

2 March 2016

# Capital Raising

## **Placement**

The Directors of Flinders Mines Limited (ASX: FMS) (“**Flinders**” or the “**Company**”) are pleased to announce a capital raising comprising:

- A placement (“**Placement**”) of 165 million fully paid ordinary shares at \$0.005 per share to raise approximately A\$825,000

The Placement is being made to sophisticated investors under the Company’s existing 15% placement capacity so shareholder approval for the proposed issue will not be required nor sought. The issue will not be to a class of security holders.

Settlement of the Placement is expected to occur on or around 2 March 2016. New shares issued under the Placement will rank equally with existing shares in Flinders.

Flinders would specifically like to thank OCJ Investment (Australia) Pty Ltd (“**OCJ**”), for their continued support of Flinders via their firm placement commitment in what is a difficult market for junior developers.

## **Use of Funds**

The Placement will provide working capital to the Company to pay the holding costs for PIOP and in its pursuit of securing development partners, offtake customers and transport solutions for the project.

## **Project Update**

Flinders continues to hold discussions with third parties in respect to developing the Pilbara Iron Ore Project. These discussions remain confidential and any material outcomes will be reported to the ASX if an agreement is reached.

Ends

## **For further information contact:**

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