

ASX/MEDIA RELEASE

Thursday, 8 September 2022

RESULT IN KHNAIGUIYAH EXPLORATION LICENSE AUCTION

Perth, Australia: Alara Resources Limited (ASX: AUQ) (**Alara** or the **Company**), a base and precious metals explorer and developer with projects in Oman, informs investors that the highest bid in the Khnaiguiyah exploration license (**Licence**) auction was lodged by the Moxico Resources – Ajlan & Bros Mining Consortium, which agreed to pay a “signing bonus” of SAR¹ 255.5m (AUD 100.6m). Accordingly, Moxico-Ajlan has the status of “preferred bidder” under the Licence issue procedure. The Saudi Arabian Ministry of Industry and Mineral Resources (**MIMR**) will now negotiate with Moxico-Ajlan for the issue of the Licence.

The Alara – Al Tasnim joint-venture (**A-T JV**) placed the second highest bid, giving it the status of “reserved bidder” under the Licence issue procedure. If MIMR negotiations with Moxico-Ajlan are unsuccessful, it will commence Licence negotiations with the A-T JV.

Alara congratulates the Moxico-Ajlan Consortium on becoming preferred bidder in the auction. Alara will now explore opportunities to realise economic value from its extensive knowledge of the Licence area.

Participation in the Khnaiguiyah License issue process has led to other opportunities in the Kingdom of Saudi Arabia (**KSA**). The A-T JV was invited to submit a proposal for the award of an exploration license at Umm Ad Damar, 300 kilometres northeast of Jeddah. According to KSA Government information, the prospect has copper, zinc, silver and gold mineralisation. Alara will keep investors updated on developments in this process.

Alara Chairman Stephen Gethin said: “*The close result in the Khnaiguiyah license award process was due to the tireless efforts of Managing Director Atmavireshwar Sthapak, KSA Country Manager Fadi Zenaty, our JV partner Al Tasnim and many people from both companies. The process has raised Alara’s profile in KSA’s rapidly growing mining industry. We look forward to working with our partner to take advantage of other exciting opportunities in the Kingdom.*”

ENDS

This announcement is authorised by:

Atmavireshwar Sthapak Managing Director	T +968 2449 1162 E avstthapak@alararesources.com
Dinesh Aggarwal Company Secretary	T +61 8 9240 4211 E cosec@alararesources.com

Media enquiries

Julia Maguire The Capital Network	T +61 2 8999 3699 E julia@thecapitalnetwork.com.au
---	---

¹ Saudi Arabian Riyal

About Alara Resources

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

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