

ASX ANNOUNCEMENT

23 March 2017

Flinders Mines appoints David McAdam as interim executive director

The board of Flinders Mines Limited (**Flinders** or the **Company**) (ASX:FMS) has appointed non-executive director Mr David McAdam to the position of interim executive director.

Flinders' non-executive chairman Neil Warburton said: "The board welcomes the appointment of Mr McAdam to the position of interim executive director.

"In his capacity as chairman of the board's strategic review committee, Mr McAdam has gained significant knowledge and insight regarding the Pilbara Iron Ore Project (PIOP). Combined with his experience commercialising resources projects, he is well credentialed to ensure that the Company's operational activities are initiated and it is prepared to implement the outcome of the strategic review."

Mr McAdam, who has extensive project design and construction experience, was appointed a non-executive director of Flinders on 19 October 2016. He is currently leading the detailed strategic review of Flinders' PIOP.

The strategic review of the PIOP commenced in January 2017 and the outcome of the review and direction to be adopted will be announced following the board's gateway review later this month.

Mr McAdam's appointment as interim executive director is on the basis of the following material terms:

- consultant fee of \$2,400.00 plus GST per day for a maximum of three days per week;
- the engagement may be terminated by either Flinders or Mr McAdam on giving one weeks' notice in writing;
- fixed term, ending 30 June 2017.

About Flinders Mines Limited

Flinders Mines Limited is an ASX-listed (ASX:FMS) exploration and development company focused on the commercialisation of its large, high quality hematite resource - the Pilbara Iron Ore Project (PIOP).

The PIOP is located approximately 70km from Tom Price in Western Australia's iron ore-rich Pilbara region. The project consists of two 100% owned tenements – M47/1451 (Blacksmith) and E47/1560 (Anvil). The project has received environmental approvals and the Company is currently determining the optimal development path.