

ASX Announcement

**Shanxi Donghui Coal Coking & Chemicals Group Co., Ltd
(Shanxi Donghui)**

**Announcement that Takeover Offer
for Inova Resources Ltd (ASX Code: IVA) now Unconditional**

Dated 1 November 2013

Shanxi Donghui refers to its off-market takeover offer dated 12 September 2013 to acquire all the ordinary shares of Inova at a price of \$0.22 per share (**Offer**).

The offer period is due to close 7.00pm Melbourne time 14 November 2013 (unless extended).

Turquoise Hill Resources Ltd (**Turquoise Hill**) via its wholly owned subsidiary IAL Holdings Singapore Pte Ltd (**IAL**) is Inova's largest shareholder holding 56.1% of Inova's ordinary shares.

On 1 November 2013 Turquoise Hill notified Shanxi Donghui that IAL has accepted Shanxi Donghui's Offer for all IAL's shareholding in Inova.

As a result Shanxi Donghui has received acceptances for its Offer for approximately 59.70% of Inova's ordinary shares as at the date of this announcement based on 730,082,327 ordinary shares on issue thereby satisfying Shanxi Donghui's bid condition of acquiring relevant interests in at least 51% (by number) of Inova's ordinary shares during or at the end of the offer period.

All other defeating conditions attaching to Shanxi Donghui's Offer have been satisfied or waived by Shanxi Donghui.

Accordingly Shanxi Donghui is pleased to announce that Shanxi Donghui's Offer and all contracts formed by acceptance of the Offer are now unconditional.

In its Target's Statement dated 27 September 2013 Inova's independent directors and Managing Director (**Recommending Directors**) stated that they "*had carefully considered the advantages and disadvantages of the Offer, the intentions of its major shareholder, Turquoise Hill, and the prospects of Inova. Having regard to these matters the Recommending Directors recommend that at such time as the Offer becomes unconditional and Turquoise Hill has accepted for all of its shares then shareholders should accept the Offer in the absence of a superior proposal*" (**Chairman's letter p1**).

In addition in its Target Statement dated 27 September 2013 Inova stated that "*(if) the Offer becomes unconditional and Turquoise Hill has accepted for all of its shares each director who holds or controls shares intends to accept the Offer in relation to their shares in the absence of a superior proposal*" (**Chairman's letter p1**).

As at the date hereof Shanxi Donghui is not aware of a third party proposal or a proposed third party proposal to acquire all the shares in Inova or that might otherwise be superior to Shanxi Donghui's Offer.

Inova shareholders who have not accepted Shanxi Donghui's Offer are urged to do so promptly in accordance with the acceptance procedures described in Shanxi Donghui's bidder's statement dated 29 August 2013 – see paragraph 12.3.

Inova shareholders who have not accepted the Offer and who require further information about the Offer may wish to contact Shanxi Donghui's Offer Information Line 1300 354 618 (toll free within Australia) OR +61 3 9415 4050 (for callers from outside Australia).

Shanxi Donghui Coal Coking & Chemicals Group Co., Ltd