



THUNDELARRA

EXPLORATION LTD

Suite 2, Level 3, IBM Building
1060 Hay Street, West Perth
Western Australia 6005
PO Box 7363, Cloisters Square
Perth WA 6850
Tel 61 8 9321 9680
Fax 61 8 9321 9670
perth@thundelarra.com
www.thundelarra.com

5 February 2009

[Name of Option holder]
[Address]
[Address]

Thundelarra Exploration Ltd
ABN 74 950 465 654
ARBN 085 782 994
ASX THX



Dear Option holder

RENOUCEABLE RIGHTS ISSUE

On 4 February 2009 Thundelarra Exploration Ltd ACN 085 782 994 ("**Company**") announced that the Company will be conducting a pro rata renounceable rights issue to shareholders of approximately 28,478,852 fully paid ordinary shares on the basis of one new share for every 4 shares held on the record date, at an issue price of 9.5 cents per new share, together with approximately 9,492,951 new options (each having an exercise price of 20 cents and an expiry date of 29 March 2013), on the basis of one free new option for every 3 new shares issued, to raise approximately \$2,705,491 ("**Rights Issue**").

The Record Date for determining entitlements under the Rights Issue is expected to be on or around 19 February 2009.

You will need to check that your options are currently exercisable under the terms of your granted options before you can participate in the Rights Issue.

To exercise your options and thereby participate in the Rights Issue you will need to deliver to the registered office of the Company the following:

1. a notice in writing to the directors of the Company specifying the number of options to be exercised;
2. your option certificate covering that number of options; and
3. payment for the exercise price for those options by way of a cheque made payable to the Company.

Each share allotted as a result of the exercise of an option will rank pari passu with all other issued ordinary shares of the Company.

Option Exercise Notices and funds must be received by no later than 5.00 p.m. (Western Daylight Time) on 12 February 2009.

For further information please contact Frank DeMarte on +61 8 9321 9680 or Thundelarra' share register - Computershare on 1300 557 010 (within Australia) and +61 3 9415 4000 (outside Australia).

Yours faithfully
THUNDELARRA EXPLORATION LTD

Frank DeMarte
COMPANY SECRETARY