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ASX/MEDIA RELEASE

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KEY CONSTRUCTION ACTIVITIES AND EQUIPMENT DELIVERIES AT AL WASH-HI COPPER PROJECT

Key Highlights

- Concreting work commenced at Wash-hi plant site.
- Bulk earth works for crusher foundation nearing completion.
- Electrical contractor commences erection of feeder line poles and civil works for new 33KV to 11KV substation.
- > Floatation cells delivered to Omani port, awaiting Customs' clearance
- Al Wash-hi pit pre-stripping activities progressing well.
- Oman appoints His Excellency Salim Al Aufi as Energy and Minerals Minister.

Perth, Australia: Alara Resources Limited (ASX: AUQ) (**Alara** or **the Company**), a base and precious metals explorer and developer with projects in Oman, is pleased to provide an update on its project development activities at the Al Hadeetha Copper Project (**Al Wash-hi Majaza Copper-Gold Project** or the **Project**) in that country. Alara owns a 51% equity interest in the Al Hadeetha Resources LLC (**AHRL**) joint venture which is developing the Project.

AHRL has continued to progress Project development on multiple fronts, with the latest activities highlighted below.

Plant site civil works progressing on track

Civil works are progressing according to schedule. Major cut and fill works are nearing completion at the primary crusher house, belt conveyor area and crushed ore stockpile area, to enable civil works commencement at the front end of the plant, as per the Project plan.

Plain concrete pouring is complete for the crushed ore stockpile and belt conveyors BC - 02 & 03, shown in images below. Reinforcement work is underway at both the areas and reinforced concrete pouring will commence from the end of the month.

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Concrete pouring at crushed ore stockpile and belt conveyors BC - 02 & 03





Bulk earth work nearing completion

The bulk earth works (**BEW**) central to the Project's initial plant are nearing completion according to the schedule, shown in the images below. The remaining focus of BEW is the crusher building and retaining wall site development and excavation works, to enable commencement of one of the key civil and concrete works at the site. The ROM pad, where ore is dumped to feed the plant, and accessway are complete.



Primary crushing unit and retaining wall site development #1



Primary crushing unit and retaining wall site development #2

Plant equipment procurement

Since the Company's previous announcement floatation cells from Innovator Poland have arrived at port in Oman and are awaiting Customs' clearance. The following lists progress to delivery of certain key mine-site equipment:

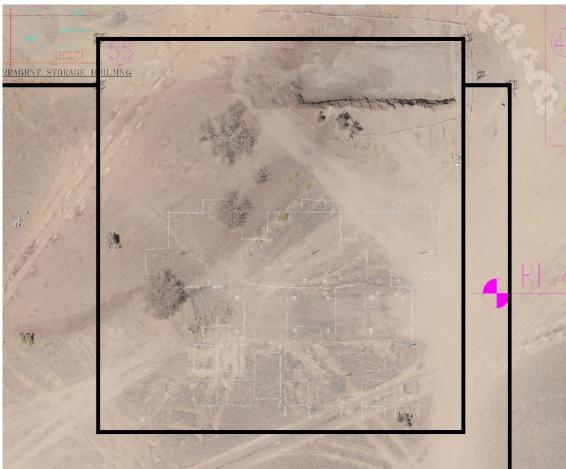
- Mining workshop material from Kirby UAE (delivered)
- Regrinding Mill Liner Arrangement from Metso (delivered)
- Magnetic separator from Electrozavod, India (delivered)
- ABB Electrical packages, first lot of 10 containers (delivered)
- Flotation cells from Innovator, Poland (at Oman port)
- Filters from Matec (on vessel).





Primary Sub-Station Excavation and Power Line Construction:

The primary power sub-station and powerline contractor has completed mobilisation, commenced foundation ground marking and completed excavation for the capacitor bank foundation.



Aerial Photo for PSS Foundation Marking and Excavation

The power contractor has also commenced feeder pole pit excavation, dressing and erection, in addition to soil investigation for tower location.



Power feeder poles erected





Al Wash-hi pit pre-stripping progress

Development of the Wash-hi Majaza pit has been significantly advanced, with further removal of overburden and bench development, as shown in the following images.



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Looking north - picture showing 0-year pit area; top layer removal in progress

Oman appoints new Minister for Energy and Minerals



The Sultanate of Oman recently appointed His Excellency Salim Al Aufi as Energy and Minerals Minister. The Ministry is responsible for developing and implementing Omani Government policy for exploiting the Sultanate's mineral resources. His Excellency is well acquainted with developments in his country's Materials and Energy sectors, having been Undersecretary of the Ministry before his promotion. He previously served in the senior management teams at Petroleum Development Oman and Shell Canada. His Excellency is also highly qualified, holding a Master of Petroleum Engineering degree from Heriot-Watt University.

Alara Managing Director, Atmavireshwar Sthapak said: "The Project is now progressing at a rapid pace on all fronts and on schedule. Pre-stripping activities at the Wash-hi pit are progressing amidst a global supply shortage of blasting chemicals. Equipment deliveries are continuing despite global port congestion which continues to significantly slow the circulation of ships, containers, and other transport assets. I am grateful for the constant support received from our local partners in AHRL, relevant government agencies and equipment suppliers in meeting the day to day challenges."

ENDS

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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 License and Mullaq, Al Ajal exploration Licenses under the Al Hadeetha JV and the Block 7 exploration License under the Daris JV. Alara maintains an interest in the Khnaiguiyah Zinc-Copper project in Saudi Arabia, with a Feasibility Study completed endeavours to secure a mining License re-issue underway.

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.

