20.DEC.2010 9:54 ASX PERTH N0.257 P.1/



MARKET RELEASE

20 December 2010

Alara Resources Limited

TRADING HALT

The securities of Alara Resources Limited (the "Company") will be placed in pre-open at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in pre-open until the earlier of the commencement of normal trading on Wednesday, 22 December 2010 or when the announcement is released to the market.

Security Code:

AUQ

Kerrie Papamihail

Assistant Manager, 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 Telephone | +61 8 9214 9787 Facsimile | +61 8 9322 1515

Web www.alararesources.com.au Email info@alararesources.com.au

20 December 2010

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

Attention: Ms Kerrie Papamihail Assistant Manager, Issuers (Perth) By Email: kerrie.papamihail@asx.com.au

Facsimile: 9221 2020

Dear Ms Papamihail,

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 half request pursuant to Listing Rule 17.1:

(1)	Reasons for the trading halt	Pending the release of a market announcement in relation to 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 on or before the opening of the ASX on Wednesday, 22 December 2010
(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,

Victor Ho Company Secretary

