

Bondi Mining Ltd
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17 May 2007

[shareholder]

Dear Shareholder

CANCELLATION of Extraordinary General Meeting on 8 June 2007

I refer to the Notice of Extraordinary General Meeting dated 26 April 2007 that was posted to all shareholders of Bondi Mining Ltd last week (7 May 2007).

In light of developments over the past few days that will give rise for the need for a further EGM, particularly the company's announcement to the ASX on 14 May 2007 that reads, inter alia:-

**Bondi Signs Letter of Intent To Acquire Strategic Uranium Portfolio -
Projects covering 15,085 km² In Three Major Uranium Provinces In The
Northern Territory And Queensland**

Bondi Mining Ltd (ASX code:BOM) is pleased to announce that it has reached an in principle agreement to acquire strategic uranium tenement holdings in three Australian uranium districts with proven high grade mineralisation and size potential. Bondi has signed a letter of intent with Buffalo Gold Ltd (BUF.U:TSX-V) to acquire 100% of its Australian uranium portfolio, which is made up of 10 granted tenements and 13 applications totaling 15,085km² in three major uranium provinces in the Northern Territory and Queensland.

In consideration for the acquisition of the portfolio, Bondi will issue 25 million of its fully paid ordinary shares to Buffalo Gold (representing approximately 44% of Bondi's enlarged capital) along with 5 million options to subscribe for ordinary shares at 60 cents per share with an exercise period of 24 months following execution of a definitive agreement for the proposed acquisition. Bondi will also grant Buffalo Gold the right to appoint two additional members to the Bondi Board of Directors.

....subject to regulatory approval, the directors intend to cancel the Extraordinary General Meeting scheduled to occur on 8 June 2007 and combine the business of that meeting (namely the issue of shares and granting of options to Dr Richard Valenta) with the resolutions required to give effect to the proposed transaction with Buffalo Gold as described above.

The directors have agreed that it would be inconvenient for our valued shareholders to attend two meetings in the space of approximately one month and have decided to combine the business of both meetings. Therefore:-

Notice is hereby given that the Extraordinary General Meeting of members of Bondi Mining Limited ("the Company") that was to be held at the offices of O'Loughlins Lawyers, Level 2, 99 Frome Street, Adelaide at 11.00 am on 8 June 2007 to consider and, if thought fit, to pass the following resolution as an ordinary resolution HAS BEEN CANCELLED:



Resolution: Grant of shares and options to Dr Richard Karel Valenta (or his nominee)

"That approval be and is hereby given to the grant, allotment and issue by the Company of 1,000,000 ordinary shares at an issue price of 20 cents per share and 1,500,000 options to Dr Richard Karel Valenta (or his nominee) on the terms and conditions described in the Explanatory Memorandum which is attached to and forms part of this Notice."

The company's directors, executive staff and advisers are presently working to complete the documentation and obtain the necessary regulatory approvals required to call an Extraordinary General Meeting of shareholders to consider and, if thought fit, to pass resolutions in relation to both:-

- **Grant of shares and options to Dr Richard Karel Valenta (or his nominee), and**
- **Grant of shares and options to Buffalo Gold Ltd (or its nominee) and other necessary matters required for the proposed acquisition of Buffalo's uranium portfolio to be completed.**

As you may be aware, the documentation is extensive and must be submitted to both ASIC and ASX for consideration BEFORE it can be printed and mailed to shareholders. A period of at least 28 days (+3 days for despatch) must then elapse before the meeting can be held.

Consequently, we expect that notice of the revised EGM will be posted to shareholders in June with the meeting to occur during July.

On behalf of the directors, I thank you for your continued support and look forward to sharing with you in the future success of the company.

Yours sincerely,

A handwritten signature in black ink, appearing to read "Richard Curyer".

Richard Curyer
Company Secretary