



**Alara Uranium 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.alauranium.com](http://www.alauranium.com)  
Email | [info@alauranium.com](mailto:info@alauranium.com)

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# MARKET ANNOUNCEMENT

## New Concessions in Peru

The Company is pleased to announce that its Peruvian subsidiary, Alara Peru SAC (**Alara Peru**) has received a transfer of 19 concession applications totaling 15,600 hectares in southern Peru, from Strike Resources Peru SAC, at cost<sup>1</sup>.

This is pursuant to a prior agreement between Strike Resources Limited (**Strike**) and the Company, whereby as part of the IPO of the Company, Strike had agreed to transfer and assign any interests it may secure in uranium tenements or projects worldwide to the Company at cost.

In these concessions the Company is targeting uranium mineralisation in three different geological environments in the Macusani district, southern Peru. This region is well known for many uranium occurrences.

### PROJECT DETAILS

Geochemical sampling previously conducted by the Peruvian Institute of Nuclear Energy (**IPEN**) in the three geological environments within which these Projects are located has shown anomalous results leading the Company to believe that there is a potential for the discovery of uranium deposits within the Project areas.

- Crucero Project** – Alara is targeting rhyolitic ignimbrites and ash flows of the Picotani Formation of Miocene-Pliocene age, which formation and lithologies host several known occurrences of uranium in the Macusani east district.;
- Santa Rosa Project** – This project is located in the Macusani west district. Rhyolitic lava flows of the Permian Mitu Group lie adjacent to an unconformity with Ordovician schist. The lavas are the main targets for uranium mineralisation. Large geochemical anomalies of over 200 ppm uranium have been reported by IPEN from chip samples adjacent to the unconformity in the region. The location of the geochemical anomalies and whether these occur in the Santa Rosa Concessions of Alara is yet to be confirmed; and
- Coasa Project** – This project is also located in the Macusani east district. The target is veins and dykes in a Permian age granite. Permian age Coasa Granite is associated with the Hercinian tectonic event of southern Peru, where it is well exposed. Silt and rock geochemical samples from the Coasa Granite have reportedly returned uranium values of over 100 ppm.

The initial focus of the Company will be to conduct a programme of geochemical sampling and ground radiometric surveys to delineate drill targets.

A Location Map of Alara's Peruvian Uranium Projects are on the following page.

The attached schedule outlines the concessions transferred to the Company.

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1 Pursuant to the "Strike Uranium Sale Agreement" and "Peru Sale Agreement" (referred to in Alara's IPO Prospectus dated 3 April 2007) between Alara and Strike Resources Limited.





The 19 concession areas referred to above were originally pegged by Strike Peru SAC and identified as prospective for uranium through the services of a local Peruvian geologist. Pursuant to the terms of transfer of these concessions to Alara Peru, Alara Peru will pay for expenses associated with the making of the tenement applications and has agreed to grant, as a finders fee to the Peruvian geologist who identified these areas as prospective for uranium, a 15% interest in the Crucero concessions and a 10% interest in the remaining concessions, free carried to final feasibility stage.

“These uranium concessions will further enhance Alara's mineral interests in Peru, a region the Company believes has considerable uranium prospectivity”. Dr John Stephenson, Alara Chairman.

The Company geologists are currently in Peru to plan a detailed programme of work and put in place geological staff to carry out these works as soon as possible.

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**Further information:**

John Stephenson  
Chairman  
T | (08) 9214 9787  
E | [jstephenson@alauranium.com](mailto:jstephenson@alauranium.com)

Shanker Madan  
Managing Director  
T | (08) 9214 9787  
E | [smadan@alauranium.com](mailto:smadan@alauranium.com)

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The information in this market announcement that relates to exploration results has been compiled by Mr Hem Shanker Madan who is a Member of The Australian Institute of Mining and Metallurgy. Mr Madan is the Managing Director of the Company. Mr Madan has in excess of 5 years experience which is relevant to the style of mineralisation under consideration and qualifies as a Competent Person as defined in the 2004 Edition of the “Australasian Code for Reporting of Mineral Resources and Ore Reserves (the JORC Code).” Mr Madan consents to the inclusion in this market announcement of the matters based on his information in the form and context in which it appears.

## Schedule of New Concession Areas

### Crucero Project (2,600 hectares):

Mineral Right	Code	Application Date	Area (Hectares)	National Map	LOCATION		
					District	Province	Department
Lituania 1	01-02481-07	25 April 2007	600	29-X	Crucero	Carabaya	Puno
Lituania 2	01-02482-07	25 April 2007	1000	29-X	Crucero	Carabaya	Puno
Lituania 3	01-02483-07	25 April 2007	1000	29-X	Crucero	Carabaya	Puno

### Santa Rosa Project (3,400 hectares):

Mineral Right	Code	Application Date	Area (Hectares)	National Map	LOCATION		
					District	Province	Department
Sayana 1	01-02465-07	24 April 2007	400	30-U	Santa Rosa	Melgar	Puno
Quimsa 1	01-02480-07	25 April 2007	1000	30-U	Santa Rosa	Melgar	Puno
Quimsa 2	01-02460-07	24 April 2007	1000	30-U	Santa Rosa	Melgar	Puno
Cunurana 1	01-02451-07	24 April 2007	300	30-U	Santa Rosa	Melgar	Puno
Panca 1	01-02479-07	25 April 2007	700	30-U	Santa Rosa	Melgar	Puno

### Coasa Project (9,600 hectares):

Mineral Right	Code	Application Date	Area (Hectares)	National Map	LOCATION		
					District	Province	Department
Cochacucho 1	01-02461-07	24 April 2007	800	28-V	Ituata/Coasa	Carabaya	Puno
Cochacucho 2	01-02463-07	24 April 2007	800	28-V	Coasa/Ituata	Carabaya	Puno
Cochacucho 3	01-02463-07	24 April 2007	800	28-V	Ituata/Coasa	Carabaya	Puno
Umachullo 1	01-02449-07	24 April 2007	1000	29-V	Coasa	Carabaya	Puno
Umachullo 2	01-02450-07	24 April 2007	1000	29-V	Coasa	Carabaya	Puno
Uchumallo 3	01-02445-07	24 April 2007	1000	29-V	Coasa	Carabaya	Puno
Uchumallo 4	01-02447-07	24 April 2007	1000	29-V	Coasa	Carabaya	Puno
Uchumallo 5	01-02446-07	24 April 2007	1000	29-V	Coasa / Usicayos	Carabaya	Puno
Coasa 1	01-02464-07	24 April 2007	400	28-X	Coasa	Carabaya	Puno
Lituania 4	01-02484-07	24 April 2007	800	29-X	Coasa	Carabaya	Puno
Hualahuani 1	01-02448-07	24 April 2007	1000	29-X	Usicayos / Coasa	Carabaya	Puno