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31 DECEMBER 2007 QUARTERLY REPORT

HIGHLIGHTS FROM DECEMBER 2007 QUARTER

- Visible Uranium (carnotite and pitchblende) mineralisation observed during field verification of **Mt James Project** radiometric survey anomalies.
- Discovery of Uranium (autunite) mineralisation in **Crucero Project**, Peru. Up to 15 radiometric anomalies have been currently identified within the project area.
- Joint venture agreement with Sheridan Platinum Group SAC for uranium mineral rights in Rosita 2 concession. The Rosita 2 concession is immediately adjacent to the **Crucero Project** concessions. Subsequent discovery of outcropping uranium mineralisation within Rosita 2.
- Acquisition of additional concessions over favourable geological terrain within the **Crucero Project**.
- Discovery of high grade samples (up to 0.38% uranium) in the **Pampacolca Project**.
- Farm-in and joint venture agreement with Strike Resources Limited for the **King Sound Project**, a mineral sands project located in the Kimberley region of Western Australia.
- Completion of the mag/lag sampling programme in the **Canning Well Project**.

OBJECTIVES FOR MARCH 2008 QUARTER

Bigrlyi South Project (Northern Territory)

- (a) Continue heritage process to obtain approvals to conduct ground disturbing activities.

Mt James Project (Western Australia)

- (a) Seek heritage approvals to allow track access to priority areas and conduct a drilling programme (~2,000 metres of RC drilling) of selected anomalies;
- (b) Subject to heritage and regulatory approval, commence an initial ~2,000 metre RC drilling programme.

Canning Well (Western Australia)

- (a) Review and analyse the mag/lag sampling data and identify geochemical anomalies;
- (b) Conduct field verification and follow up of geochemical anomalies identified from the mag/lag sampling programme;
- (c) Conduct a field investigation to determine the prospectivity of the uranium mineralisation by ground radiometric surveying and collection of rock samples from anomalous areas.

King Sound (Western Australia)

- (a) Review and analyse the heavy mineral sampling data and conduct petrographic analysis of the anomalous sample concentrate.

Pampacolca Project (Peru)

- (a) Additional follow-up sampling programme to locate the source of the anomalous MD-38 rock sample in the Pampacolca 7 concession;
- (b) Conduct detailed geological investigation and radiometric surveying to determine the extent of the uranium bearing pegmatites and associated structures.





OBJECTIVES FOR MARCH 2008 QUARTER (continued)

Crucero Project (Peru)

- (a) Detailed radiometric surveying over priority anomalies in the Lituania 3 and Rosita 2 concessions;
- (b) Continue ground radiometric surveying and geological mapping of Rosita 2 concession;
- (c) Conduct infill ground radiometric surveying over priority areas within Lituania 3 concession to delineate additional anomalies;
- (d) Investigate new concession applications to determine prospectivity for uranium mineralisation;
- (e) Lodge applications for drilling and environmental permits with the Peruvian Ministry for Mines and Energy, to commence an initial ~2,000 metre drilling programme.

Coasa Project (Peru)

- (a) Secure agreements with local communities and landowners for land access;
- (b) Conduct an Aster interpretation and analyse INGEMMET geochemical data to evaluate Alara's extensive concession holdings in this project.

Santa Rosa Project (Peru)

- (a) Secure agreements with local communities and landowners for land access;

Dated: 31 January 2008

Further information:

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COMPANY PROFILE

Alara Uranium Limited (ASX Code: AUQ) is an Australian based mineral exploration and development company with a prospective portfolio of uranium, gold and mineral sands exploration projects in Australia (Northern Territory and Western Australia) and Peru:

PROJECTS	LOCATION	AREA (HECTARES)
(1) Bigrlyi South	Northern Territory	166,565
(2) Mt James	Gascoyne, Western Australia	41,100
(3) Mt Lawrence Wells	East Murchison, Western Australia	9,400
(4) Canning Well	Pilbara, Western Australia	26,400
(5) King Sound	Kimberley, Western Australia	65,200
(6) Pampacolca	Peru	4,400
(7) Crucero Project	Peru	5,500
(8) Santa Rosa Project	Peru	4,400
(9) Coasa Project	Peru	9,600

The Australian uranium tenements occur in the geologically prospective Ngalia Basin in the Northern Territory and in the Gascoyne, East Pilbara and Murchison regions of Western Australia. The tenements cover areas previously identified with largely untested radiometric anomalies or are located in close proximity to uranium anomalies and/or uranium occurrences.

The Peruvian concessions represent uranium mineralisation targets delineated through work conducted by the Peruvian Institute of Nuclear Energy (**IPEN**) and others over the past 20 years in a highly prospective region in southern Peru where uranium mineralisation is known to occur. The Company's Peruvian geological team comprises 4 geologists led by a former exploration manager of IPEN.

The Alara Board comprises members with extensive experience in the resources sector, being **Chairman, Dr John Stephenson**, previously Exploration Director for Rio Tinto Australasia with more than 35 years experience in mineral exploration and **Managing Director, Mr H. Shanker Madan**, an experienced senior geologist with more than 30 years of world-wide experience in the exploration and evaluation of mineral deposits for various commodities and **Executive Director, Mr Farooq Khan** who has extensive experience in corporate law, the securities industry, capital markets and the executive management of ASX listed companies.

Alara continues to investigate prospective mineral resources, with a focus on uranium, in Peru, Australia and other regions. This includes applying for mineral concessions, entering into joint ventures and taking options over and acquiring concessions.

Alara currently has the following securities on issue:

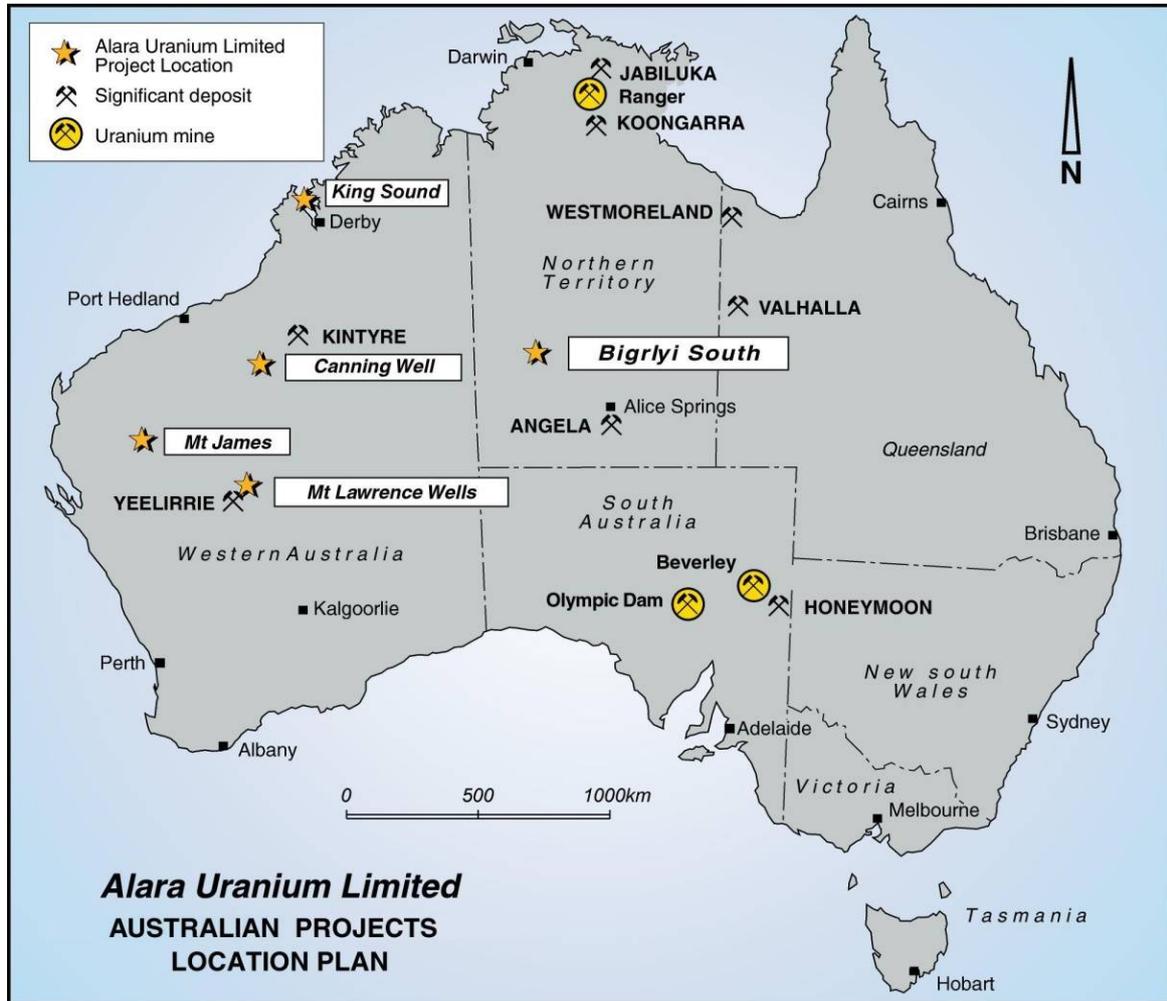
	Quoted	Not Quoted or Subject to Escrow	Total
Fully paid ordinary shares	56,011,285	24,496,215 ¹	80,507,500
\$0.25 (30 June 2009) Listed Options	60,367,500	-	60,367,500
\$0.55 (27 July 2012) Unlisted Directors' Options	-	18,550,000	18,550,000
\$0.55 (27 July 2012) Unlisted Employees' Options	-	1,425,000	1,425,000
Total	116,378,785	44,471,215	160,850,000

¹ Refer to page 21 (Securities Information) of this report for details of shares subject to escrow.

PROJECT LOCATION

AUSTRALIAN PROJECTS

The location of Alara's Australian projects in the Northern Territory and Western Australia are shown on the map below.



PROJECT LOCATION

PERUVIAN PROJECTS

The location of Alara's uranium project areas in Peru are shown on the map below.





COMPANY PROJECTS

1. BIGRLYI SOUTH (NORTHERN TERRITORY)

Exploration Activities and Programme

Alara is focusing its exploration effort on EL 24879, which is also the closest tenement to the Bigrlyi Uranium Deposit and is host to the Yuendumu Thrust fault. Alara has completed an aerial radiometric and magnetic survey designed to locate anomalies in this and the other adjoining tenements.

During the quarter:

- (i) GPX Airborne completed 7,076 line kilometres of airborne magnetic and radiometric surveying over the granted Bigrlyi South Project tenements. The purpose of the survey was to identify uranium anomalies from the radiometric data and detailed structures from the magnetic data.

The detailed survey was flown at 100 metre line spacings in a north-south direction and covered the entire area of EL24879, EL24928, EL24929 and EL24930.

The magnetic and radiometric survey data within EL24879, EL24928 and EL24929 was processed by GPX Airborne, then re-processed and interpreted by Southern Geoscience Consultants (**SGC**). SGC identified abundant low priority uranium anomalies scattered across the survey area.

Interpretation of the survey data within EL24930 will be finalised during the March 2008 quarter.

- (ii) Field verification of the radiometric anomalies within EL24879, EL24928 and EL24929 was conducted. Several uranium anomalies coincided with the outcropping Mt Eclipse Sandstone unit (host to the Bigrlyi deposit). The majority of the other anomalies were located within predominantly sand covered terrain.

Proposed exploration programme for the March 2008 quarter is outlined below:

- (a) Finalise geophysical data interpretation within EL24930 from the completed airborne magnetic and radiometric survey. Field verification and follow up of selected geophysical anomalies in EL24930, comprising ground traversing radiometric anomalies with a spectrometer and the collection of further samples, will be conducted at the commencement of the new field season;
- (b) Submit a Mine Management Plan to the Central Land Council seeking heritage approval to conduct a drilling programme of selected anomalous targets.

2. MT JAMES (GASCOYNE, WESTERN AUSTRALIA)

Exploration Activities and Programme

Alara is exploring for uranium mineralisation using detailed structural analysis coupled with aerial and ground radiometric surveys. The exploration focus will be on high priority radiometric anomalies selected from the airborne geophysical survey conducted during the previous quarter. In addition, known historical workings (drill holes and costeans) that encountered uranium mineralisation and the untested anomalies identified by AGIP will be targeted. As well as testing for primary mineralisation at depth, Alara will review the potential for mineable deposits of carnotite at shallow depths in the deeply weathered saprolite zone in the duricrust.

During the quarter:

- (i) Alara contracted SGC to carry out the survey data interpretation of the airborne geophysical survey conducted during the previous quarter. SGC identified 117 uranium anomalies, including 32 high priority anomalies;
- (ii) Field verification of 76 priority radiometric uranium anomalies was conducted utilising helicopter support. This comprised ground traverses over the anomalies, including the collection of spectrometer readings and rock chip samples. Selected priority samples will be submitted to the laboratory for analysis. Visible uranium mineralisation was observed at several anomaly locations;



COMPANY PROJECTS

- (iii) Heritage consultation process continued seeking approval to conduct ground disturbing activities (track access, costeaning, drilling) within the project area.

Proposed exploration programme for the March 2008 quarter is outlined below:

- (a) Review and analyse findings obtained from field inspection and verification of geophysical anomalies;
- (b) Continue heritage process for approvals to allow track access to priority areas to conduct a costeaning and drilling programme (~2,000 metres of RC drilling) of selected anomalies.

3. MT LAWRENCE WELLS (EAST MURCHISON, WESTERN AUSTRALIA)

Exploration Activities and Programme

The Company's main focus is to target the calcrete palaeo-channel hosting the Hinkler Well uranium occurrence to determine whether the uranium mineralisation extends upstream from the palaeo-drainage into Alara's tenements E53/1115, E53/1203 and E53/1259.

During the quarter:

- (i) Completed the down-hole geophysical (total gamma) surveying of the air-core drill holes drilled in the September 2007 quarter. The survey data was processed and may require interpretation to fully evaluate the results;
- (ii) The biogeochemical sample (spinifex vegetation) analysis results and interpretation were completed. Due to the sampling medium and limited samples collected, the interpretation was not able to ascertain the extent of the calcrete channel.

Proposed exploration programme for the March 2008 quarter is outlined below:

- (a) Interpret the processed down-hole geophysical (total gamma) survey data;
- (b) Review and assess the drilling data sets;
- (c) Subject to the results of (a) and (b) above, seek heritage approvals to conduct a more extensive drilling programme.

4. CANNING WELL (PILBARA, WESTERN AUSTRALIA)

Exploration Activities and Programme

During the quarter:

- (i) A mag/lag sampling programme targeting gold and copper anomalies was completed, comprising the collection of 1249 samples with line spacing of 200 metres at 50 metre sample intervals along lines. These samples are currently awaiting laboratory analysis.

Proposed exploration programme for the March 2008 quarter is outlined below:

- (a) Review and analyse the mag/lag sampling data;
- (b) Conduct a field investigation to determine the prospectivity of the uranium mineralisation by ground radiometric surveying and collection of rock samples from anomalous areas.

COMPANY PROJECTS

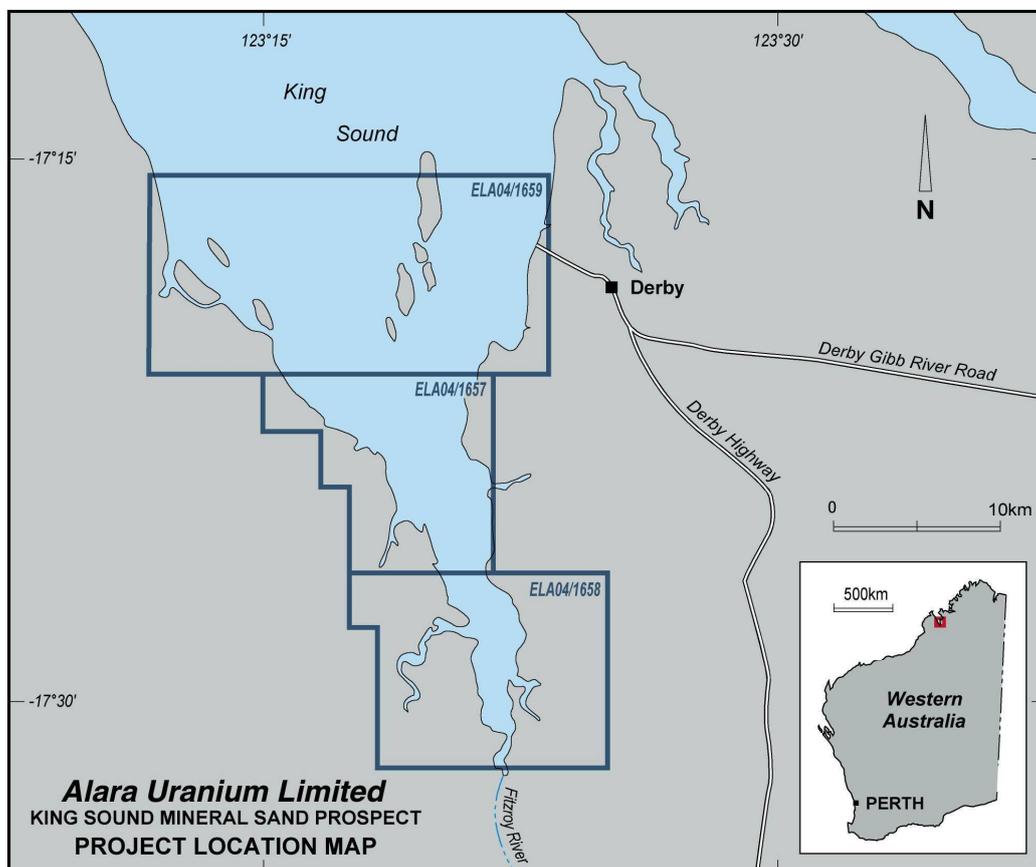
5. KING SOUND (KIMBERLEY, WESTERN AUSTRALIA)

Alara has completed a farm-in and joint venture agreement with Strike Resources Limited over its King Sound mineral sands project, to acquire a 70% interest in this project by funding the project to a decision to mine. The Company has identified the King Sound area as being prospective for the accumulation of heavy minerals.

The project comprises 3 tenement applications covering a total area of 652 square kilometers, located approximately 10 kilometres south-west of the port town of Derby in the West Kimberley region of Western Australia.

Historical reporting indicates Carr Boyd Minerals Limited collected two samples for mineralogical determinations in 1971. One of the samples contained 1.1% magnetite, 12.1% ilmenite (TiO₂) and 3.5% zircon before concentration. Heavy minerals made up 22.7% of the material. The area was subsequently sampled by Metal Investment Pty Ltd (Reported by Geodrillers P.L., 1971) using lines of auger holes. Their preliminary petrological examination gave the following mineralogical composition: 20% magnetite (by weight), 50% to 60% ilmenite (of which 10% is highly altered leucoxene), 1% to 5% rutile and approximately 5% zircon.

In the late 1980's BHP attempted a shallow (up to 6 metres) RC drilling programme over the King Sound sand flats. BHP experienced problems during their programme, mostly attributed to the drill rig's inability to penetrate the sands and the fact it became bogged on numerous occasions. For these reasons combined with weather hardships, BHP abandoned their programme some 150 holes short of their plan and concluded that "the Fitzroy River mouth and in Stokes Bay have not been adequately explored in this programme".





COMPANY PROJECTS

Exploration Activities and Programme

During the quarter:

- (ii) A reconnaissance survey was conducted to collect sediment samples across the tenements to verify historical reported heavy mineral grades. A total of 50 samples from 46 locations were collected. These samples are currently awaiting heavy mineral analysis;

Proposed exploration programme for the March 2008 quarter is outlined below:

- (a) Review and analyse the heavy mineral sampling data and conduct petrographic analysis of the anomalous sample concentrate;
- (b) Commence heritage consultation process with the Kimberley Land Council to fast track grant of tenements.

6. PAMPACOLCA PROJECT (PERU)

The Pampacolca Project is targeting structurally controlled occurrences of uranium, tantalum and rare earths in pegmatite veins and dykes in quartz-muscovite-feldspar schist. These occurrences lie within Pre-Cambrian gneissic terrain with known tantalum mineralisation.

Exploration Activities and Programme

During the quarter:

- (i) Follow up sampling and ground radiometric surveying was conducted to determine the source of the anomalous MD-38 rock sample (0.38% uranium) in the Pampacolca 7 concession. A total of 64 fine sediment stream samples were collected. These samples are currently awaiting laboratory analysis.

In addition, rock specimens were collected believed to contain the uranium bearing mineral providing the anomalous geochemical response in sample MD-38. The rock specimens are currently being prepared for thin section and polished section analysis to determine the petrographic description of the anomalous mineral;

- (ii) Alara Peru claimed one additional concession, Pampacolca 10, as a result of this sampling programme;
- (iii) Pampacolca 6 and Pampacolca 8 concession applications were withdrawn due to pre-existing concession claims.

Proposed exploration programme for the March 2008 quarter is outlined below:

- (a) Continue the follow-up sampling and ground radiometric surveying programme of anomalous areas to locate the source of the anomalous MD-38 rock sample and similar anomalous rock specimens in the Pampacolca 7 concession;
- (b) Conduct a regional radiometric surveying and associated rock sampling programme of the Pre-Cambrian gneissic terrain to determine the extent of the uranium bearing pegmatites and associated structures, and identify additional anomalous uranium-bearing pegmatite zones.



COMPANY PROJECTS

MACUSANI DISTRICT PROJECTS (PERU)

Alara is targeting uranium mineralisation in three geological environments in the Macusani district, southern Peru. This region is well known for hosting uranium occurrences.

Geochemical sampling previously conducted by the Peruvian Institute of Nuclear Energy (**IPEN**) in these geological environments has shown anomalous uranium occurrences leading the Company to believe that there is high potential for the discovery of uranium deposits within the Project areas.

7. CRUCERO PROJECT

Alara is targeting uranium mineralisation hosted by rhyolitic ignimbrites and ash flows of the Picotani Formation of Miocene-Pliocene age. This formation hosts several occurrences of uranium in the Macusani district.

Exploration Activities and Programme

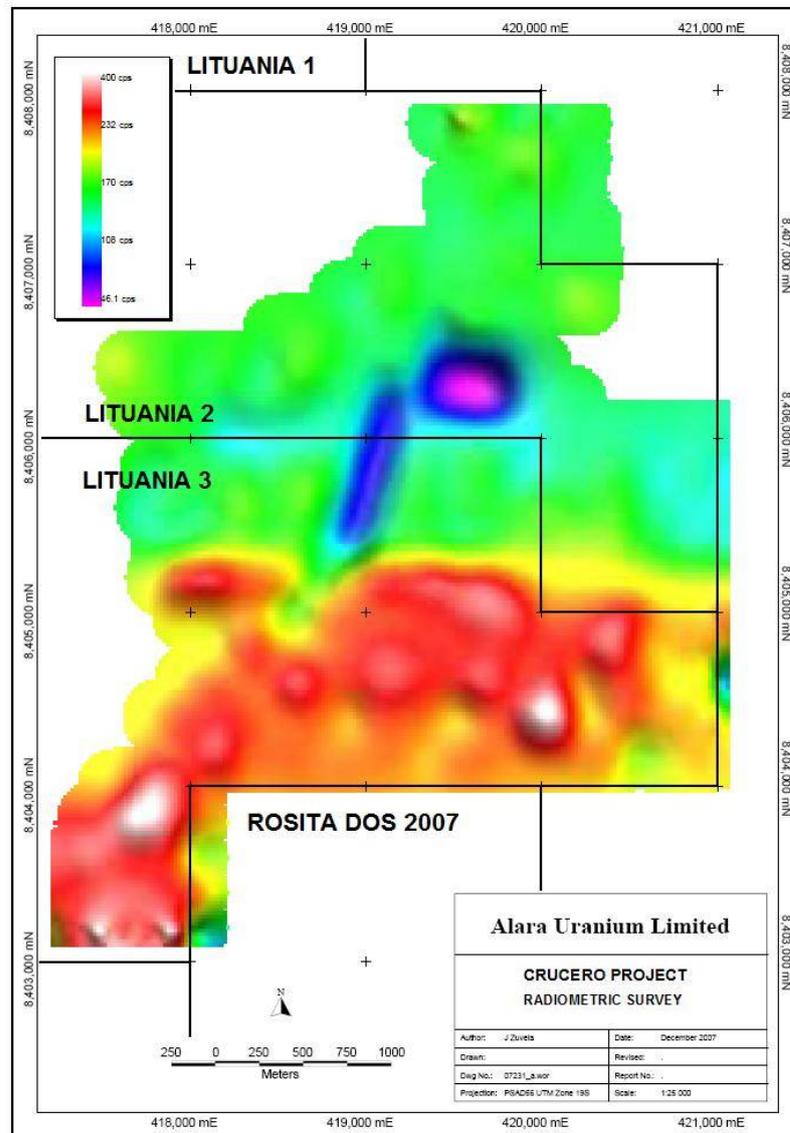
During the quarter:

- (i) Systematic reconnaissance ground radiometric surveying and geological mapping programmes were continued within the Lithuania 1, 2 and 3 concessions (refer to radiometric response figure below).

Initial fieldwork uncovered the occurrence of uranium bearing autunite mineralisation in fractures and joint planes in rhyolite ignimbrites. A total of 15 anomalous areas have been recorded for follow up detailed radiometric surveying;

- (ii) A joint venture agreement was finalised with Sheridan Platinum Group SAC to acquire 100% of the uranium mineral rights in the Rosita 2 concession. The Rosita 2 concession is immediately adjacent to the Crucero Project concessions. Subsequent detailed radiometric surveying led to the discovery of outcropping uranium mineralisation within Rosita 2;
- (iii) Acquisition of four additional concession applications over favourable geological terrain (Picotani Formation).

COMPANY PROJECTS



Crucero Project – Ground radiometric profile surveying (measured in total counts per second (cps)).

Proposed exploration programme for the March 2008 quarter is outlined below:

- Conduct detailed ground radiometric surveying and associated rock sampling over high priority anomalies identified in Lituania 3 and Rosita 2 concessions, to define drill targets;
- Continue ground radiometric surveying and geological mapping within the high priority Rosita 2 concession;
- Conduct infill ground radiometric surveying over the anomalous areas in the Lituania 3 concession to identify additional areas of uranium mineralisation;
- Investigate the prospectivity of the new concession applications;
- Lodge drilling permit applications for Lituania 3 and Rosita 2 concessions.



COMPANY PROJECTS

8. SANTA ROSA PROJECT

The Santa Rosa Project comprises 6 concessions covering an area of 4,400 hectares. The concessions are located between 2 to 5 kilometres north and west of the town of Santa Rosa, in the Macusani district.

Rhyolitic lava flows of the Permian Mitu Group lie adjacent to an unconformity with Ordovician schist. The lavas are the main targets for uranium mineralisation. Large geochemical anomalies of over 1500ppm uranium have been reported by IPEN from chip samples adjacent to the unconformity in the region.

Exploration Activities and Programme

During the quarter:

- (i) No work was conducted in the Santa Rosa Project during the quarter.

Proposed exploration programme for the March 2008 quarter is outlined below:

- (a) Secure agreements with local communities and landowners to implement the exploration programme.

9. COASA PROJECT

The Coasa Project comprises 11 concessions covering an area of 9,600 hectares. The concessions are centred on the town of Coasa, located in the Macusani district.

The target is pegmatite veins and dykes in well exposed Permian Coasa Granite associated with the Hercinian tectonic event of southern Peru. Historic IPEN data indicate anomalies up to 1900ppm uranium within the project area.

Exploration Activities and Programme

During the quarter:

- (i) Acquire INGEMMET geochemical data over the Coasa granitic batholith.

Proposed exploration programme for the March 2008 quarter is outlined below:

- (a) Conduct an Aster interpretation and review INGEMMET geochemical data over Alara's extensive concession holding to identify priority targets for detailed exploration;
- (b) Secure agreements with local communities and landowners for land access.

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves has been compiled by Mr Hem Shanker Madan who is a Member of The Australian Institute of Mining and Metallurgy. Mr Madan is the Managing Director of the Company. Mr Madan 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 Mineral Resources and Ore Reserves (the JORC Code)." Mr Madan consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.



CORPORATE

Strike's Distribution of 16 Million Alara Shares In Specie

Strike Resources Limited (**Strike**) completed a return of capital via an in specie distribution of 16 million Alara Uranium Limited shares on 13 December 2007.

These shares were escrowed until 24 May 2007, however, ASX has granted a waiver of the escrow requirements in respect of these shares, other than shares distributed to related parties and promoters of Alara, Strike or any of their associates.

Release of Shares from Escrow

736,250 and 14,992,535 shares were released from ASX prescribed escrow on 6 December 2007 and 18 December 2007 respectively. The Company has applied to the ASX for official quotation of these.



AUSTRALIAN TENEMENTS

Project	Status	Tenement	Grant / Application Date	Expiry Date	Area (Blocks)	Area (km ²)	Area (hectares)	Location / Property Name	State	Company's Interest
Bigriyi South	Granted	EL 24879	15/08/06	14/08/12	82	260.5	26,050	Mount Doreen	NT	100% (75% held by Alara Operations Pty Ltd and 25% held by Hume Mining NL)
	Application	EL 24927	12/09/05	N/A	338	998.7	99,870	Haasts Bluff	NT	100% (75% held by Alara Operations Pty Ltd and 25% held by Hume Mining NL)
	Granted	EL 24928	24/08/06	23/08/12	15	34.95	3,495	Mount Doreen	NT	100% (75% held by Alara Operations Pty Ltd and 25% held by Hume Mining NL)
	Granted	EL 24929	24/08/06	23/08/12	26	56.8	5,680	Mount Doreen	NT	100% (75% held by Alara Operations Pty Ltd and 25% held by Hume Mining NL)
	Granted	EL 24930	24/08/06	23/08/12	99	314.7	31,470	Mount Doreen	NT	100% (75% held by Alara Operations Pty Ltd and 25% held by Hume Mining NL)
Mt James (Gascoyne Region)	Granted	E 09/1253	29/06/06	28/06/11	49	147	14,700	Mt James	WA	100% (75% held by Alara Operations Pty Ltd and 25% held by Hume Mining NL)
	Granted	E 09/1245	23/03/07	22/03/11	35	105	10,500	Rubberoid Well	WA	70% held by Alara Operations Pty Ltd (30% retained by Uranium Oil & Gas Limited/Helen Mary Ansell)
	Granted	E 09/1257	28/06/06	27/06/11	27	81	8,100	Injinu Hills	WA	100% held by Alara Operations Pty Ltd
	Granted	E 09/1258	29/09/06	28/09/11	26	78	7,800	Mortimer Hills	WA	100% held by Alara Operations Pty Ltd
Mt Lawrence Wells (East Murchison Region)	Granted	E 53/1115	06/10/04	05/10/09	6	18	1,800	Dawsons Well	WA	85% held by Alara Operations Pty Ltd (15% retained by Adelaide Prospecting Pty Ltd)
	Granted	E 53/1259	02/03/07	01/03/12	8	24	2,400	Millgool Camp	WA	100% held by Alara Operations Pty Ltd
	Granted	E 53/1203	02/08/06	01/08/11	17	52	5,200	Mt Wilkinson	WA	100% held by Alara Operations Pty Ltd
Canning Well (Pilbara Region)	Granted	E 46/629	02/08/05	01/08/10	19	57	5,700	Canning Well	WA	100% (75% held by Alara Operations Pty Ltd and 25% held by Hume Mining NL)
	Application	E 46/585	17/10/03	N/A	69	207	20,700	Canning Well	WA	Right to earn 85% (excluding all manganese mineral rights) (63.75% held by Alara Operations Pty Ltd and 21.25% held by Hume Mining NL)
King Sound (West Kimberley Region)	Application	E 04/1657	26/02/07	N/A	43	141	14,100	King Sound	WA	Right to earn 70% (100% held by Strike Resources Limited)
	Application	E 04/1658	26/02/07	N/A	58	190	19,000	King Sound	WA	Right to earn 70% (100% held by Strike Resources Limited)
	Application	E 04/1659	26/02/07	N/A	98	321	32,100	King Sound	WA	Right to earn 70% (100% held by Strike Resources Limited)



PERUVIAN CONCESSIONS

Pampacolca Project (5,200 hectares):

Concession	Code	Application Date	Area (Hectares)	National Map	LOCATION		
					District	Province	Department
Pampacolca 1	01-01084-07	29 January 2007	900	32Q	Pampacolca / Tipan Aplao	Castilla	Arequipa
Pampacolca 2	01-01085-07	29 January 2007	600	32Q	Aplao / Iray	Castilla / Condesuyos	Arequipa
Pampacolca 3	01-01852-07	19 March 2007	700	32Q	Pampacolca	Castilla	Arequipa
Pampacolca 4	01-01851-07	19 March 2007	500	32Q	Pampacolca	Castilla	Arequipa
Pampacolca 5	01-03649-07	2 July 2007	200	32Q	Pampacolca	Castilla	Arequipa
Pampacolca 7	01-04637-07	29 August 2007	600	32Q	Aplao	Castilla	Arequipa
Pampacolca 9	01-04940-07	19 September 2007	800	32Q	Aplao	Castilla	Arequipa
Pampacolca 10	01-06361-07	4 December 2007	900	32Q	Aplao	Castilla	Arequipa

Crucero Project (6,500 hectares):

Concession	Code	Application Date	Area (Hectares)	National Map	LOCATION		
					District	Province	Department
Lituania 1	01-02481-07	25 April 2007	600	29-X	Crucero	Carabaya	Puno
Lituania 2	01-02482-07	25 April 2007	1000	29-X	Crucero	Carabaya	Puno
Lituania 3	01-02483-07	25 April 2007	1000	29-X	Crucero	Carabaya	Puno
Lituania 5	01-06424-07	7 December 2007	1000	29-X	Crucero	Carabaya	Puno
Lituania 6	TBA	18 January 2008	200	29-X	Putina	Sn. Antonio de Putina	Puno
Lituania 7	TBA	18 January 2008	900	29-X	Crucero	Carabaya	Puno
Lituania 8	TBA	18 January 2008	500	29-X	Putina	Sn. Antonio de Putina	Puno
Lituania 9	TBA	18 January 2008	300	29-X	Putina	Sn. Antonio de Putina	Puno
Rosita 2*	01-00306-07	1 March 2007	1000	29-X	Crucero	Carabaya	Puno

- * Sheridan Platinum Group Peru SAC concession

Santa Rosa Project (4,400 hectares):

Concession	Code	Application Date	Area (Hectares)	National Map	LOCATION		
					District	Province	Department
Sayana 1	01-02465-07	24 April 2007	400	30-U	Santa Rosa	Melgar	Puno
Quimsa 1	01-02480-07	25 April 2007	1000	30-U	Santa Rosa	Melgar	Puno
Quimsa 2	01-02460-07	24 April 2007	1000	30-U	Santa Rosa	Melgar	Puno
Cunurana 1	01-02451-07	24 April 2007	300	30-U	Santa Rosa	Melgar	Puno
Panca 1	01-02479-07	25 April 2007	700	30-U	Santa Rosa	Melgar	Puno
Santa Rosa Sur	01-03647-07	26 June 2007	1,000	30-U	Santa Rosa, Macarí	Melgar	Puno

Coasa Project (9,600 hectares):

Concession	Code	Application Date	Area (Hectares)	National Map	LOCATION		
					District	Province	Department
Cochacucho 1	01-02461-07	24 April 2007	800	28-V	Ituata/Coasa	Carabaya	Puno
Cochacucho 2	01-02463-07	24 April 2007	800	28-V	Coasa/Ituata	Carabaya	Puno
Cochacucho 3	01-02463-07	24 April 2007	800	28-V	Ituata/Coasa	Carabaya	Puno
Umachullo 1	01-02449-07	24 April 2007	1000	29-V	Coasa	Carabaya	Puno
Umachullo 2	01-02450-07	24 April 2007	1000	29-V	Coasa	Carabaya	Puno
Uchumallo 3	01-02445-07	24 April 2007	1000	29-V	Coasa	Carabaya	Puno
Uchumallo 4	01-02447-07	24 April 2007	1000	29-V	Coasa	Carabaya	Puno
Uchumallo 5	01-02446-07	24 April 2007	1000	29-V	Coasa / Usicayos	Carabaya	Puno
Coasa 1	01-02464-07	24 April 2007	400	28-X	Coasa	Carabaya	Puno
Lituania 4	01-02484-07	24 April 2007	800	29-X	Coasa	Carabaya	Puno
Hualahuani 1	01-02448-07	24 April 2007	1000	29-X	Usicayos / Coasa	Carabaya	Puno

SECURITIES INFORMATION

AS AT 31 DECEMBER 2007



ISSUED SECURITIES

	Quoted	Not Quoted or Subject to Escrow	Total
Fully paid ordinary shares	56,011,285	24,496,215 ²	80,507,500
\$0.25 (30 June 2009) Listed Options ³	60,367,500	-	60,367,500
\$0.55 (27 July 2012) Unlisted Directors' Options ⁴	-	18,550,000	18,550,000
\$0.55 (27 July 2012) Unlisted Employees' Options ⁵	-	1,425,000	1,425,000
Total	116,378,785	44,471,215	160,850,000

SUMMARY OF UNLISTED DIRECTORS' AND EMPLOYEE OPTIONS

Date of Issue	Description of Unlisted Options	Exercise Price	Expiry Date	Vesting Criteria ^b	No. of Options
27 July 2007	\$0.55 (27 July 2012) Directors' Options	\$0.55	27 July 2012	50% on grant and 50% on 27 July 2008	18,550,000
27 July 2007	\$0.55 (27 July 2012) Employees' Options	\$0.55	27 July 2012	1/3 rd on 27 January 2008, 1/3 rd on 27 July 2008 and 1/3 rd on 27 January 2009	1,425,000

2 Escrowed shares comprise:

- (i) 4,488,750 shares held by related parties and promoters (founding shareholders) escrowed until 24 May 2009;
- (ii) 12,750,000 vendor shares issued to Strike Resources Limited pursuant to settlement of the Strike Uranium and Peru Sale Agreements, as defined in the IPO Prospectus, escrowed until 24 May 2009;
- (iii) 1,007,465 (formerly vendor shares issued to Strike Resources Limited pursuant to settlement of the Strike Uranium and Peru Sale Agreements, as defined in the IPO Prospectus) distributed in specie under a capital return effected by Strike Resources Limited on 13 December 2007 to various related parties and promoters of Strike Resources Limited and Alara Uranium Limited (and their associates), escrowed until 24 May 2009; and
- (iv) 6,250,000 vendor shares issued to Orion Equities Limited pursuant to settlement of the Hume Sale Agreement, as defined in the IPO Prospectus, escrowed until 24 May 2009.

3 Terms and conditions of \$0.25 (30 June 2009) listed options are set out in a Rights Issue Options Prospectus dated 3 September 2007 and in an ASX Appendix 3B New Issue Announcement lodged on 3 September 2007.

4 Terms and conditions of issue are set out in a Notice of Meeting and Explanatory Statement dated 21 June 2007 for a General Meeting held on 7 July 2007 and in an ASX Appendix 3B New Issue Announcement lodged on 3 August 2007.

5 Refer footnote 4

6 Options which have vested may be exercised at any time thereafter, up to their expiry date

SECURITIES INFORMATION

AS AT 31 DECEMBER 2007



DISTRIBUTION OF LISTED AND UNLISTED ORDINARY FULLY PAID SHARES

Spread	of	Holdings	Number of Holders	Number of Units	% of Total Issue Capital
1	-	1,000	1,764	852,198	1.059%
1,001	-	5,000	760	1,832,526	2.276%
5,001	-	10,000	485	4,062,311	5.046%
10,001	-	100,000	642	19,886,024	24.701%
100,001	-	and over	93	53,874,441	66.919%
Total			3,744	80,500,000	100%

TOP 20 LISTED AND UNLISTED ORDINARY FULLY PAID SHAREHOLDERS

Rank	Shareholder	Total Shares	% Issued Capital
1	STRIKE RESOURCES LIMITED	12,750,000	15.837
2	ORION EQUITIES LIMITED	9,262,287	11.505
3	NATIONAL NOMINEES LIMITED	3,349,222	4.160
4	DATABASE SYSTEMS LIMITED	2,712,021	3.369
5	CLASSIC CAPITAL PTY LTD	2,506,904	3.114
6	LISA SHALLARD AND LINDA SALA TENNA	2,050,000	2.546
7	ANZ NOMINEES PTY LIMITED <CASH INCOME A/C>	1,455,274	1.808
8	KATANA EQUITY PTY LTD	1,089,344	1.353
9	CITYCORP NOMINEES PTY LIMITED	837,511	1.040
10	MS ROSANNA DE CAMPO	800,000	0.994
11	HSBC CUSTODY NOMINEES	771,754	0.959
12	CITYSIDE INVESTMENTS PTY LTD	727,210	0.903
13	MANNHEIM INVESTMENTS PTY LTD	725,000	0.901
14	RENMUIR HOLDINGS LIMITED	668,402	0.830
15	TWINLAND HOLDINGS PTY LTD	631,024	0.784
16	BLUE CRYSTAL PTY LTD	629,024	0.782
17	ZHIVAN PTY LTD <SUPER FUND A/C>	566,814	0.704
18	CHARLES FOTI CORPORATION PTY LTD <CHARLES FOTI CORPORATION A/C>	526,855	0.654
19	MR BRIAN PETER BYASS	518,537	0.644
20	MISS HEI YE LAM	410,000	0.509
Total		42,987,910	53.396%

SECURITIES INFORMATION

AS AT 31 DECEMBER 2007



DISTRIBUTION OF LISTED \$0.25 (30 JUNE 2009) OPTIONS

Spread	of	Holdings	Number of Holders	Number of Units	% of Total Issue Capital
1	-	1,000	4	2,045	0.003%
1,001	-	5,000	54	161,874	0.268%
5,001	-	10,000	398	2,502,371	4.145%
10,001	-	100,000	314	10,270,243	17.013%
100,001	-	and over	53	47,430,967	78.570%
Total			823	60,375,000	100%

TOP 20 LISTED \$0.25 (30 JUNE 2009) OPTIONS

Rank	Optionholder	Total Options	% Total Options On Issue
1	STRIKE RESOURCES LIMITED	21,562,500	35.71
2	ORION EQUITIES LIMITED	9,131,205	15.12
3	RENMUIR HOLDINGS LIMITED	3,200,475	5.30
4	CLASSIC CAPITAL PTY LTD	1,552,200	2.57
5	LISA SHALLARD &	1,537,500	2.55
6	DATABASE SYSTEMS LIMITED	730,430	1.21
7	MS ROSANNA DE CAMPO	600,000	0.99
8	MANNHEIM INVESTMENTS PTY LTD	543,750	0.90
9	CITYSIDE INVESTMENTS PTY LTD	506,250	0.84
10	ZHIVAN PTY LTD <SUPER FUND A/C>	395,400	0.65
11	CHARLES FOTI CORPORATION PTY	393,750	0.65
12	KATANA CAPITAL LIMITED	386,400	0.64
13	BLUE CRYSTAL PTY LTD	375,000	0.62
14	MR BRIAN PETER BYASS	375,000	0.62
15	KATANA EQUITY PTY LTD	375,000	0.62
16	TWINLAND HOLDINGS PTY LTD	360,767	0.60
17	MS SUE LYNN WONG	300,000	0.50
18	MRS JOANNE JOHNSON	267,500	0.44
19	MIDAS INVESTMENTS (WA) PTY LTD	267,450	0.44
20	HSBC CUSTODY NOMINEES	256,500	0.42
Total		43,117,077	71.42%

Appendix 5B

Mining Exploration Entity Quarterly Report

Name of entity

Alara Uranium Limited and controlled entities

ACN or ARBN

122 892 719

Quarter Ended

31 December 2007

Consolidated statement of cash flows

	Consolidated	
	Current Quarter Dec 2007 \$' 000	Year to Date 6 months \$' 000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for		
(a) exploration and evaluation	(219)	(381)
(b) development	-	-
(c) production	-	-
(d) administration	(222)	(386)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	155	273
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net operating cash flows	(286)	(494)

	Consolidated	
	Current Quarter Dec 2007 \$' 000	Year to Date 6 months \$' 000
1.8 Net operating cash flows (carried forward)	(286)	(494)
Cash flows related to investing activities		
1.9 Payment for purchases of:		
(a) prospects	(57)	(57)
(b) equity investments	(1,015)	(1,015)
(c) other fixed assets	-	-
1.10 Proceeds from sale of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.11 Loans to other entities	-	-
1.12 Loans repaid by other entities	-	-
1.13 Other (provide details if material)	-	-
Net investing cash flows	(1,072)	(1,072)
1.14 Total operating and investing cash flows	(1,358)	(1,566)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.	75	563
1.16 Proceeds from sale of forfeited shares	-	-
1.17 Proceeds from borrowings	-	-
1.18 Repayment of borrowings	-	-
1.19 Dividends paid	-	-
1.20 Other (provide details if material)	-	-
IPO costs	-	(90)
Net financing cash flows	75	473
Net increase (decrease) in cash held	(1,283)	(1,093)
1.21 Cash at beginning of quarter/year to date	9,922	9,732
1.22 Exchange rate adjustments to item 1.20	-	-
1.23 Cash at end of quarter	8,639	8,639

Payments to directors of the entity and associates of the directors
Payments to related entities of the entity and associates of the
related entities

		Current Quarter Dec 2007 \$' 000
1.24	Aggregate amount of payments to the parties included in item 1.2	(72)
1.25	Aggregate amount of loans to the parties included in item 1.10	-

1.26 Explanation necessary for an understanding of the transactions

\$72,031 - Directors' fees, salaries and superannuation for the quarter.

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

None

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

None.

Financing facilities available

		Amount available \$' 000	Amount used \$' 000
3.1	Loan facilities	-	-
3.2	Credit standby arrangements	-	-

Estimated cash outflows for next quarter		Next Quarter \$' 000
4.1	Exploration and evaluation	(1,427)
4.2	Development	-
Total		(1,427)

Reconciliation of cash	Consolidated	
	Current Quarter \$' 000	Previous Quarter \$' 000
5.1 Cash on hand and at bank	1,097	922
5.2 Deposits at call	7,542	9,000
5.3 Bank overdraft	-	-
5.4 Other (Bank Bills)	-	-
Total: cash at end of quarter (item 1.22)	8,639	9,922

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (4))	Interest at beginning of quarter	Interest at end of quarter
6.1 Interests in mining tenements relinquished, reduced or lapsed	None	None	None	None
6.2 Interests in mining tenements acquired or increased	Refer tenement/concession schedules in the December 2007 Quarterly Activities Report			

Issued and quoted securities at end of current quarter

	Total number	Number quoted	Issue price per security (see note 5) (cents)	Amount paid up per security (see note 5)
7.1 Preference securities+				
7.2 Changes during quarter				
(a) Increases through issues				
(b) Decreases through returns of capital, buy-backs, redemptions				
7.3 Ordinary securities+	80,500,000	56,011,285	25 cents	25 cents
7.4 Changes during quarter				
(a) Increases through issues				
Conversion of Listed AUQO \$0.25 (30 June 2009) Options	7,500	7,500	25 cents	25 cents
(b) Decreases through returns of capital, buy-backs				
7.5 Convertible debt securities+				
7.6 Changes during quarter				
(a) Increases through issues				
(b) Decreases through securities matured, converted				
7.7 Options			<i>Exercise price</i>	<i>Expiry date</i>
Listed AUQO \$0.25 (30 June 2009) Options	60,367,500	60,367,500	25 cents	30 June 2009
Unlisted \$0.55 (27 July 2012) Directors' Options	18,550,000	-	55 cents	27 July 2012
Unlisted \$0.55 (27 July 2012) Employees' Options	1,425,000	-	55 cents	27 July 2012
7.8 Issued during quarter				
Listed AUQO options	60,375,000	60,375,000	25 cents	30 June 2009
7.9 Exercised during quarter	7,500	7,500	25 cents	30 June 2009
7.10 Expired during quarter				
7.11 Debentures (totals only)				
7.12 Unsecured notes				

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 4).
- 2 This statement **does** give a true and fair view of the matters disclosed.



Victor Ho
Company Secretary

31 January 2008

+ See Chapter 19 for defined terms

NOTES

- 1) The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note
- 2) The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent
- 3) Issued and quoted securities The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4) The definitions in, and provisions of, AASB 1022: Accounting for Extractive Industries and AASB 1026: Statement of Cash Flows apply to this report.
- 5) Accounting Standards ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.