



ALLIANCE MINERAL
ASSETS LIMITED

ALLIANCE MINERAL ASSETS LIMITED

(Incorporated in the Australia on 6 December 2010)

(Company Registration no. ACN 147 393 735)

**MAIDEN LITHIUM RESOURCE DRILLING NEAR COMPLETION AT ALLIANCE
MINERAL'S BALD HILL MINE, RESOURCE FIGURES EXPECTED IN EARLY APRIL**

- Rigs at the mine increased to three and Tawana has completed 193 Resource RC drill holes since December 28, 2016
- Drilling found numerous high grade Lithium and Tantalum intercepts
- Drilling has clearly defined near surface spodumene pegmatites located 800m from process plant site
- Feasibility study scheduled for completion within 5 weeks with the aim of commissioning of the spodumene concentrator in October 2017

Singapore, 03 March 2017

Singapore listed Alliance Mineral Assets Limited ("Alliance Mineral", or "AMAL" or the "Company"), a mining company engaged in the business of developing and producing Tantalite and exploration and exploitation of Lithium & Other Mineral Resources in Australia, is pleased to highlight tremendous progress at its Bald Hill mine. The infill drilling is near completion for maiden lithium resource. Tawana Resources NL ("Tawana") has completed 193 RC Resource drill holes since December 28, 2016 and the number of rigs has been increased to three currently.

The drilling showed encouraging progress as numerous high grade Lithium and Tantalum intercepts were found. The best results include:

- 21m at 1.44% Li₂O and 319ppm Ta₂O₅ from 61m in LRC0146;
- 20m at 1.38% Li₂O from 59m Li₂O in LRC0148;

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- 6m at 1.11% from 71m and 16m at 1.44% Li₂O from 99m in LRC209;
- 12m at 2.38% Li₂O from 136m in LRC077; and
- 12m at 2.09% Li₂O from 54m in LRC0257.

Drilling has also clearly defined near surface spodumene pegmatites located just 800 meters from the process plant site and within the current fully permitted pit limit. Shallow intercepts included:

- 13m at 1.74% Li₂O and 318ppm Ta₂O₅ from 19m in LRC0253;
- 7m at 1.21% Li₂O and 683ppm Ta₂O₅ from 25m in LRC135;
- 11m at 1.62% Li₂O from 29m including 8m at 2.05% Li₂O in LRC0265; and
- 11m at 1.02% Li₂O and 247ppm Ta₂O₅ from 14m in LRC0132.

(Significant spodumene pegmatites were also discovered 300 meters west of the Hillview pit.)

AMAL is pleased to also highlight that the feasibility study is scheduled for completion within 5 weeks with the aim of commissioning of the spodumene concentrator in October 2017.



Figure 1 | Resource drilling south of the Hillview and South Pits; Bore Line pits in the background.

Tawana's Managing Director Mr. Mark Calderwood stated: *"Infill drilling for the initial lithium resource estimate is essentially complete. Resource estimation work has commenced. The results should lead to an increase in existing tantalum resources and reserves.*

The geometry of the pegmatites allows access to near-surface (2-20m) medium-high grade ore, within current permitted pit design, for initial production.

Though there is significant strike potential for the spodumene pegmatites on the Bald Hill tenements, the aim is to complete the short term (5-year) mine plan during April on the maiden Resource in order to meet the October 2017 commissioning deadline. Drilling is expected to continue for some months and it is anticipated that further Resource upgrades will be provided over the course of 2017."

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AMAL's Chief Executive Officer Mr. Tjandra Pramoko commented, *"The progress at our mine is very encouraging and we look forward to the resource figures by early April. We are on schedule to have lithium production towards the end of the year.*

Our tantalum resources remain an important component and an increase in tantalum reserves will be an added benefit. Extra revenue from this will help cover mining costs for lithium processing.

We are confident that the spodumene concentrate from our mine will be of high grade and we are starting preliminary talks with some potential offtake parties."

For more information and details, please refer to the announcement made by AMAL on the SGX along with this press release.

Competent Persons Statement

The information in this news release that relates to Exploration Results is based on and fairly represents information and supporting documentation compiled by Mr Mark Calderwood and Mr Gareth Reynolds, both employees of Tawana Resources NL ("Tawana"), which wholly owns Lithco 2 Pty Ltd. Mr Calderwood is a member of The Australasian Institute of Mining and Metallurgy and Mr Reynolds is a member of the Australian Institute of Geoscientists. Mr Calderwood and Mr Reynolds have sufficient experience relevant to the style of mineralisation under consideration and to the activity which they are undertaking to qualify as a Competent Person as defined in the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Calderwood and Mr Reynolds consent to the inclusion in this report of the matters based on their information in the form and context in which it appears.

Mr Calderwood is a significant shareholder in Tawana. Mr Calderwood and Tawana do not consider these to constitute a potential conflict of interest to his role as Competent Person. Mr Calderwood is not aware of any other relationship with Tawana which could constitute a potential for a conflict of interest.

Mr Reynolds is an employee of Tawana. Mr Reynolds is not aware of any other relationship with Tawana which could constitute a potential for a conflict of interest.

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ABOUT ALLIANCE MINERAL ASSETS LIMITED (BLOOMBERG TICKER: AMS SP)

Alliance Mineral Assets Limited (the "Company") is a mining company headquartered in Perth, Western Australia. Led by a dedicated and experienced team, the Company is primarily engaged in the business of developing and producing **Tantalite** Mineral Resources in Australia. The Company is also involved in exploration and exploitation of **Lithium** and Other Mineral Resources.

The Company owns the Bald Hill Tantalite Mine, the various surrounding Tenements, the Project Intellectual Property, and the Bald Hill Treatment Plant (collectively, the "Bald Hill Project").

The Bald Hill Project area is located 50 km south east of Kambalda in the Eastern Goldfields of Western Australia. It is located approximately 75 km south east of the Mt Marion Lithium project and is adjacent to Tawana's Cowan Lithium Project. The Bald Hill Project includes a permitted tantalum (pegmatite) mine, processing facility and associated infrastructure.

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Lithco No. 2 Pty Ltd, a wholly-owned subsidiary of Tawana, had on 23 February 2017 entered into a Farm-In Agreement with the Company for the purpose of joint exploration and exploitation of lithium and other minerals.

ABOUT TANTALUM AND LITHIUM

Tantalum is a non-radioactive metal which is ductile, easily fabricated and has a high melting point, highly conductive to heat and electricity. It is widely used in the form of tantalum capacitors in consumer electronics such as personal computers, electronic displays and mobile phones. Tantalum is also an element in super-alloys used in jet engine turbine blades, drilling tools for industrial and chemical processing, and surgical instruments.

Lithium is a soft, silver-white metal belonging to the Alkali group of metals, which under normal conditions is the lightest of all metals and the least dense solid element. Lithium has a number of unique properties including high electrochemical reactivity, a low thermal expansion co-efficient and high specific heat capacity. It is these properties which allow lithium to be used in a wide range of industrial applications including ceramics, lubricants and glass, but the largest (and highest growth segment) of the global lithium market is its use in the manufacture of Lithium-ion (Li-ion) batteries.

Alliance Mineral Assets Limited was listed on Catalist of the Singapore Exchange Securities Trading Limited (the "SGX-ST") on 25 July 2014. The initial public offering of the Company (the "IPO") was sponsored by Prime Partners Corporate Finance Pte.Ltd. (the "Sponsor").

For more information, please visit <http://www.alliancemineralassets.com.au/>

This news release has been prepared by Alliance Mineral Assets Limited (the "Company") and its contents have been reviewed by the Company's sponsor, Prime Partners Corporate Finance Pte. Ltd. (the "Sponsor"), for compliance with the SGX-ST Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this news release. The Sponsor has also not drawn on any specific technical expertise in its review of this news release.

This news release has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this news release including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this news release. The contact person for the Sponsor is Ms Gillian Goh, Director, Head of Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.

Issued for and on behalf of Alliance Mineral Assets Limited

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