

CARDNO ANNOUNCES RIGHTS ISSUE CLOSES SIGNIFICANTLY OVERSUBSCRIBED

Cardno Limited (ASX: CDD) announced today the successful completion of the 1 for 6 non-renounceable Rights Issue at A\$3.25 per share raising the maximum amount of \$49 million. The Rights Issue was oversubscribed with demand being significantly greater than the 15,085,077 million Shares available under the Rights Issue.

Chairman of Cardno, John Massey commented that: "We highly value the very strong support from our current and new retail and institutional shareholders. Our view is that the recently announced record profit guidance of \$36m to \$37m coupled with the highly strategic US acquisitions of ENTRIX and ERI, and their current strong workload, have given the market great confidence in Cardno's ability to perform, even during most difficult market conditions."

Mr Massey further noted that the equity raised from the Rights Issue places Cardno in a strong financial position and allows the company to continue to take advantage of growth opportunities.

Cardno received applications totaling \$63.8 million in respect of the Rights Issue, including valid applications for Entitlements of \$45.5 million and applications under the Top Up Facility of \$18.3 million. As applications under the Top Up Facility exceed the shortfall, no Shares are required to be taken up by the Underwriter, RBS Morgans Corporate Limited.

All Shareholders who submitted valid applications for their Entitlements will receive 100% of their applications.

Shares that were not subscribed for under the Rights Issue will be allocated by Cardno to Shareholders who applied for additional New Shares under the Top Up Facility. Given the strong demand for New Shares under the Rights Issue, a scale-back of requests for New Shares under the Top Up Facility will be necessary. The scale-back of applications for New Shares under the Top Up Facility will be at Cardno's discretion and Cardno's decision on the number of New Shares allocated will be final.

Allotment and issue of all Shares under the Rights Issue will occur on Wednesday, 11 August 2010, along with the despatch of Holding statements and CHESS notices. Refunds for unfilled applications under the Top Up Facility will be despatched to Shareholders as soon as practicable after this date. Shareholders who applied for additional New Shares and want to trade their Shares prior to receiving their Holding Statement should confirm their allocation before doing so.

The New Shares are expected to commence trading on ASX on Thursday, 12 August 2010.

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About Cardno: Cardno is an integrated professional services provider, delivering the specialist expertise necessary to create and improve the physical and social infrastructure that underpins communities around the world. Cardno's team includes leading professionals who plan, design, manage and deliver sustainable projects or community programs. Cardno is an international company, listed on the Australian Securities Exchange [ASX: CDD]. www.cardno.com