

9 December 2010

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Melbourne VIC 3000 Australia
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www.kineticip.com.au
ABN 28 009 568 496
AFSL 234674

The Manager
Company Announcements Office
ASX Limited
20 Bridge Street

SYDNEY NSW 2000

By electronic lodgement

Dear Sir

Re: Notice of becoming an initial substantial holder ~ Alara Resources Limited (AUQ)

We enclose notice of becoming an initial substantial holder in Alara Resources Limited. This notice is given by Kinetic Investment Partners Limited.

Yours faithfully



Alison Stephenson
Company Secretary

attach

Form 603

Corporations Act 2001
Section 671B

Notice of initial substantial holder

To Company Name/Scheme **Alara Resources Limited**
ACN/ARSN **122 892 719**

1. **Details of substantial holder (1)**
Name **Kinetic Investment Partners Limited**
ACN/ARSN (if applicable) **009 568 496**

The holder became a substantial holder on 07.12.2010

2. **Details of voting power**

The total number of votes attached to all the voting shares in the company or voting interests in the scheme that the substantial holder or an associate (2) had a relevant interest (3) in on the date the substantial holder became a substantial holder are as follows:

Class of securities (4)	Number of securities	Persons' votes (5)	Voting power (6)
Ordinary Fully Paid	Same as persons votes	8,043,000	6.36%

3. **Details of relevant interests**

The nature of the relevant interest the substantial holder or an associate had in the following voting securities on the date the substantial holder became a substantial holder are as follows:

Holder of relevant interest	Nature of relevant interest (7)	Class and number of securities
Kinetic Investment Partners Limited		See Annexure 1

4. **Details of present registered holders**

The persons registered as holders of the securities referred to in paragraph 3 above are as follows:

Holder of relevant interest	Registered holder of securities	Person entitled to be registered as holder (8)	Class and number of securities
Kinetic Investment Partners Limited	ANZ Nominees Ltd	1,249,903	1,249,903 (fully paid ordinary shares)
Kinetic Investment Partners Limited	BNP Paribas Securities Services	1,639,958	1,639,958 (fully paid ordinary shares)
Kinetic Investment Partners Limited	Citicorp Nominees Pty Ltd	927,474	927,474
Kinetic Investment Partners Limited	JP Morgan Nominees Australia Ltd	1,127,349	1,127,349 (fully paid ordinary shares)
Kinetic Investment Partners Limited	National Nominees Ltd	3,098,316	3,098,316 (fully paid ordinary shares)

5. **Consideration**

The consideration paid for each relevant interest referred to in paragraph 3 above, and acquired in the four months prior to the day that the substantial holder became a substantial holder is as follows:

Holder of relevant interest	Date of acquisition	Consideration (9)		Class and number of securities
		Cash	Non-cash	
See Annexure 1	See Annexure 1	See		See Annexure 1
		Annexure 1		

6. **Associates**

The reasons the persons named in paragraph 3 above are associates of the substantial holder are as follows:

Name and ACN/ARSN (if applicable)	Nature of association
See Annexure 1	See Annexure 1

7. **Addresses**

The addresses of persons named in this form are as follows:

Name	Address
Kinetic Investment Partners Limited	Suite 2, Level 33, 101 Collins Street, Melbourne

Signature

print name **Alison Stephenson**

capacity **Company Secretary**

sign here



date **09/12/2010**

Annexure 1

This is page 1 of 1 page of Annexure 1 referred to in Form 603 signed by me and dated 9/12/2010



Alison Stephenson

Annexure 1 Document**Transactions:**

Alara Resources Limited (AUQ)

As at 07/12/2010

Ordinary Fully Paid

Date of Change	Holder of relevant interest	Nature of Change	Consideration	Number of securities	Person's Votes Affected
07/12/2010	Kinetic Investment Partners Limited	Buy	250,587.30	835,291	835,291
07/12/2010	As above	Buy	87,617.40	292,058	292,058
07/12/2010	As above	Buy	491,987.40	1,639,958	1,639,958
07/12/2010	As above	Buy	374,970.90	1,249,903	1,249,903
07/12/2010	As above	Buy	491,137.20	1,637,124	1,637,124
07/12/2010	As above	Buy	278,242.20	927,474	927,474
07/12/2010	As above	Buy	438,357.60	1,461,192	1,461,192

8,043,000