



6 January 2014

**NOTICE UNDER SECTION 249D OF THE CORPORATIONS ACT**

On 23 December 2014, **Echo Resources Limited** ("Echo" or "Company") announced that it had received a second section 249D notice from Kesli Chemicals Pty Ltd ("Kesli") signed on behalf of Kesli by its Directors Michael Ruane and Irene Margaret Ruane.

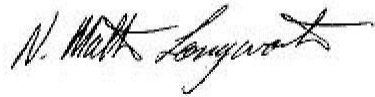
The section 249D notice requests that the Directors of Echo convene a general meeting to consider resolutions for the removal of all current Echo Directors and the appointment of Michael Ruane, Peter Hunt and Robin Dean as Directors of Echo. The Company considers that this section 249D notice complies with the requirements of the *Corporations Act 2001* (Cth), and accordingly, the Directors will convene a general meeting.

Echo advises shareholders that:

- 1) Michael Ruane, Peter Hunt and Robin Dean are Directors of Metaliko Resources Ltd, a company which owns the closed Bronzewing Mine ("Bronzewing" or "Project") located approximately 70 km south of Echo's Julius Gold Discovery.
- 2) Bronzewing was previously owned by two ASX listed companies, View Resources Limited ("View") and Navigator Resources Limited ("Navigator"). View and Navigator were put into administration as a result of mining problems at Bronzewing in 2008 and 2013, respectively.
- 2) Michael Ruane has previously been in contact with Echo with a written proposal for a joint venture at Bronzewing. The Echo Board unanimously rejected this joint venture proposal because it was not in the best interest of Echo shareholders.
- 4) Echo has undertaken reviews of Bronzewing for a potential purchase by Echo of a 100% interest in the Project and tenements. The Board of Echo took the view that Bronzewing was an unacceptably high risk project, and accordingly, the Board unanimously decided not to make an offer to purchase Bronzewing because it was not in the best interest of Echo shareholders.
- 5) The Directors of Echo unanimously restate their view that Bronzewing is a high risk project with little prospect of an economic return for Echo shareholders.

6) As at the date of this announcement the Directors hold a relevant interest of 18.8% of the ordinary share capital of Echo.

7) The Directors of Echo do not support the resolutions proposed by Kesli at the forthcoming general meeting.

A handwritten signature in black ink, appearing to read 'N. Mathew Longworth'. The signature is written in a cursive, flowing style with a prominent initial 'N' and a long, sweeping tail.

N. Mathew Longworth  
Chairman