
LETTER TO SHAREHOLDERS

29th April, 2011

Market Rumours of Placement of Shares by CuDeco

The Company has received a number of telephone calls today from shareholders in relation to possible future capital raising or share placements by CuDeco. The telephone calls were a result of rumours in the market that CuDeco is about to complete a placement of new shares.

The CuDeco Board at this time is not considering any share placement, following its successful agreement with the Company's new cornerstone investor and resource group, Oceanwide International Resource Investments Co.Ltd (Oceanwide).

The Company is focussed on completion of the upgraded Rocklands Resource Estimate as a result of the additional 20,000m of drilling recently completed, as a key component of the final stages of the Definitive Feasibility Study.

As discussed in the recent announcement, CuDeco has a number of funding options open to it to commence the Rocklands Project if required. If the Company in the future considers a need, then the CuDeco Board will involve participation from shareholders of CuDeco as a priority.

CuDeco maintains a relationship with Azure Capital Ltd as its financial advisors and has a mandate to provide capital for CuDeco if required, however no instructions have been given to Azure in this regard.

Shareholders should rely on information provided only by the Company in the first instance.

Yours faithfully



Wayne McCrae
Chairman