

FLORIN MINING INVESTMENT COMPANY LIMITED

ABN 60 111 170 882

Terms and Conditions of Options

1. Each Option entitles the holder, upon payment of \$0.25 cents per Option, to subscribe for and be allotted one share.
2. A Share issued on the exercise of an Option will rank equally in all respects with all existing Shares from the date of issue and will be entitled to those dividends which have a record date for determining entitlements after the date of issue. The Company will apply for quotation by NSX of all Shares issued on exercise of the Options.
3. An Option may be exercised by the holder at any time prior to 5pm 15 December 2006.
4. An Option is exercisable by the holder providing to the company secretary or such other person as the Board designates, a completed notice (in the form required by the Company) of exercise of Option and application for Shares.
5. The exercise of some Options only, does not affect the holder's right to exercise other Options at a later time.
6. Any Option not exercised will expire on 15 December 2006.
7. The holder may transfer, encumber or otherwise deal with the Options.
8. Options will be quoted on NSX.
9. The holder cannot participate in new issues of securities to holders of Shares unless the Option has been exercised and the Shares are allotted in respect of the Option before the record date for determining entitlements to the issue. The company must give notice to the holder of any new issue before the record date for determining entitlements to the issue in accordance with the Listing Rules.
10. If the Company makes a pro rata bonus issue of Shares to holders of Shares (other than an issue in lieu or in satisfaction of dividends or by way of dividend reinvestment) and no Share has been allotted and registered in respect of an Option before the record date for determining entitlements to the bonus issue, then the number of Shares or other securities for which the holder is entitled to subscribe on exercise of the Option is increased by the number of Shares or other securities that the holder would have received if the Option had been exercised before the record date for the bonus issue.
11. If the Company makes a pro rata issue of securities (except a bonus issue) to the holders of Shares (other than an issue in lieu or in satisfaction of dividends or by way of dividend reinvestment) the exercise price of an Option shall be reduced according to the formula specified in the Listing Rules.
12. In the event of any reconstruction of the issued ordinary capital of the Company, the number of shares attaching to each Option or the exercise price per Share of an Option or both will be reconstructed in the manner specified in the Listing Rules applying at the time of the reconstruction. If the manner is not specified in the Listing Rules then the Board will determine the reconstruction provided that the number of Options or the exercise price, or both, must be reorganised so that the holder will not receive a benefit which the shareholders of the Company do not receive. This rule does not prevent a rounding up of the number of securities to be received on exercise if the rounding up is approved at the security holders' meeting which approves the reconstruction.
13. The company will give notice to the holder of any adjustment to the number of Shares which the holder is entitled to subscribe for or be issued on exercise of an Option or the exercise price per Option in accordance with the Listing Rules.
14. If at the time Shares are issued upon the exercise of Options, Shares are quoted on NSX, the company must within the time prescribed by the Listing Rules make application to NSX for quotation of those shares.