

**ASX**

AUSTRALIAN SECURITIES EXCHANGE

MARKET RELEASE

25 October 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, 27 October 2010 or when the announcement is released to the market.

Security Code: AUQ

Jill Hewitt

Senior Adviser Issuers (Perth)



Alara Resources Limited
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25 October 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.

The following information is provided in relation to this trading halt request pursuant to Listing Rule 17.1:

(1) <i>Reasons for the trading halt</i>	Pending the release of a market announcement in relation to an equity capital raising
(2) <i>Length of trading halt</i>	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, 27 October 2010
(3) <i>Events expected to happen to end the trading halt</i>	Upon the release of the Company's market announcement referred to above
(4) <i>Reasons why the trading halt should not be granted</i>	The Company is unaware of any reasons why a trading halt should not be granted
(5) <i>Any other information necessary to inform the market about the trading halt</i>	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

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