

MARKET RELEASE

27 July 2012

Alara Resources Limited

TRADING HALT

The securities of Alara Resources Limited (the "Company") will be placed in Trading Halt Session State at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in Trading Halt Session State until the earlier of the commencement of normal trading on Tuesday 31 July 2012 or when the announcement is released to the market.

Security Code

AUQ

Jill Hewitt

Senior Adviser, Listings (Perth)



Alara Resources Limited A.B.N. 27 122 892 719

Level 14, The Forrest Centre 221 St Georges Terrace Perth Western Australia 6000 Facsimile

Telephone | +61 8 9214 9787 +61 8 9322 1515

Web Email

www.alararesources.com info@alararesources.com

27 July 2012

ASX Limited Level 8 Exchange Plaza 2 The Esplanade Perth WA 6000

By Email: tradinghaltsperth@asx.com.au

Dear Sirs,

REQUEST FOR TRADING HALT - ALARA RESOURCES LIMITED (AUQ)

We request a trading halt in relation to the Company's listed securities (AUQ shares) pending the release of a market announcement in relation to the Company's Khnaiguiyah Zinc-Copper Project in Saudi Arabia.

The following information is provided in relation to this trading halt request pursuant to Listing Rule 17.1:

(1)	Reasons for the trading halt	Pending the release of a market announcement in relation to an update on the Company's Khnaiguiyah Zinc-Copper Project in Saudi Arabia
(2)	Length of trading halt	Until such time as a market announcement referred to above is lodged with and released by ASX – the Company expects this to occur by no later than prior to the commencement of trading on Tuesday, 31 July 2012
(3)	Events expected to happen to end the trading halt	Upon the release of the Company's market announcement referred to above
(4)	Reasons why the trading halt should not be granted	The Company is unaware of any reasons why a trading halt should not be granted
(5)	Any other information necessary to inform the market about the trading halt	The Company does not have any other information necessary to inform the market about the trading halt, pending the release of an announcement referred to in (1)

Yours Sincerely,

Company Secretary

