

ASX and Media Announcement

21 June, 2010

Cardno Forecasts Strong Profit Result for FY10

Cardno Limited expects to report a Net Profit After Tax within the range of \$34 million to \$36 million for the year ending June 2010. The profit estimate is based on unaudited management results and current forecasts and includes the costs related to acquisitions made during the year.

Andrew Buckley, Managing Director of Cardno Limited, said that he believes that Cardno's long term strategy of diversification across market sectors and geographic regions has been stress tested during the recent global downturn and proven to be very successful.

Mr Buckley noted that conditions had started to improve in the second half, which is reflected in the company's forecast results for FY10. Mr Buckley noted that the impact of recent acquisitions combined with generally improving conditions and a return to organic growth would further strengthen performance in FY11.

Mr Buckley confirmed that the recently acquired US environmental firms, ENTRIX and ERI, are expected to deliver strong FY11 results especially in light of recent events in the Gulf of Mexico.

Cardno is currently looking at equity raising options to assist in funding the recent acquisitions. If an equity raising is pursued, Cardno would seek to conduct the capital raising in the best interests of all shareholders and include a pro-rata offer to all eligible shareholders.

Mr Buckley noted that any capital raised would further strengthen Cardno's balance sheet leaving the company poised for future growth.

ENDS.

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About Cardno: Cardno is an integrated professional services provider, locally delivering the specialist advice necessary to create or improve the physical and social infrastructure that underpins communities around the world. Cardno's team comprises leading advisers 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.