

[SHANXI DONGHUI LETTERHEAD]

[Date]

[Shareholder]
[Address]

Dear Inova Shareholder

Shanxi Donghui's bid for Inova Resources Ltd (Inova) – Notice of Compulsory Acquisition

As you may be aware, Shanxi Donghui Coal Coking & Chemicals Group Co., Ltd (**Shanxi Donghui**) announced an off-market takeover offer of AUD\$0.22 per share for all the ordinary shares in Inova (**Offer**).

The Offer closed at 7.00pm Melbourne time on 14 November 2013.

Our records indicate that you have not accepted the Offer. If you have already accepted the Offer, please ignore this letter.

On 15 November 2013, Shanxi Donghui announced it had acquired a relevant interest in more than 90% of Inova shares. Shanxi Donghui will now exercise its rights to acquire on the same terms as the Offer immediately prior to close of the offer period all the remaining Inova shares under the compulsory acquisition provisions of the *Corporations Act 2001* (Cth) (the **Act**). We enclose a Form 6021 – Notice of compulsory acquisition following takeover bid (**Notice**).

Under the compulsory acquisition provisions you are entitled to receive the same consideration for each Inova share for which you are the registered holder as you otherwise would have received if you had accepted the Offer (i.e. cash consideration of AUD\$0.22 per ordinary Inova share).

On completion of the compulsory acquisition procedure, Shanxi Donghui will pay the consideration for your shares to Inova. You will then be entitled to claim the consideration from Inova. Subject to the provisions of the Act, this is likely to occur around mid December 2013 .

Please note that you do not need to sign or return the enclosed Notice. In due course Inova will send you a letter which will set out details of the process to claim the cash consideration payable to you upon compulsory acquisition of your Inova shares.

Yours sincerely
Shanxi Donghui Coal Coking & Chemicals Group Co., Ltd

Mr Zhang Ya Ping