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27 December 2007

Dear Shareholder

NOTICE TO SHAREHOLDERS - NON-RENOUNCEABLE RIGHTS ISSUE

On 21 December 2007, Mantle Mining Corporation Limited announced a pro-rata Rights Issue to shareholders. The pro-rata offer is on the basis of one (1) share for every five (5) shares held at the Record Date at a price of 17.5 cents each. Every one (1) Share subscribed for will have one (1) free attaching Option, exercisable at 25 cents each on or before 30 April 2009.

The Rights Issue is non-renounceable and is available to all Mantle Mining Corporation Limited shareholders registered on the Record Date as detailed in the timetable below. Please note that shareholders at the Record Date that have an address registered outside of Australia or New Zealand will not be eligible to participate in the pro-rata offer.

The maximum number of shares which may be issued under the Rights Issue is 10,937,143 to raise approximately \$1,914,000 (based on the current capital structure of the Company). An offer letter containing your entitlement will be sent to you on the date referred to in the timetable below.

Please note that where the determination of an eligible shareholder results in a fraction of a share, such fraction shall be rounded down to the nearest whole share. Shares issued will rank equally with all Shares on issue. Shareholder approval is not required in relation to the Rights Issue. There will be no deferred settlement of the sale of shares offered under the pro-rata offer. Trading in the new shares will commence on the first business day following dispatch of the holding statements.

A notice under section 708AA(2)(f) of the Corporations Act (**Notice**) and an Offer Document will be lodged with the ASX on or about 4 January 2008 in respect of the Rights Issue and the Offer Document will be mailed to shareholders on 7 January 2008. However, the Offer Document will not constitute an offer in any place in which or to any person to whom it would be unlawful to make such an offer. Accordingly, it is the responsibility of non-resident applicants to obtain all necessary approvals for the allotment and issue to them of securities pursuant to the offer document.

The purpose of the Offer is to raise approximately \$1,914,000 (before expenses of the Offer). The Company intends to apply the funds raised from the Rights Issue as follows:

- (a) Progress the development of the Mt Mulligan Project
- (b) Meet the costs of the offer; and
- (c) General working capital.

The quoted securities on issue in the Company following completion of the Rights Issue are as follows:

Number	Class
56,435,357	Shares
33,222,857	Options

The unquoted securities on issue in the Company following completion of the Entitlement Issue are as follows:

Number	Class
9,187,502	Shares
6,000,000	Options (unlisted)

NB: in addition the Underwriter will be granted one Option for every \$1 raised under this Offer.

The timetable for the Rights Issue is as follows:

Event	Date
Announcement of Rights Issue and Appendix 3B	21 December 2007
Notice Sent to Security Holders	27 December 2007
Ex Date (date from which securities commence trading without the entitlement to participate in the Rights Issue)	28 December 2007
Record Date (date for determining entitlements of eligible shareholders to participate in the Rights Issue)	4 January 2008
First Cleansing Notice and Offer Document lodged with ASX	4 January 2008
Offer Document Dispatched to Shareholders (expected date of dispatch of offer document, entitlement and acceptance forms)	7 January 2008
Rights Issue Opens	7 January 2008
Closing Date* 5pm (WDST)	31 January 2008
ASX Notified of Undersubscriptions	4 February 2008
Allotment date**	8 February 2008
Second Cleansing Statement lodged with ASX (under Section 708A(5))	8 February 2008
Dispatch Holding Statements **	8 February 2008

* Subject to the Listing Rules, the Directors reserve the right to extend the closing date for the offer at their discretion. Should this occur, the extension will have a consequential effect on the anticipated date of issue for the new shares.

** Dates are indicative only.

Yours faithfully



Stephen de Belle
Managing Director