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INVESTOR UPDATE ON TAKEOVER PROPOSAL

The Board of Accent Resources NL ("Accent " or the "Company") advises that it has received written advice from Xingang Resources (HK) Limited ("Xingang") in the matter of its consideration of a friendly take-over bid for the Company. Accent believes the correspondence (which is attached and which is self-explanatory) should be released to the market.

The Board will continue to update the market as appropriate.

For further information please contact:

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Executive Chairman
Tel +61 3 8686 5792

Ranko Matic
Company Secretary
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Xingang resources (HK) Limited

25 October 2011

The Listings Officer
Australian Securities Exchange Limited
Level 8, Exchange Plaza
2 The Esplanade
PERTH WA 6000

Dear Sir/Madam

Accent Resources NL (ACS)

I refer to the announcement made by ACS on 27 May 2011 that it was in discussions regarding a possible friendly takeover bid.

Xingang Resources (H.K.) Ltd (**Xingang**) is the company which has been holding those discussions with ACS. It has continued to progress its preparations for such a bid during the past few months and has already arranged funding and received all necessary approvals in China together with confirmation from FIRB in Australia that Xingang does not need approval in Australia to proceed with a bid for ACS if it decides to do so.

As Xingang has reached advanced stages in its planning and discussions it believes that it can no longer maintain confidentiality until such time as it makes a decision whether or not to proceed with its proposed bid.

Subject to market conditions, Xingang expects to finalize the terms of its proposed takeover bid by the end of November 2011. It is important to make it clear that Xingang's proposed bid may not proceed if

- market conditions change materially, or
- any of the regulatory approvals in China were to be withdrawn or materially altered; or
- there was to be a material change in the capital or shareholding of ACS or of its business or activities.

A copy of this letter is being sent to the Australian Securities and Investment Commission and to ACS in accordance with ASIC's Regulatory Guide 59.9.

Yours sincerely

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<u>DIANZHOU HE</u>

Chairman