

# Appendix 3Y

## Change of Director's Interest Notice

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.  
Introduced 30/9/2001.

<b>Name of entity</b>	<b>ALARA RESOURCES LIMITED (AUQ)</b>
<b>ABN</b>	<b>27 122 892 719</b>

We (the entity) give ASX the following information under listing rule 3.19A.2 and as agent for the director for the purposes of section 205G of the Corporations Act.

<b>Name of Director</b>	<b>FAROOQ KHAN</b>
<b>Date of last notice</b>	<b>24 September 2010</b>

### Part 1 - Change of director's relevant interests in securities

*In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust*

<b>Nature of indirect interest (including registered holder)</b> Note: Provide details of the circumstances giving rise to the relevant interest.	(1)	OEQ <sup>1</sup> is a legal, beneficial and registered holder of securities in AUQ;
	(2)	QUE <sup>2</sup> is taken under section 608(3)(b) of the Corporations Act to have a relevant interest in AUQ securities in which OEQ has a relevant interest by reason of having control of OEQ;
	(3)	Farooq Khan (and associated companies) are taken under section 608(3)(a) of the Corporations Act to have a relevant interest in the AUQ securities in which QUE has a relevant interest by reason of having a >20% voting power in QUE. Therefore, Farooq Khan has a relevant interest in the AUQ securities held by OEQ.

Class	ORDINARY FULLY PAID SHARES		
	Direct	Indirect	Total
<b>Nature of indirect interest (including registered holder)</b> Note: Provide details of the circumstances giving rise to the relevant interest.	-	Held by OEQ as described above	N/A
<b>No. of securities held prior to change</b>	98,242	9,332,744 shares held by OEQ	9,430,986
<b>Date of change</b>	-	23 December 2010	-
<b>Number acquired</b>	-	-	-
<b>Number disposed</b>	-	2,000,000 shares held by OEQ	-
<b>Value /Consideration</b> Note: If consideration is non-cash, provide details and estimated valuation	-	\$740,000	-
<b>No. of securities held after change</b>	98,242	7,332,744 held by OEQ	7,430,986
<b>Nature of change</b> Example: on-market trade, off-market trade, exercise of options, issue of securities under dividend reinvestment plan, participation in buy-back	-	On-market sale of shares by OEQ	-

<sup>1</sup> Orion Equities Limited ABN 77 000 742 843 (OEQ)

<sup>2</sup> Queste Communications Ltd ABN 58 081 688 164 (QUE)

Class	Unlisted Director's Options (with exercise price of 35 cents and expiring on 16 September 2013)		
	Direct	Indirect	Total
<b>Direct or indirect interest</b>			
<b>Nature of indirect interest (including registered holder)</b> Note: Provide details of the circumstances giving rise to the relevant interest.	N/A	N/A	N/A
<b>Date of change</b>	-	-	-
<b>No. of securities held prior to change</b>	8,200,000	-	-
<b>Number acquired</b>	-	-	-
<b>Number disposed</b>	-	-	-
<b>Value /Consideration</b> Note: If consideration is non-cash, provide details and estimated valuation	-	-	-
<b>No. of securities held after change</b>	8,200,000	-	-
<b>Nature of change</b> Example: on-market trade, off-market trade, exercise of options, issue of securities under dividend reinvestment plan, participation in buy-back	-	-	-

## Part 2 – Change of director's interests in contracts

<b>Detail of contract</b>	Not Applicable
<b>Nature of interest</b>	Not Applicable
<b>Name of registered holder (if issued securities)</b>	Not Applicable
<b>Date of change</b>	Not Applicable
<b>No. and class of securities to which interest related prior to change</b> Note: Details are only required for a contract in relation to which the interest has changed	Not Applicable
<b>Interest acquired</b>	Not Applicable
<b>Interest disposed</b>	Not Applicable
<b>Value/Consideration</b> Note: If consideration is non-cash, provide details and an estimated valuation	Not Applicable
<b>Interest after change</b>	Not Applicable

Signature of Director: \*-----

Farooq Khan

Date: 29 December 2010