

## Resource Developer to Mine Builder and Operator

**JUSTIN RICHARD, MANAGING DIRECTOR & CEO  
OMAN MINERALS AND MINING CONFERENCE,  
MUSCAT, OMAN  
17 JANUARY 2017**



## Board of Directors



### James Phipps

#### Chairman

Mr Phipps is a strategic advisor, business executive, and lawyer with extensive international and Middle East experience. He previously served as an Alternate Director to HRH Prince Abdullah bin Mosaad bin Abdulaziz Al Saud and was appointed Chairman of the Company in July 2015.



### Justin Richard

#### CEO & Managing Director

Joined Alara in 2011 and became CEO in May 2015. Previously worked as Alara's Country Manager for Saudi Arabia and Oman, and in mining construction with UGL Resources, Baterman Engineering and Minter Ellison Lawyers.



### Atmavireshwar Sthapak

#### Executive Director

20+ years mining industry experience, specializing in mineral resource exploration and evaluation studies. Has worked on world class deposits, including Mt. Isa copper deposits in Australia. Rio Tinto Discovery Award in 2009



### Vikas Jain

#### Non-Executive Director

15 years in the field of mineral exploration and allied activities, including open cast mining. Managing Director and CEO of the South West Pinnacle Exploration P/L, founded by him in 2006.

## Company Data

ASX Code

AUQ

Issued Capital

- Shares
- Options

592M

234M

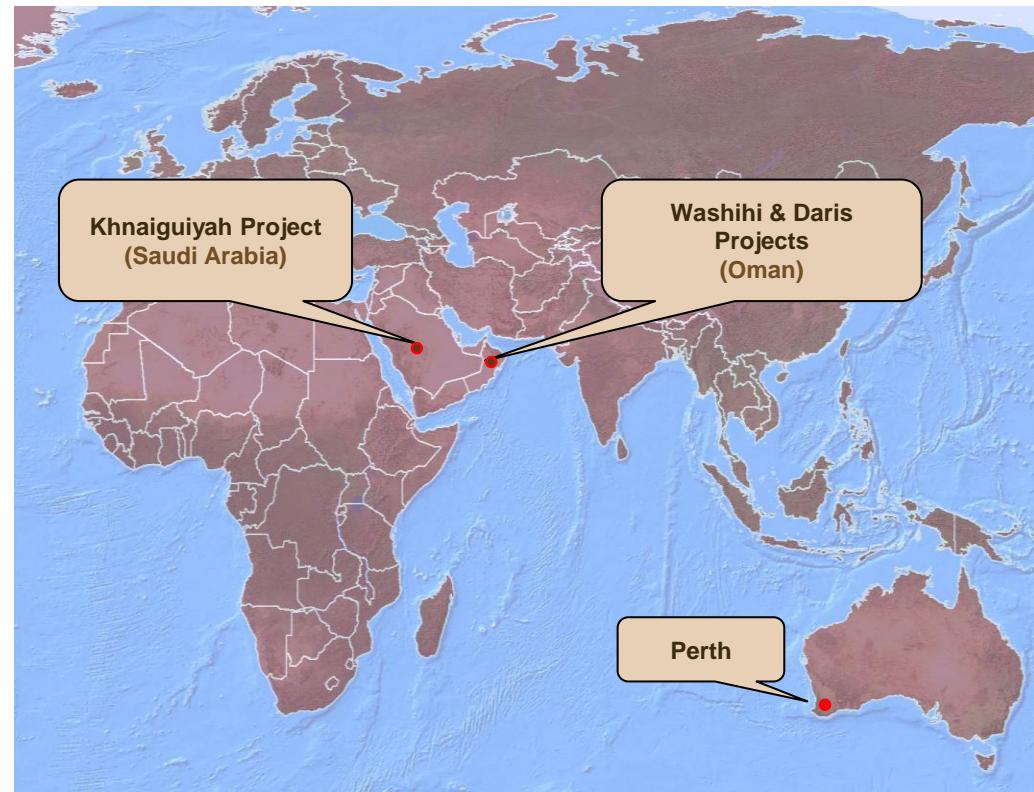
## Top 10 Shareholders

MENG MENG	6.501
VIKAS JAIN	5.786
METALS CORNERS HOLDING CO	5.148
CITICORP NOMINEES PTY LTD	4.903
MUL CHAND MALU	4.822
VIKAS MALU	4.822
JUSTIN RICHARD	4.406
PIYUSH JAIN	3.858
WHITECHURCH DEVELOPMENTS	3.473
HSBC CUSTODY NOMINEES (AUSTRALIA)	2.787

## Moving from Exploration into Development and Production

Alara is an Australian minerals exploration and development company, with its registered office located in Perth, Western Australia.

Alara has established itself in the Middle East with a portfolio of advanced development and early stage exploration projects as listed below.



Project	Resources	Interest	Location	Status
Khnaiguiyah	Zinc-Copper	50%	Saudi Arabia	Feasibility complete Judgement hearing in March
Al Hadeetha	Copper-Gold	70%	Oman	Feasibility complete Awaiting Mining Licence
Daris	Copper-Gold	50% (70% option)	Oman	Advanced Scoping Study

Aussie Entities

Alara Resources Ltd  
(AUQ)

Alara Oman Operations  
Pty Ltd (AOOPL)

Alara  
Saudi Op

Alara  
Other Op

Oman Entities

AHRL

Al Hadeetha Resources LLC  
70%-AOOPL; 30%-Al Hadeetha (Al Naba Services)  
3 Exploration Licences, (Washihi, Mullaq, Al Ajal)  
3 Mining License Applications.

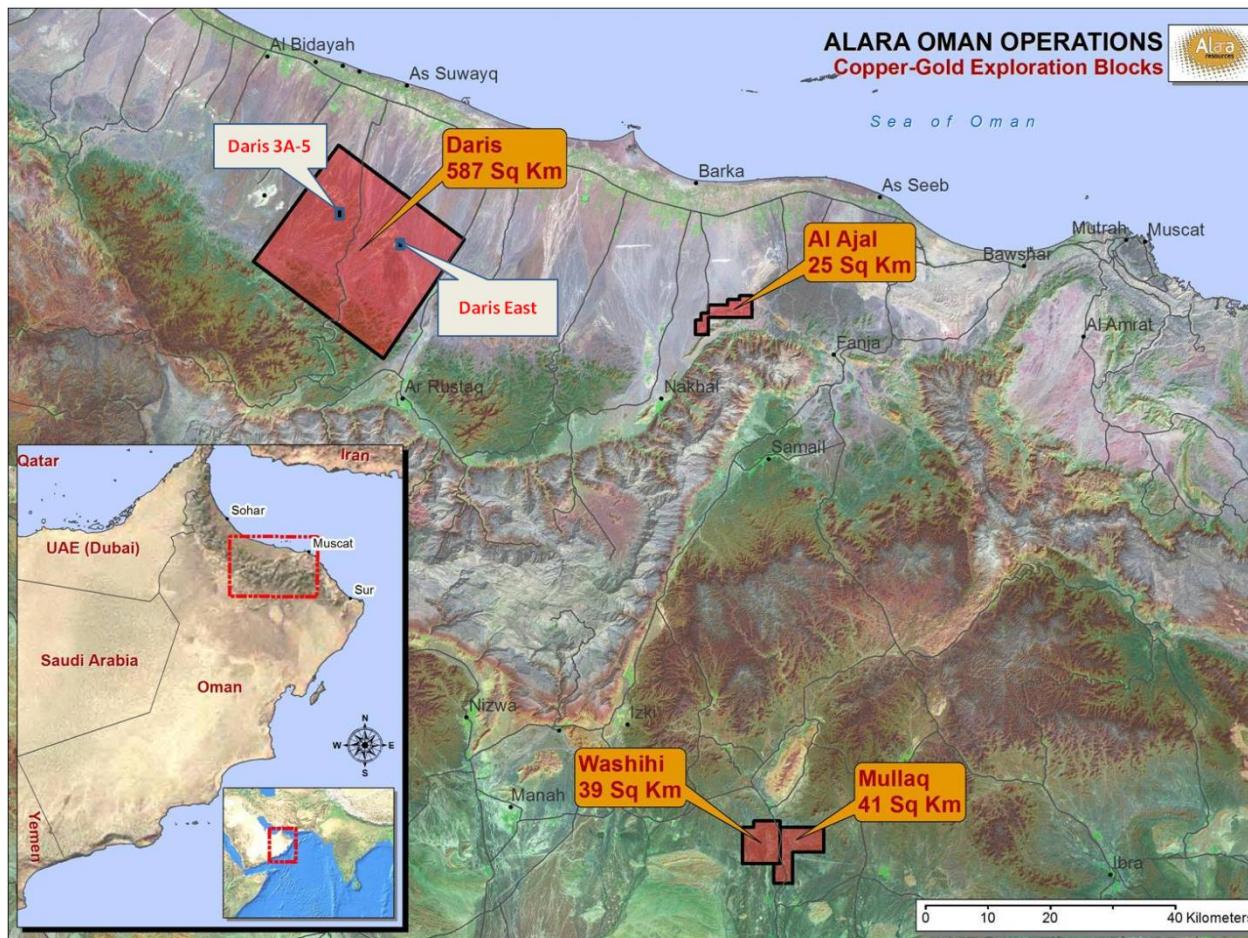
ARL

Alara Resources (Oman) LLC  
70%-AOOPL; 30%-Sur United LLC  
Cu Exploration License applied, none granted

DRL

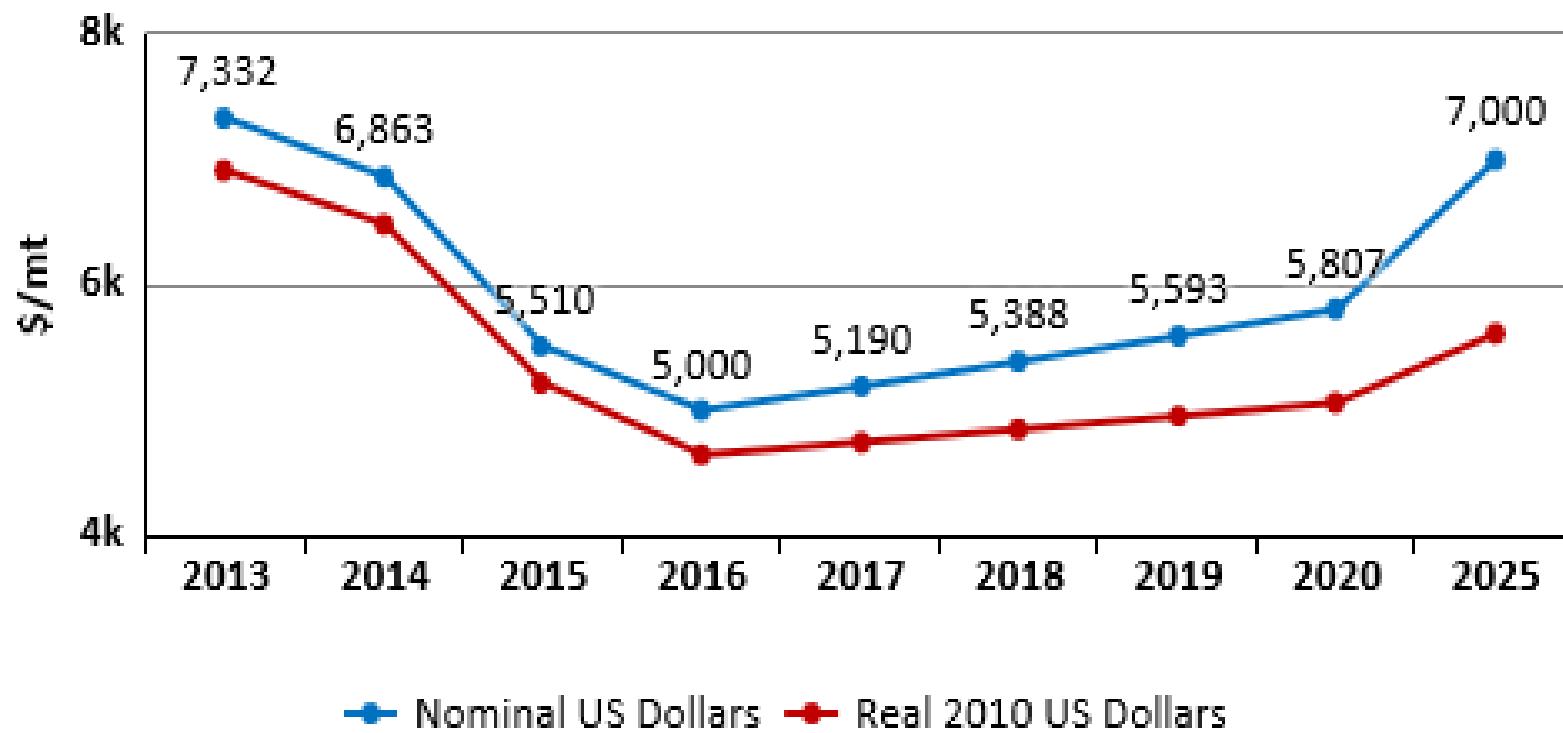
Daris Resources LLC  
50%-AOOPL (with right to own up to 70%);  
50%- Al Tamman Trading (Muscat Overseas)  
1 Exploration Licence (Block 7), 2 MLs applied

The Oman Copper Gold Projects are located in a region with several examples of VMS Copper Deposits and within reasonable proximity to a Copper Smelter and port at Sohar



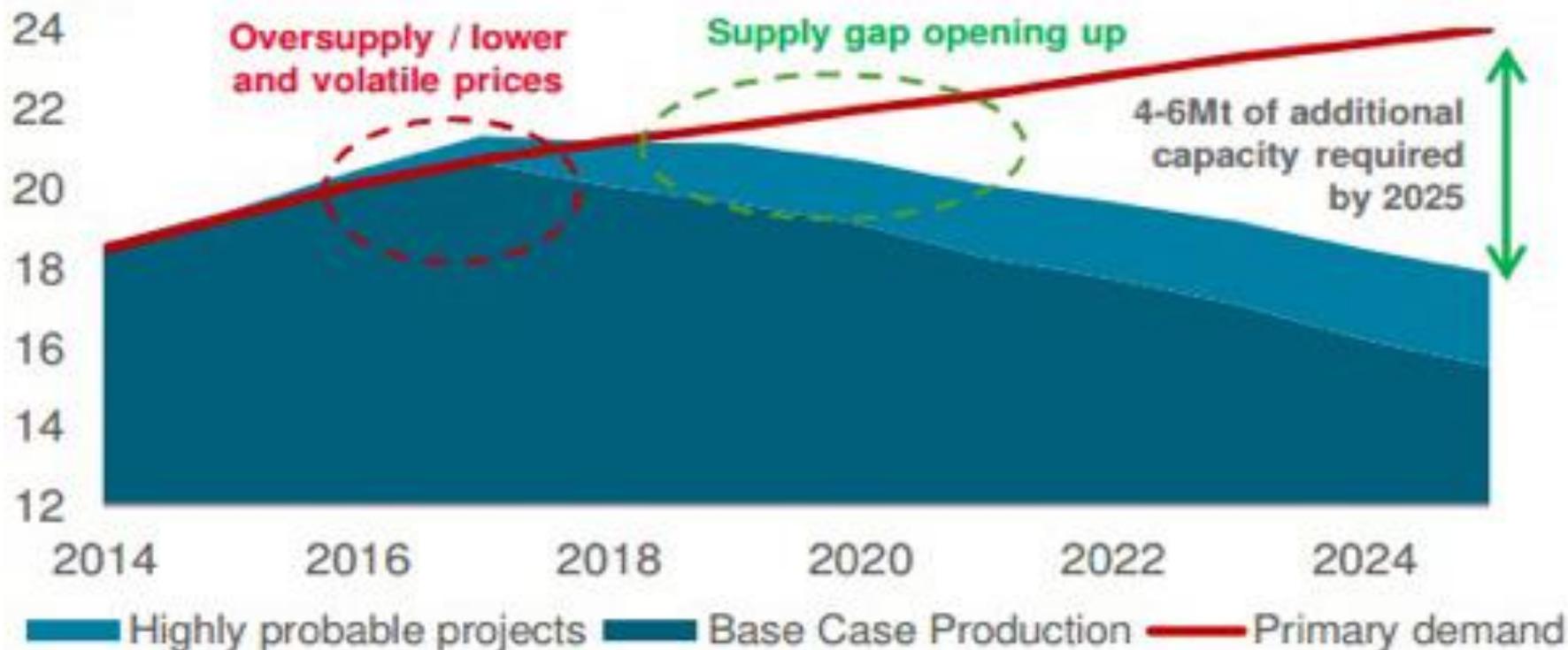


- Project revenue: US\$452M
- Project costs : US\$270m
- Capex: US\$59 million, including \$9m owners' capitalised expense, plus working capital and contingency
- EBITDA: US\$142M
- Project free cash flow: US\$96m (after Capex paid)
- Project NPV: US\$39m at an IRR of 26%
- Payback: <4 years
- First production 2018
- Production of >321,000 dmt copper concentrate over first10 years



**Source – World Bank Commodity Forecast Price Data, January 2016**

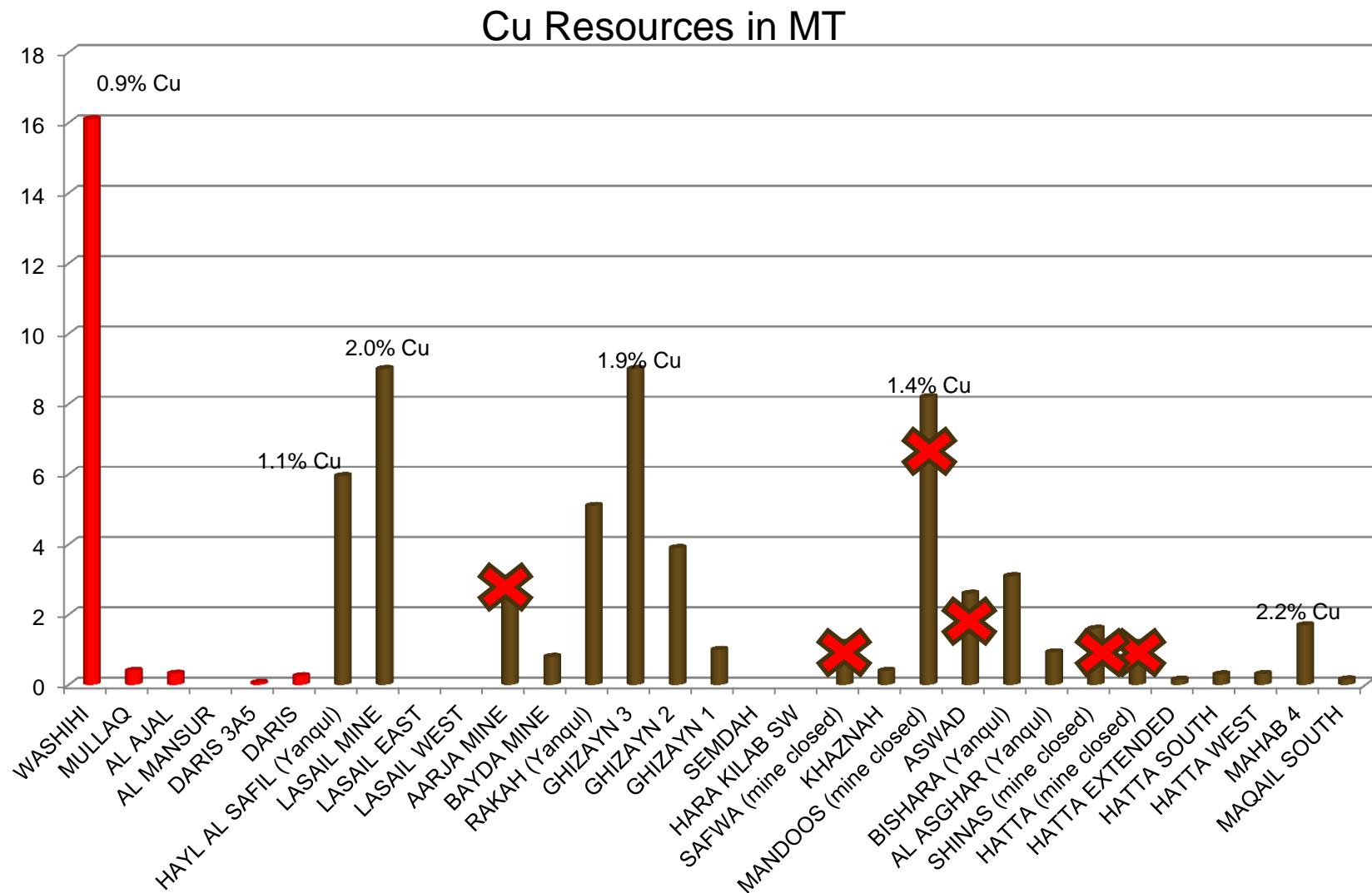
## Copper supply/demand (million tonnes)



Source – Wood Mackenzie, Rio Tinto, mining.com

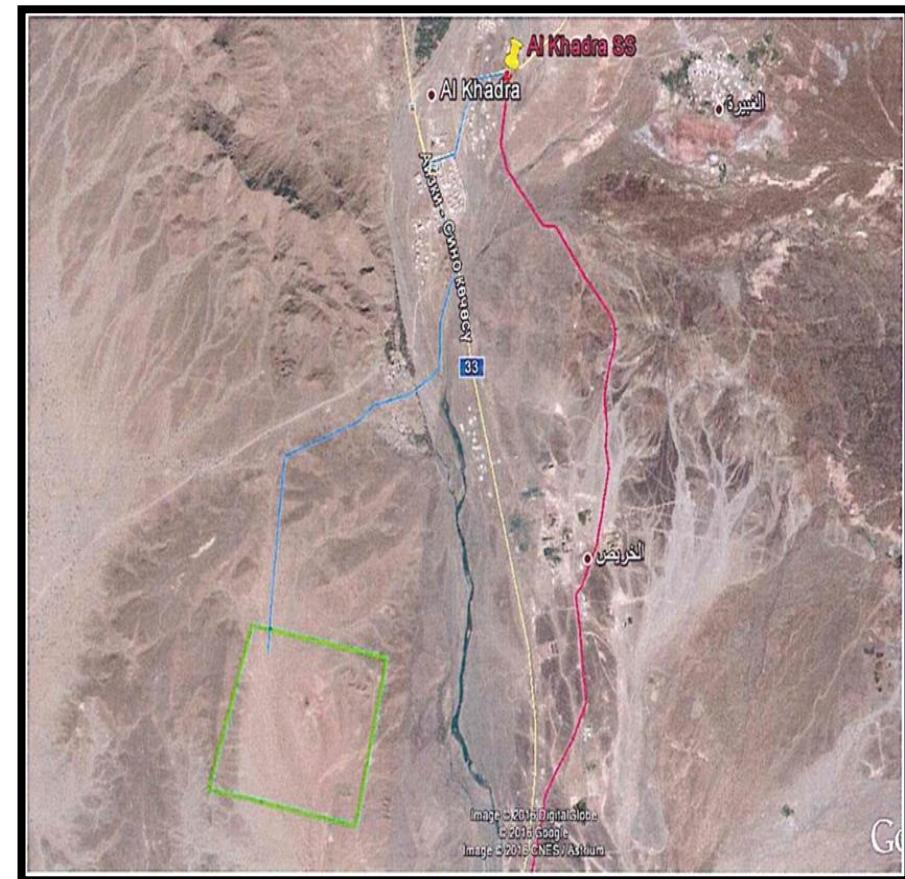


Source: CommodityIntelligence.com

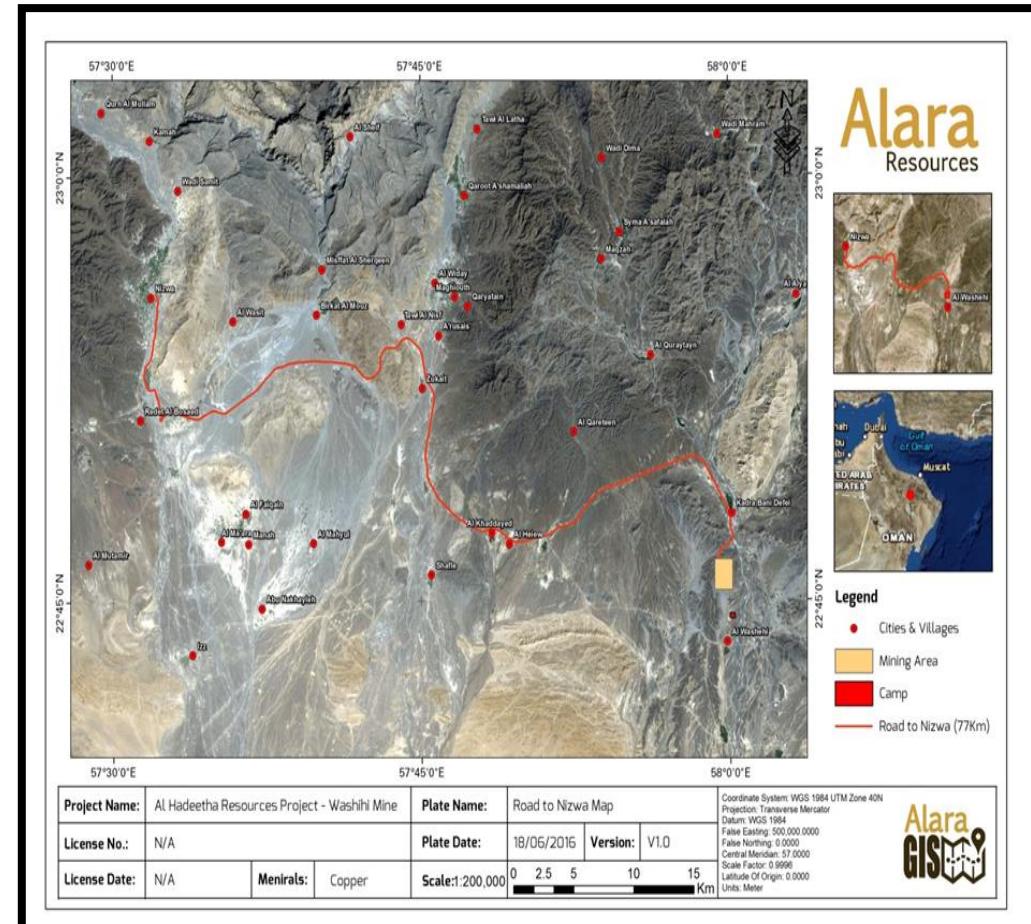


Source: Published information & Govt reports

- Sultanate of Oman Electricity Supply (SAOC) – Mazoon Electricity Company
  - Connection at Khadra Bin Daffa
- Mains Power Reticulation Equipment
  - 2 x 8MVA Substations
  - 33Kv Line extension – Consisting of 2 Km Overhead line
  - 4 x 2MVa Transformers on site
- Site Power Reticulation Equipment
  - 11KVA High Voltage transformers and cables
  - .400 KVA Low Voltage Transformer and cables

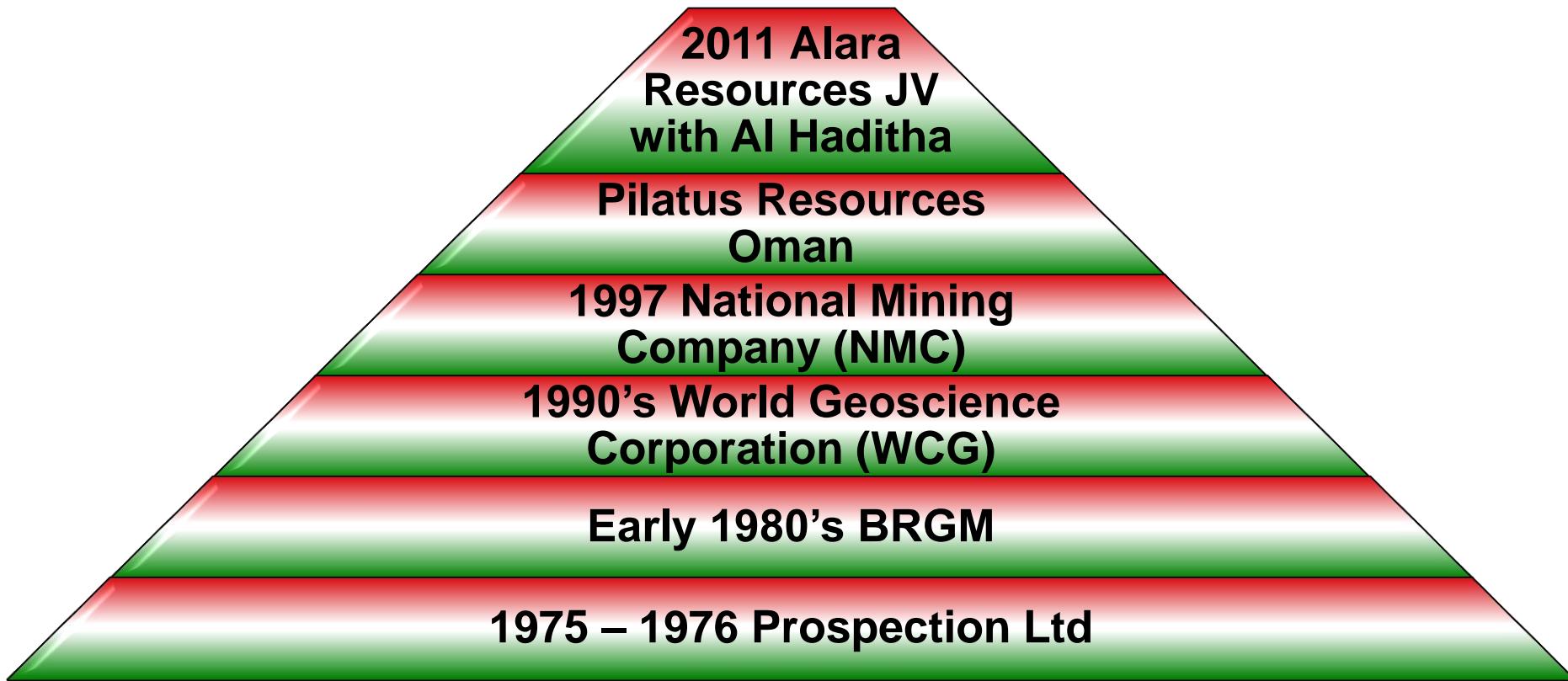


- Water from Nizwa treatment plant to mine site
- PDO well / groundwater options
- Water storage tank and reticulation
- Bore field and potable water supply and reticulation
- Process water tanks
- Pressurised ring Fire protection system

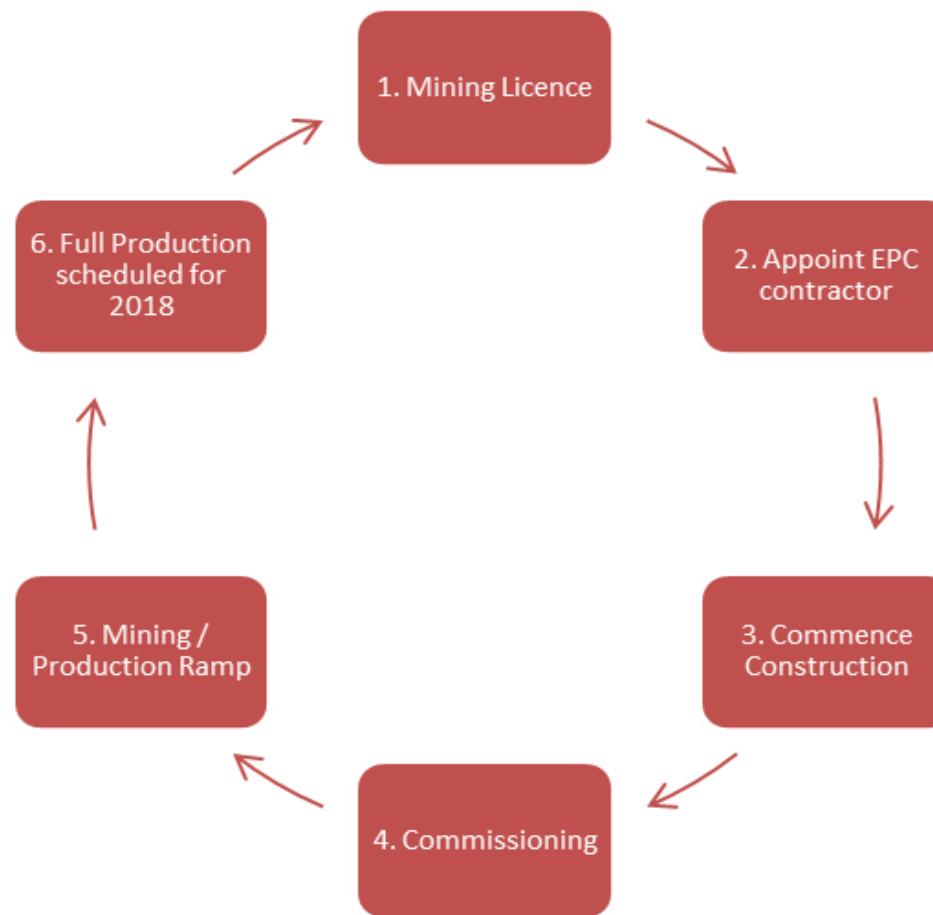


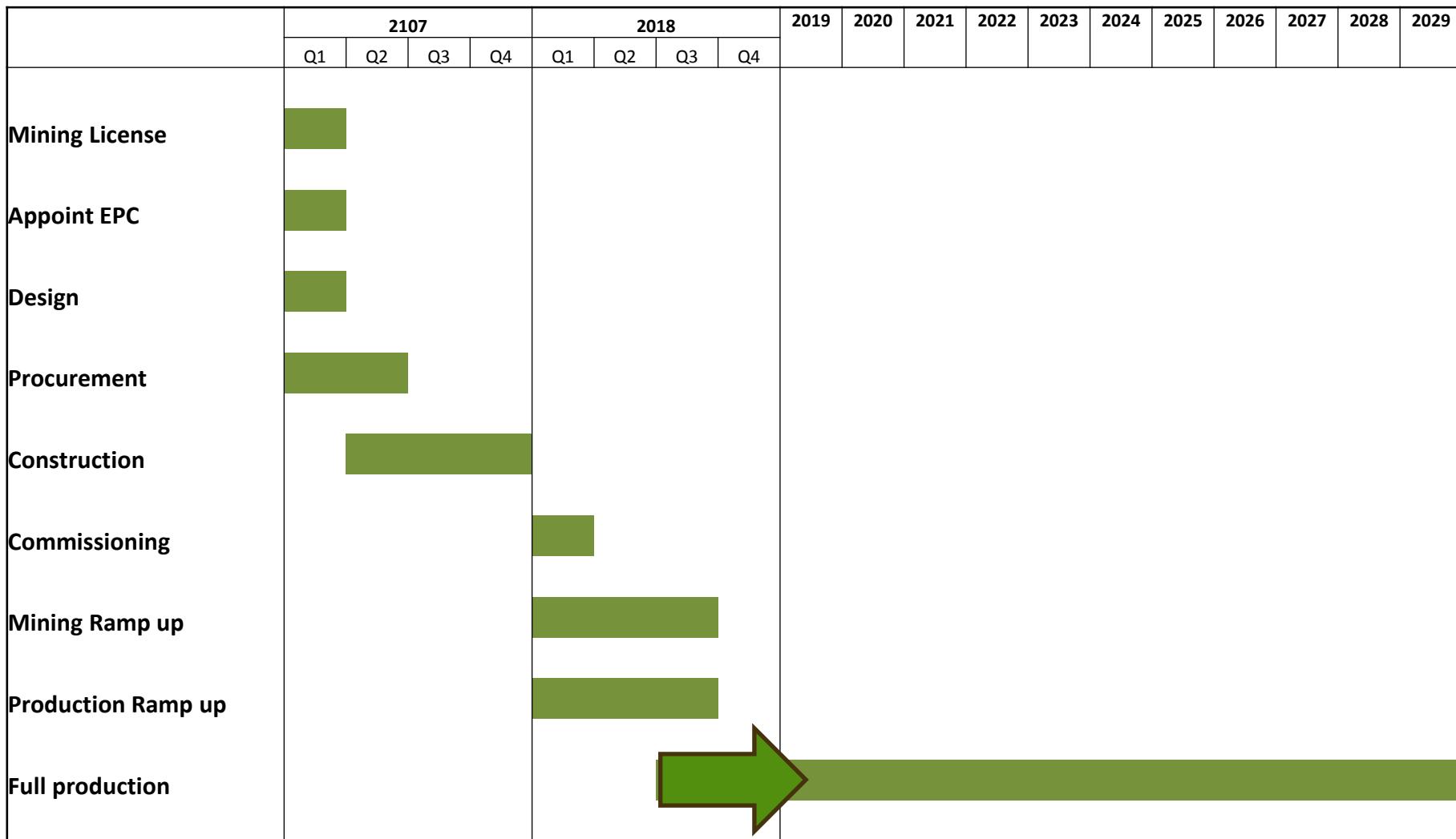
- Construction workforce Estimated 80 (Peak)
  - Construction work force – approx. 70 including management
  - Mining workforce 40 to 50
- Permanent work force – Total = 175
  - Mining – 58
  - Process – 73
- Administration
  - Management and support staff – 44
- Site Services
  - Village catering and cleaning
  - Village Maintenance

Receptor	Emission/Activity	Magnitude	Permanence	Reversibility	Cumulative
Air Quality	Digging, Blasting & Extraction and Transportation of Mined Materials	1	2	2	2
	Combustion Emissions from DG & Mining Equipment	1	1	1	1
Noise	Blasting, Extraction and Hauling of Mined Materials	1	2	2	2
Soil & Groundwater	Accidental Spills, Dewatering, Deeper Excavation, tailing pond	2	2	2	2
Loss of Habitat	Uprooting of trees and Grasses	2	3	2	3
Mining Staff & Public	Risk and Safety	1	1	1	2
Socio-Economic	Labour and Economy	+	+	+	+



**The Al Hadeetha Project helps write the next page of the Sultanate's 4000+ year history of copper mining, as the mining sector re-establishes its rightful place as a pillar of the Omani economy.**





## FORWARD LOOKING STATEMENTS

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## COMPETENT PERSON STATEMENTS

The information in this announcement that relates to the feasibility study of the Al Hadeetha Copper-Gold project is based on information compiled by Mr Shanker Madan, who is a Member of the Australasian Institute of Mining and Metallurgy, and consultant to Alara Resources. Mr Madan has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration, and to the activity he is undertaking to qualify as a Competent Person as defined in the JORC Code, 2012 edition. Mr Madan consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears.

The information in this announcement that relates to JORC Resources of the Al Hadeetha Copper-Gold Project (Oman) is based on, and fairly represents, information and supporting documentation prepared by Mr Ravi Sharma, who is a Chartered Member of The Australasian Institute of Mining and Metallurgy, and a consultant to Alara Resources. Mr Sharma has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration, and to the activity he is undertaking to qualify as a Competent Person as defined in the JORC Code, 2012 edition. Mr Sharma approves and consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this announcement that relates to Ore Reserve of the Al Hadeetha Project was compiled by Mr Harry Warries, who is a Fellow of the Australasian Institute of Mining and Metallurgy, and a consultant to Alara Resources. Mr Warries has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration, and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.' In assessing the appropriateness of the Ore Reserve estimate, Mr Warries has relied on various reports, from both internal and external sources, in either draft or final version, which form part of or contribute to the Al Hadeetha Project Feasibility Study. These reports are understood to be compiled by persons considered by Alara to be competent in the field on which they have reported. Mr Warries consents to the inclusion in the report of the information in the form and context in which it appears.

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