

CARDNO ANNOUNCES PLACEMENT AND RIGHTS ISSUE TO FUND ACQUISITION

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International infrastructure services consultancy, Cardno Limited (ASX: CDD) today announced that it had successfully completed a Placement to Australian and international institutions of 9.2 million shares at A\$4.90 which raised approximately A\$45 million. Cardno has also announced a 1:9 Rights issue to shareholders at A\$4.90 to raise an additional A\$66.5 million.

Cardno’s Chairman, John Massey, said that “The Placement was significantly oversubscribed and applications needed to be scaled back to match the shares being offered. We appreciate this external endorsement of Cardno’s performance and strategy”.

He noted that the funds raised will be used to fund the acquisition of ATC Associates and maintain balance sheet strength and flexibility for future growth.

The Placement and Rights Issue have been underwritten by RBS Morgans Corporate Limited.

Rights Issue

The Rights Issue will give existing eligible Cardno shareholders the opportunity to acquire 1 new Cardno share for every 9 existing Cardno shares held at 7.00pm on Tuesday 14 February 2012 (“Record Date”) at the Issue Price of A\$4.90 per New Share. Eligible shareholders are those shareholders at the Record Date with a registered address in Australia, New Zealand or the United Kingdom.

The Rights Issue is renounceable, which means that rights may be traded on the ASX or otherwise transferred if shareholders do not wish to take up some or all of the new shares to which they are entitled. Shareholders who take up their full entitlement will be able to apply for additional shares at the same issue price, being A\$4.90 per share.*

New Shares issued under the Rights Issue will rank equally with existing ordinary shares on issue and will be entitled to the interim dividend.

The timetable for the Rights Issue is:

Announcement date	Monday 6 February 2012
708AA cleansing notice, Information Booklet and Appendix 3B lodged with ASX	Monday 6 February 2012
Shares quoted “ex-rights” and rights commence trading	Wednesday 8 February 2012
Record date (7:00pm AEST)	Tuesday 14 February 2012
Rights issue opens	Monday, 20 February 2012
Rights trading ends	Wednesday, 29 February 2012
New shares quoted on a deferred settlement basis	Thursday, 1 March 2012
Rights issue closes (5:00pm AEST)	Wednesday, 7 March 2012
ASX notified of under-subscriptions	Tuesday, 13 March 2012
Despatch date	Thursday, 15 March 2012
New shares expected to commence trading on a normal basis	Friday, 16 March 2012

Dates and times are indicative only and subject to change without notice.

* There is no guarantee of the number of new shares (if any) that will be available to shareholders under the Top Up Facility, in addition to their entitlement under the Rights Issue.

Further details of the Rights Issue are included in the investor presentation and Information Booklet released to ASX and available on Cardno's website.

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For further information please contact:

Mr Andrew Buckley
Managing Director
Ph: +61 (0)7 3369 9822
Mobile: +61 (0)412 059 526

Mr Jeff Forbes
Chief Financial Officer
Ph: +61 (0)7 3369 9822
Mobile: +61 (0)408 756 790

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

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