



Echo Resources Limited
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Indicative and Non-binding proposal to make a takeover offer for Echo Resources Limited (the Proposal)

Echo Resources Limited (**the Company; ASX:EAR**) wishes to update the market in relation to discussions with AXF Resources Pty Ltd (AXF).

AXF has informed the Company that AXF has determined not to proceed with the Proposal at this time.

AXF thanked the Company for its efforts in completing due diligence and stated the decision was a commercial one and does not imply a negative view of the Company.

AXF has completed and announced the acquisition of 16.49% of the issued capital of the Company and as such is a major shareholder of the Company.

AXF has indicated, as a major shareholder of the Company they are committed to the future of Echo and its projects.

The Board welcomes AXF as a major shareholder and will continue to progress the Company's projects.

N Mathew Longworth
Chairman
20 October 2015