License**) over a 353 km² area (**License Area**), which includes the Company's former Khnaiguiyah zinc-copper project. The map on page 2 shows the License Area location.

In March 2022, Alara Saudi Ventures Pty. Ltd, a fully owned subsidiary of Alara, qualified along with seven other bidders from 24 applicants to participate in the final round of an auction process for the Licence award, being conducted by the KSA Ministry of Industry and Mineral Resources (**MIMR**).

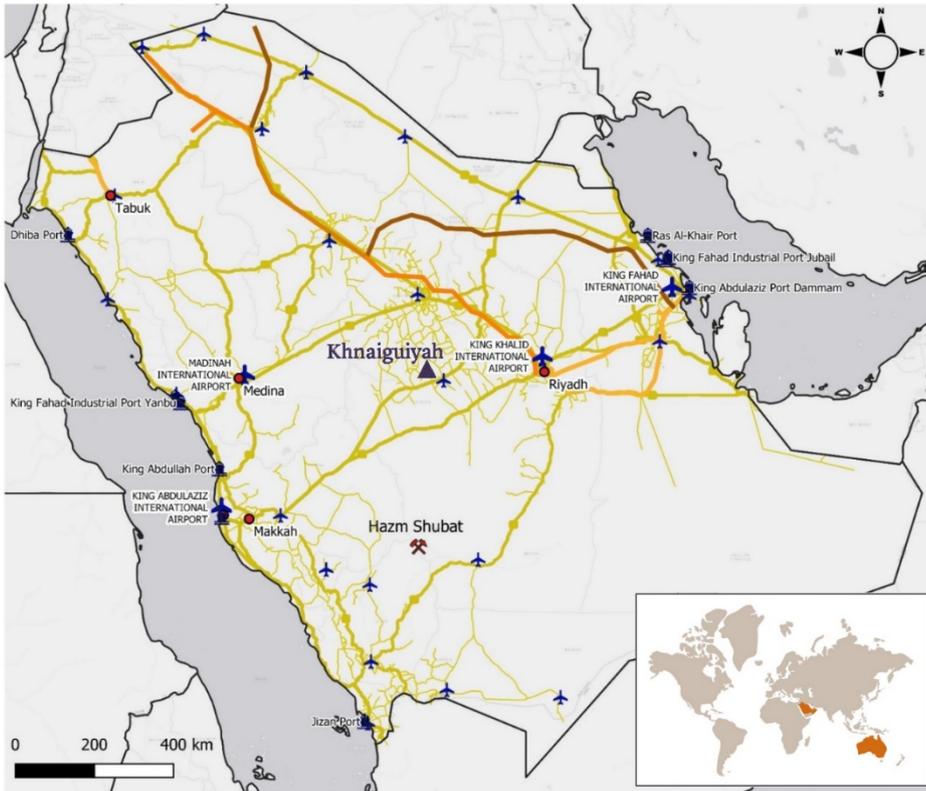
Based on Alara's previous knowledge and experience of the area, the JV is preparing a competitive bid with a team of experienced mining and exploration professionals. The bid involves submitting a program for development of mining and processing infrastructure at the previously explored Khnaiguiyah zinc-copper deposit, and a proposal for the efficient exploration and development of the remainder of the License Area. The award of the License is expected to be announced in mid-August 2022.

Leading the bidding preparations Alara's Country Manager in Saudi Arabia, Fadi Zenaty said: "*The mining industry in Saudi Arabia is now receiving unprecedented support from the KSA Government through the MIMR. Transparent regulations and guidelines implemented by the Ministry are expected to receive favourable attention from various local and international investors to partner with the Government's Saudi 2030 Vision. Alara is set for a return to Saudi Arabia*".

Alara Chairman Stephen Gethin said: "*We welcome Al Tasnim as a partner in Alara's vision for Saudi Arabia. Alara is making excellent progress in the Middle East. The Company is well on its way to implementing its transition from minerals explorer to a*

mining producer in the region. The efforts being made by Alara management and JV partners into developing the Company’s current and future projects are very pleasing”.

Al Tasnim Group Managing Director Mdme. Devaki Khimji said: *“We are excited about this project in Saudi Arabia and with this Joint Venture with Alara we are confident of executing it successfully. We truly admire the well-established historical ties between Sultanate of Oman and Kingdom of Saudi Arabia and with this project we are looking forward to further strengthening these close bilateral relations between the two countries.”*



Legend

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|--------------------------|---------------------|---------------------------------|----------------------------------|
| Logistics | Road Network | Rail Network | International Borders |
| ● Major Cities | ■ Major Roads | — SAR Common Section | □ International Borders |
| ✈ International Airports | — Minor Roads | — SAR General Freight/Passenger | Locality |
| ✈ Domestic Airports | | — SAR Mineral Line | ✳ Hazm Shubat |
| ⚓ Sea Ports | | — Dammam Riyadh Railway | Basemap ESRI Gray (light) |

Khnaiguiyah Project Location

About Al Tasnim

The origins of Al Tasnim Group back over four decades. During this period, it has become one of the most highly regarded, full-service groups in the Omani construction industry. Al Tasnim has achieved this by basing everything it does on its core values of quality and HSE. The Group has consolidated its position at the forefront of the Omani construction industry by playing an active role in providing the country with some of its most recognisable landmarks.

Al Tasnim Infrastructure LLC (**ATI**), a member of Al Tasnim Group, is Alara’s largest shareholder. ATI is also a 19% shareholder in Alara’s joint-venture vehicle Al Hadeetha Resources LLC, which is developing the Al Wash-hi–Majaza copper-gold mine and processing plant in Oman.

ENDS

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About Alara Resources

Alara Resources Limited (ASX: AUQ) is an Australian-based precious and base metals explorer and developer, with projects in Oman.

Alara's active projects in Oman are the Al Wash-hi Majaza Copper-Gold mining licence and Mullaq, Al Ajal exploration licences under the Al Hadeetha JV and the Block 7 exploration licence under the Daris JV.

Alara is currently focused on developing the Al Wash-hi Majaza Copper-Gold project in Oman, where it is in the process of constructing copper-gold mining and processing facilities. The Company is also continuing exploration activities at its other Oman projects.

Alara's mission is to become a mid-tier minerals producer which will deliver maximum shareholder value through profitable growth driven by low-cost and sustainable operations.

To learn more, please visit: www.alararesources.com