



FLINDERS
DIAMONDS

For Immediate Release

22 March 2006

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

Dear Sir / Madam

EXTENTION OF PLACEMENT OFFER

The Directors are extending the Placement Offer for the issue of shares and one free attaching option per share in the capital of Flinders Diamonds Limited made under the Prospectus dated 17 January 2006 to Friday 7th April 2006.

As a result of the Managing Directors recent European trip we are expecting the placement to be fully subscribed.

This may be subject to further change at the Directors' discretion.

Yours faithfully

Richard W C Willson
Company Secretary