



LEVEL 2
8 COLIN STREET
WEST PERTH WA 6005

PO BOX 1726
WEST PERTH WA 6872

TELEPHONE: +61 8 9211 2000
FACSIMILE: +61 8 9211 2001

ASX SHARE CODE: EXS

EMAIL: INFO@EXCORESOURCES.COM.AU
WEBSITE WWW.EXCORESOURCES.COM.AU

ABN 99 080 339 671

5 November 2012

Dear Shareholder,

WHSP Takeover Offer –2 week extension

WHSP announced on 2 November 2012 a 2week extension to its takeover offer for your shares in Exco. The offer will now close at 7pm (Sydney time) on 16 November 2012.

Your directors continue to unanimously recommend that shareholders accept WHSP's revised offer of 26.5 cents per Exco share by immediately accepting into the Acceptance Facility and have all done so in respect of all of the Exco shares that they own or control.

The directors of Exco have unanimously recommended that all shareholders accept WHSP's revised offer of 26.5 cents per Exco share by accepting into the Acceptance Facility, for the following key reasons:

- The Exco directors unanimously believe the revised offer of 26.5 cents is fair.
- The revised offer represents a 47.2% premium to Exco's closing share price of 18 cents on 22 August 2012 (the day before WHSP announced its bid).
- Exco's share price may fall if WHSP's bid is unsuccessful.
- Exco has no reason to believe a superior alternative proposal will emerge.

As at the close of market on 2 November 2012, 65.01% of Exco's shareholders have already accepted the offer directly or through the Acceptance Facility such that WHSP has a potential interest in 84.31% of Exco shares (when combined with WHSP's existing 19.3% shareholding).

As you will appreciate from the documentation we have previously sent you, WHSP will only be required to pay the higher revised offer price of 26.5 cents per share if it has secured acceptances that take its aggregate interest to at least 90% of all Exco shares (unless WHSP effectively waives that 90% acceptance threshold and varies the offer to 26.5 cents without it).

Given the directors' recommendation, your board and management team are working hard to facilitate WHSP's ability to meet the 90% acceptance threshold so that the revised offer of 26.5 cents is available to all Exco shareholders. In this regard, I have attached a new acceptance form which I urge you to immediately complete, sign and either post in the enclosed pre-paid envelope or scan and email to WHSPAF@linkmarketservices.com.au to arrive before 7pm (Sydney Time) on 16 November 2012.

For further information about the Offer you may also contact the WHSP Offer Information Line on 1800-600-409 (for callers within Australia) or +61-2-8256-3378 (for callers outside Australia).

Yours sincerely,

A handwritten signature in blue ink, appearing to read "Barry Sullivan", with a flourish at the end.

Barry Sullivan

Chairman

Exco Resources Limited