BURDEKIN

15 October 2003

ASX Code: BKS

Dear Shareholder,

Your Right to Acquire Additional Shares at 2.2 cents.

In case you have not followed the Company's recent announcements to ASX, we write to inform you that the Board has announced a non-renounceable, one for one rights issue at a price of 2.2 cents, to raise approximately $2.75 million, and a public placement at 2.4 cents to raise a further $0.5 million.

As a shareholder, **you will be entitled to subscribe, on a pro-rata basis, to one new share for every share you already hold as at the close of business on 28th October 2003 at a price of 2.2 cents a share.** The offer is to be non-renounceable, therefore you will not be able to transfer your rights or trade them on the market.

In addition, you will be offered the opportunity to subscribe for a greater number of shares than your entitlement on that date. If you have less than a marketable parcel of shares (defined as $500 worth of shares) this will be an excellent opportunity for you to top up your holding to a marketable parcel level at a significant discount to the present market price.

Shareholder participation beyond their entitlement will be made from any shortfall from the entitlements issue and the public placement on a fair and equitable basis, but cannot be guaranteed.
Shareholders who wish to be **guaranteed** a minimum entitlement on a one for one basis at a price of 2.2 cents a share for a number of shares that is higher than the number they presently own, may acquire additional shares on market at an any time up to 3 business days prior to the 28th October 2003 (ie 23rd October 2003 at the latest).

Any shares that are not taken up by shareholders will be placed by the Directors to the public.

Funds raised from the issue and the placement will be used to commence a comprehensive 10,000 metre RC and diamond drilling programme at the Mt Kasi gold project, provide working capital and reduce current obligations to creditors as disclosed in the Company's 2003 Financial Report.

The Company anticipates it will forward a prospectus for the rights issue and placement together with your entitlement and acceptance form in late October. The Annual Report and notice of meeting for the forthcoming AGM to be held in late November will be dispatched at the same time.
More information on the Company is contained at our website, www.burdekinpacific.com.au .

Should you have any queries in relation to your entitlement or the contents of this letter, please contact our Company Secretary Ms Sue Field on 08 9322 6045.

Yours faithfully,

Jerome G Vitale
Chief Executive

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