



BURDEKIN

8 October 2004

Dear Burdekin Shareholders

GENERAL MEETING
18 OCTOBER 2004

I write further to the Company's letter and announcement of 29 September 2004 and at the specific request of solicitors for the group of shareholders who have convened the General Meeting to be held on 18 October 2004.

No agreement could be reached with the convening shareholders as to the matters the Company contends render the notice and proxy convening the meeting invalid and of no legal effect. Accordingly, the Company has commenced proceedings in the Supreme Court of Western Australia which will be heard on **Tuesday, 12 October 2004** to obtain the adjudication of the Supreme Court.

The convening shareholders contend that their conduct complies with the *Corporations Act* and accordingly the meeting has been validly convened.

Consistent with this view, the convening shareholders seek shareholders to continue either to arrange to attend the meeting in person, or alternatively, lodge proxies before the expiry of the deadline, 48 hours before the meeting.

The Company's position is as stated in its announcement of 29 September 2004.

The Company will issue a statement to the market as soon as possible after conclusion of the proceedings in Court on Tuesday. There will be insufficient time to formally write to shareholders before the expiry of the proxy deadline and accordingly, shareholders are asked to check the Company's announcements at the Australian Stock Exchange.

Yours sincerely

MARTIN BENNETT
Chairman