

17 October 2006

Dear Option holder

RE: MAIDEN DIVIDEND AND BONUS ISSUE

On 13 September 2006, Florin Mining Investment Company Limited announced an increase in net assets per share after tax of 44.4% and an operating profit for the year ended 30 June 2006 of \$297,636.

The directors of the Company have declared a maiden fully franked dividend of 1 cent per share which will be payable to all ordinary shareholders recorded on the Company's share register at the close of businesses on 10 November 2006.

The Company has also announced a bonus share issue, which will be issued to all ordinary shareholders recorded on the Company's share register at 21 November 2006, on the basis of 1 bonus ordinary share for every 5 ordinary shares held.

The directors have taken this opportunity to inform you of the upcoming maiden dividend and bonus share issue, as it may be beneficial for some option holders to exercise your options early to receive the maiden dividend and bonus shares. While it is not compulsory to exercise your options early, your directors encourage you to seek professional advice if you are unsure as to what to do regarding your options.

Should you wish to exercise your options, please complete the attached Option Exercise Form and return with your cheque in the enclosed reply paid envelope.

Your cheques should be made payable to 'Florin Mining Investment Company Limited'.

To be eligible to receive the maiden dividend and bonus share issue, your Options Exercise Form and cheque must be received prior to 10 November 2006.

If you require any further information, please contact either Daniel Di Stefano on 02 4920 2877 or mail@florin.com.au.

Yours faithfully

FLORIN MINING INVESTMENT COMPANY LIMITED



DANIEL DI STEFANO
COMPANY SECRETARY