

Dear Cardinal Shareholder,

You are receiving this parcel of documents in relation to your shareholding in Cardinal Resources Limited ("**Cardinal**"), and the recommended off-market takeover offer from Shandong Gold Mining (HongKong) Co., Limited (a subsidiary of Shandong Gold Mining Co., Ltd.) ("**Shandong Gold**").

Shandong Gold has offered to acquire 100% of the issued ordinary shares in Cardinal at a price of A\$0.70 cash per share, by way of an off-market takeover offer ("**Offer**").

Enclosed you will find:

- a) Shandong Gold's Bidder's Statement;
- b) Cardinal's Target's Statement; and
- c) a Personalised Acceptance Form for the Offer.

The directors of Cardinal ("**Directors**") unanimously recommend that you ACCEPT the Offer, in the absence of a Superior Proposal. In addition, each of the Directors intend to ACCEPT the Offer on the Acceptance Date (as defined in the Target's Statement) in respect of all Cardinal Shares that they own or control, in the absence of a Superior Proposal.

The rationale for the Directors' unanimous recommendation is set out in detail in the section titled "KEY REASONS TO ACCEPT THE OFFER" of the enclosed Target's Statement. You are encouraged to read the Target's Statement in full as it sets out the Board's formal response to the Bidder's Statement, their recommendation and other important information to enable you to consider the Offer having regard to your personal circumstances.

We also encourage you to seek your own independent financial, legal and taxation advice in respect of the Offer.

If you have any questions regarding the Offer or the documents contained within this package, please contact:

- for questions regarding the Target's Statement, Cardinal or the Offer generally, the Cardinal Shareholder Information Line on the toll free number of 1300 502 987 or +61 2 8022 7944 (for callers outside Australia) Monday to Friday between 9.00am and 5.00pm (AEST); or
- for questions regarding the Bidder's Statement, Shandong Gold or the Offer generally, the Shandong Gold Information Line on the toll free number of 1300 148 804, or +61 3 9415 4305 (from outside Australia), Monday to Friday between 9.00am and 5.00pm (Sydney Time).

Yours faithfully,



Kevin Tomlinson

Non-Executive Chairman

**Cardinal Resources Limited**