



P.O. Box 3144 Broadway, Nedlands WA 6009
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10th March 2008

Dear Shareholder

NON-RENOUNCEABLE RIGHTS ISSUE

On 21 December 2007, Mantle Mining Corporation Limited (**Company**) announced a non-renounceable rights issue of fully paid ordinary shares in the capital of the Company (**Shares**) on the basis of one (1) Share for every five (5) Shares held at the record date of 4 January 2008 (**Rights Issue**). 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 offer document and entitlement forms for the Rights Issue were despatched on 7 January 2008 to those shareholders registered at 5.00pm (WDST) on 4 January 2008.

The Company confirms the Rights Issue closed at 5.00pm (WDST) on 29 February 2008 (**Closing Date**).

As announced on 7 March 2008, the Company received valid Entitlement and Acceptance Forms from shareholders for 3,909,369 Shares and 3,909,369 free attaching Options pursuant to the Rights Issue (representing subscription monies of approximately \$684,140).

Underwriting Agreement Terminated

As disclosed in the Rights Issue offer document (**Offer Document**), the Rights Issue was to be fully underwritten by Cygnet Capital Pty Ltd (**Cygnet**) on the terms and conditions of an Underwriting Agreement.

As announced on 10 March 2008, Cygnet has exercised its right to terminate the Underwriting Agreement following the occurrence of a termination event under the agreement (**Termination**). The termination event was a 10% fall in the S&P ASX 200 Index, (a common provision in agreements of this nature).

Proposed Placement

The Company advises that it has entered into an agreement with Cygnet pursuant to which Cygnet will undertake a placement of Shares with free attaching Options to raise up to approximately \$1,230,000, being an amount equal to the shortfall amount previously the subject of the underwriting agreement (**Proposed Placement**). The Proposed Placement will be subject to Shareholder approval. The pricing terms of the Proposed Placement are the same as for the 21 December 2007 placement and the Rights Issue offer.

A Notice of Meeting to seek shareholder approval for the Proposed Placement will be distributed to shareholders as soon as practically possible.

As a consequence of the Termination, the Company hereby offers each applicant under the Rights Issue (**Applicant**) the right to withdraw their application and receive a refund of application monies in full.

Applications under the Offer Document

Applicants who HAVE submitted an Entitlement and Acceptance Form and DO NOT want to withdraw their application

Applicants who have submitted an Entitlement and Acceptance Form and still wish to apply for that number of Shares (and free attaching Options) as detailed in their Entitlement and Acceptance Form DO NOT need to complete the attached acknowledgement (**Notice**).

If the Company does not receive a Notice from an Applicant on or before 5.00pm WST on 10 April 2008 it will be deemed that the Applicant has elected to confirm their Entitlement and Acceptance Form. Therefore, if you DO NOT wish to withdraw your application you need not do anything.

The Company anticipates that securities will be allotted and holding statements dispatched to Applicants on or before 15 April 2008.

Applicants who HAVE submitted an Entitlement and Acceptance Form and DO want to withdraw their application

Applicants who have submitted an Entitlement and Acceptance Form and DO NOT wish to apply for that number of Shares (and free attaching Options) as detailed in their Entitlement and Acceptance Form MUST complete the attached notice of withdrawal (**Notice**) and return it to the Company no later than 5.00pm WST on 10 April 2008 as follows:

Mailed to:

Mantle Mining Corporation Limited
C/- Security Transfer Registrars Pty Ltd
PO Box 535
Applecross, WA 6953

If an Applicant has elected to withdraw their application, and the Company receives the Notice on or before 5.00pm WST on 10 April 2008, the Company will repay application monies in full but without interest. The refund cheque and the address to which the cheque will be sent will correspond to the details contained in the Entitlement and Acceptance Form lodged by the Applicant.

If you wish to discuss the matters contained in this letter please do not hesitate to contact the Company Secretary, Mr Winton Willesee on (+61 8) 9481 8287.

Yours sincerely



Ian Kraemer
Managing Director

MANTLE MINING CORPORATION LIMITED
NOTICE OF WITHDRAWAL OF APPLICATION PURSUANT TO NON-RENOUNCEABLE RIGHTS
ISSUE

I, _____ of _____,
confirm that I have read the letter from Mantle Mining Corporation Limited dated 10
March 2008 and confirm that I wish to withdraw my application for that number of Shares
(and free attaching Options) as detailed in the Entitlement and Acceptance Form
submitted to the Company in relation to the Rights Issue.

Date:

The above must be received by the Company on or before 5.00pm WST on 10 April 2008
at the following address:

Mailed to:

Mantle Mining Corporation Limited
C/- Security Transfer Registrars Pty Ltd
PO Box 535
Applecross, WA 6953