



Heron Resources Limited

ASX/TSX Release

2 December 2016

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Dear Foreign Shareholder

Share Election – Ardea Spin-Off

As announced to ASX on 10 August 2016, Heron Resources Limited (**Heron**) is proposing to restructure its non-Woodlawn asset portfolio in New South Wales and Western Australia, with a focus on gold and nickel, through the spin-off and listing on ASX of its wholly owned subsidiary, Ardea Resources Limited (**Ardea**) (**Spin-Off**).

On 9 November 2016 Heron and Ardea lodged a prospectus (**Prospectus**) for the Spin-Off, including a public offer to raise up to A\$6 million, with Heron shareholders on 9 November 2016 (**Record Date**) with an Australian or New Zealand address having a priority entitlement (**Priority Offer**).

You are a registered holder of Heron shares on the Record Date with a registered address outside Australia and as a result the Prospectus has not been sent to you. However, you may be able to participate in the Priority Offer if you advise Ardea that its shares can be offered to you in accordance with applicable local laws. Please contact Ardea's share registry on the following numbers if you can apply for Ardea Shares.

If you have any queries in relation to this letter, please contact the Company's share registry (Security Transfer Australia) on +61 8 9315 2333 or registrar@securitytransfer.com.au or alternatively the Ardea Company Secretary on +61 8 6500 9200. Alternatively you may wish to seek your own financial or other advice.

For further information regarding Ardea and the Prospectus, please visit www.ardearesources.com.au or www.heronresources.com.au or contact:

Ardea Resources:

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