



24 September 2015

## Ke Chao Transaction Update and relisting plans

As announced on 15 July 2015, CWH Resources Limited (**Company**) agreed to terms to purchase 60% of the share capital of Shanghai KeChao Industrial Limited (**KeChao**).

The Company wishes to update shareholders that the proposed acquisition will no longer progress for the reasons set out below.

The Australian Securities Exchange (**ASX**) has advised that based on submissions made by the Company, the ASX considers KeChao to be a classified asset. As a result, the consideration to the KeChao vendors must be restricted securities.

The KeChao vendors have advised that they are not prepared to receive restricted securities as consideration for the sale of 60% of the shares of KeChao. Accordingly, the Board of the Company has resolved to no longer progress the proposed acquisition.

The Board of the Company is working towards the removal of the suspension of trading of its shares. Whilst discussions with the ASX continue, the Company understands that in order for the suspension to be lifted, the Company may be required to:

- seek shareholder approval for a change of nature and scale to reflect the current and proposed business of the Company; and
- prepare a prospectus and re-comply with Chapters 1 and Chapter 2 of the ASX Listing Rules.

Once the Board has certainty as to the Company's reinstatement proposal, the Board will update the market accordingly and provide an indicative timetable.

Questions on the above can be directed to Mr Raymond Taylor on 0438 184 784.