



FLINDERS
DIAMONDS

Australian Stock Exchange Announcement

RIGHTS ISSUE CLOSES TODAY

15 June 2007

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

Highlights

- *Flinders Diamonds' \$5.8 million Rights Issue closes today*
- *Implied Value of Flinders' shareholding in Maximus Resources Limited yesterday was \$3.05 million*

FDL Rights Issue

Flinders Diamonds Limited's (FDL) \$5.83 million non-renounceable Rights Issue, which opened on 18 May offering 486.4 million shares at \$0.012 cents per share, will close today. Total subscriptions are not yet known, but with broker interest in sales of the shortfall, the Board is confident of a good overall result. Members of the FDL board are together taking up over \$100,000 of their rights.

The proceeds of the issue are designed to allow FDL to commence a new strategy for diamond exploration on its key diamondiferous projects in the Gawler Craton in South Australia, and to continue with evaluation of new kimberlites discoveries in the Flinders Ranges, also in South Australia.

Value of FDL's Investment in Maximus Resources Limited

Flinders' 2005 divestment of the non-diamond rights in three of its projects to Maximus Resources has resulted in FDL owning 7 million shares and 3.5 million options in Maximus Resources Limited. At yesterday's market prices, the implied value of this investment is \$3.05 million. Maximus has recently issued a number of ASX

announcements including an exploration update issued today.

To view this announcement, go to the following address:

<http://www.maximusresources.com/asx/asx.htm>

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