

31 May 2010

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Dear Fellow Shareholder

JINDALEE TO PAY \$0.55 FULLY FRANKED DIVIDEND

On behalf of the Board of Jindalee Resources Limited I am pleased to advise that earlier today Jindalee announced to the ASX that the Company will pay a \$0.55 dividend to Shareholders on 23 July 2010 (refer timetable below). The dividend will be fully franked.

Event	Date
Announcement of Dividend	31 May 2010
Shares commence trading "ex Dividend"	9 July 2010
Record Date	15 July 2010
Payment Date and Despatch Date	23 July 2010

For several years now your Directors have been concerned that Jindalee has been trading at an unacceptable discount to the value of our liquid assets (cash and shares) and we have been investigating ways to break this holding company discount and maximise the value of our investments for the benefit of Shareholders. The sale of our controlling stake in Energy Metals Limited (ASX: EME) late in 2009 and the distribution of some of the proceeds of this sale to Jindalee Shareholders via this dividend represents a significant step in this process.

Based on current prices, and after payment of this dividend and tax liabilities, Jindalee will still hold liquid assets worth approximately \$17m, leaving the Company in a strong position to assess new opportunities to create wealth for our Shareholders. This will be our primary focus in the months ahead and I look forward to updating you on our progress in due course. In the meantime, if you need further information on the dividend or have any other queries please don't hesitate to contact the Jindalee office.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Lindsay Dudfield'.

Lindsay Dudfield
Managing Director

Forward-Looking Statements: This document may include forward-looking statements. Forward-looking statements include, but are not limited to statements concerning Jindalee Resources Limited's (Jindalee) planned exploration program and other statements that are not historical facts. When used in this document, the words such as "could", "plan", "estimate", "expect", "intend", "may", "potential", "should", and similar expressions are forward-looking statements. Although Jindalee believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.