

17 May 2017

Despatch of Entitlement Offer Booklet

Further to the announcements on 9 May 2017, Flinders Mines Limited (ASX: FMS) (**Flinders** or the **Company**) is pleased to advise that the Offer Booklet and Entitlement and Acceptance Form relating to the non-renounceable entitlement offer (**Entitlement Offer**), have been despatched to all eligible shareholders.

The Entitlement Offer is an offer of approximately 290 million new fully paid ordinary shares in the Company (**New Shares**) on the basis of 1 New Share for every 11 existing shares held by eligible shareholders on the Record Date (**Entitlement**) at an issue price of \$0.055 (5.5 cents) per New Share to raise approximately A\$16 million (before costs).

Only holders of shares in the Company with a registered address in Australia or New Zealand as at 7.00 pm (AEST) on Friday, 12 May 2017 will be eligible to participate in the Entitlement Offer.

Attached is a copy of the Offer Booklet and Entitlement and Acceptance Form which opens today, 17 May 2017 and closes 5.00pm (Adelaide time) 26 May 2017.

The Company also advises that eligible shareholders can access their personalised Entitlement and Acceptance Form through Computershare's 'Investor Centre', via the below link:

<https://www-au.computershare.com/investor/?gcc=au>

For further information please contact:

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