



ASX RELEASE

For Immediate Release

29 June 2009

The Manager
Companies Announcements Office
Australian Securities Exchange
20 Bridge Street
Sydney NSW 2000

Dear Sir/Madam

OVER-SUBSCRIBED SHARE PURCHASE PLAN

In view of the overwhelming response to the share purchase plan (SPP) announced by Flinders Mines Limited (ASX: "FMS") (**Company** or **Flinders**) on 18 May 2009, the directors have decided to exercise their discretion pursuant to the terms and conditions of the Company's SPP, to increase the maximum number of shares to be issued and to bring forward the issue date to 30 June 2009.

Due to the oversubscription, the Company closed the SPP early, on 22 June 2009. Any application monies received after the 22 June 2009 closing date will be fully refunded.

Pursuant to this letter, the Company gives notice to its shareholders and the ASX that the maximum number of shares to be issued under the SPP will now be 110,778,172 shares for a total maximum of \$5.91 million, (rather than \$5 million, as stated in the SPP offer document and previous announcements to ASX). All shares under the SPP (including the shares in response to applications received in excess of \$5 million) will be issued on 30 June 2009 and will otherwise be issued on the terms and conditions of the SPP offer document that was sent to shareholders on 9 June 2009.

As previously advised, Flinders will concentrate its efforts on accelerating the resource delineation work and expediting the Scoping Study, Prefeasibility and Feasibility Studies on the 100% owned Hamersley iron ore project in Western Australia's Pilbara Region.

For further information please contact:

Dr Kevin Wills
Managing Director
Flinders Mines Limited

Phone: 08 8132 7950
Mob: 0419 850 997
Email: kwills@flindersmines.com

Flinders Mines Limited
ABN 46 091 118 044

62 Beulah Road
Norwood
South Australia
5067

PO Box 3126
Norwood
South Australia
5067

telephone 61 8 8132 7950
facsimile 61 8 8132 7999
email info@flindersmines.com
www.flindersmines.com