



FLINDERS
DIAMONDS

Australian Stock Exchange Announcement

PRIORITY OFFER TO FLINDERS SHAREHOLDERS IN MAXIMUS IPO

9 September 2005

The Manager
Companies Announcements Office
Australian Stock Exchange
20 Bridge Street
SYDNEY NSW 2000

The directors of Flinders Diamonds Limited (Flinders) advise that Maximus Resources Limited (Maximus) have offered to accept in priority over any other application, applications from shareholders of Flinders in the Initial Public Offer of Maximus.

Flinders shareholders, on the share register on 14 September 2005 shall have priority rights to acquire 1 Maximus share for every eight Flinders shares held with a minimum priority entitlement of 10,000 Maximus shares.

A Prospectus for the Initial Public Offer of Maximus was lodged with the Australian Securities and Investments Commission yesterday afternoon.

On 27 April 2005 the company announced that it had sold non-diamond exploration rights in three properties to Maximus in exchange for 7 million fully paid shares and 3.5 million options to acquire ordinary shares at 20 cents/share. The agreement was conditional upon Maximus listing on the Australian Stock Exchange by 30 September 2005.

In addition to the priority offer Flinders shareholders will, via the Flinders shareholding in Maximus be exposed to the potential of the Maximus portfolio of exploration assets targeting uranium, gold, nickel and copper.

For further details contact

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