

## ASX ANNOUNCEMENT

12 December 2017

### BBI State Agreement Bill Receives Royal Assent

Further to its announcement on 25 January 2017, Flinders Mines Limited (ASX: FMS) (**Flinders or Company**) has become aware that the Railway (BBI Rail Aus Pty Ltd) Agreement Bill 2017 has received Royal Assent and has become an Act of Parliament (**Act**).

The Act ratifies and authorises the implementation of an agreement between the State, BBI Rail Aus Pty Ltd (a subsidiary of BBI Group Pty Ltd (**BBIG**)) and others relating to a proposed 50 million tonne per year iron ore infrastructure development for the central Pilbara, the Balla Balla Infrastructure Project (BBI Project).

As has previously been disclosed by the Company, the BBI Project, should it proceed, represents a potential transportation infrastructure solution for the Company's Pilbara Iron Ore Project (PIOP). However the Directors of Flinders wish to make it clear that the Company does not have any existing commercial arrangements in place with BBIG and any future negotiations with BBIG may or may not result in a commercial agreement to use BBIG infrastructure.

For further information please contact:

#### Shareholders

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#### 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).