



FLORIN

mining investment company limited

Quarterly update for quarter ending 30 September 2012

Investment objective

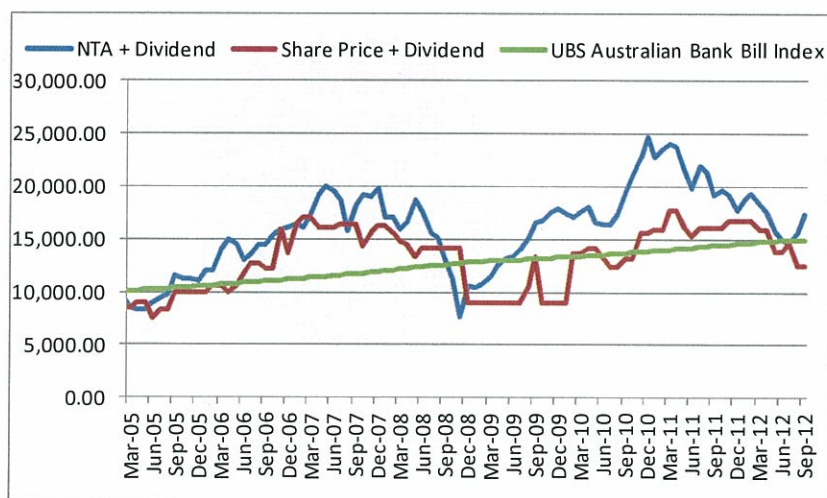
The Florin Mining Investment Company Limited ("Florin") investment objective is to achieve a high real rate of return, being comprised of both income and capital growth by investing in a portfolio of securities of natural resource companies.

Florin will generally limit its investments to those companies which;

- Derive a significant proportion of their revenues from the mining of base and precious metals, industrial minerals, and bulk commodities, the production of oil and gas or geothermal energy; or
- Have a significant proportion of their assets invested, or they propose to invest a significant proportion of their assets, in activities involved in the exploration for base and precious metals, industrial minerals, bulk commodities, oil, gas and geothermal energy.

Cumulative performance

	3 Months	6 Months	1 year	3 Years	5 Years	Since Inception
Share price + dividend	-9.05%	-20.87%	-22.09%	-5.63%	-23.28%	25.63%
NTA + dividend	16.39%	-6.10%	-9.48%	4.53%	-5.14%	73.13%
UBS Australian Bank Bill Index	0.91%	1.96%	4.36%	14.31%	28.36%	50.27%



Both the share price and NTA have been adjusted for the 1-for-5 bonus issue.

Key information

Calendar

Year end	30 June
Annual report published	30 September
Dividends paid	April, December
Annual General Meeting	November
Established	29 September 2004
Listed date	3 February 2005

Capital structure

Ordinary shares issued	16,985,769
Share price cents	15.0
Net asset value cents	20.7
Dividend cents per share (last 12 months)	1.00
Yield %	6.67
Franking %	100.00

Management

Board of Directors	Victor Burley Steven Pritchard Daniel Di Stefano Peter Cameron
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Company secretaries	Brett Hall Daniel Di Stefano
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Investment manager	Cameron Stockbrokers Limited
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Trading details

Listed	National Stock Exchange
NSX code	FMI
Stockbrokers	Cameron Stockbrokers Limited Pritchard & Partners Limited

The investment objectives should be treated as a target only and should not be considered as an assurance or guarantee

Calculated as an annual dividend yield, where the total dividends for the prior 12 months are divided by the current market price as at 30 June 2012

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Investment manager's report

As at 30 September 2012 the Net Tangible Assets of the Company were 20.7 cents per share which was up from 17.8 cents per share at 30 June 2012.

During the quarter the share price declined by 1.5 cents per share to close at 15.0 cents. At current levels the shares represent a 27.5% discount to asset backing.

The commodity markets have been easy of recent times with many of the major producers giving guidance of a slow down for the sector. Some of the factors contributing to this are increased taxes and labour costs which has led to decreasing margins, coupled with the high Australian dollar and decreasing commodity prices.

The main theme in the last quarter was taking some profit in Peel Mining Limited (PEX) which is a company that we have invested in for some time having taken a placement in the company at \$0.07 in late 2010. Before the recent price run we held 1,150,000 shares and sold a bit more than half our holding at an average exit price of about \$0.30. We still hold a reasonable position in the company and like the management and the project but thought it was prudent to take some profit and use the proceeds for other opportunities.

We have simplified the portfolio by reducing our overseas holdings and used the proceeds to establish positions in new opportunities including a small position in Bauxite Resources which we bought at half its cash backing of \$48 million and re entered part of our position in Norton Gold fields after selling all of our shares into the takeover a month earlier. We sold our Norton shares at approximately \$0.27 and have bought some back at \$0.16 per share.

While in the short term the tough trading conditions in the juniors looks set to continue, we are finding a lot more opportunities in the market as company valuations have come back to what we think look reasonable levels.

During the period the Company did not buyback any shares. The company intends to continue with its on market buy back of shares as outlined in its capital management policy.

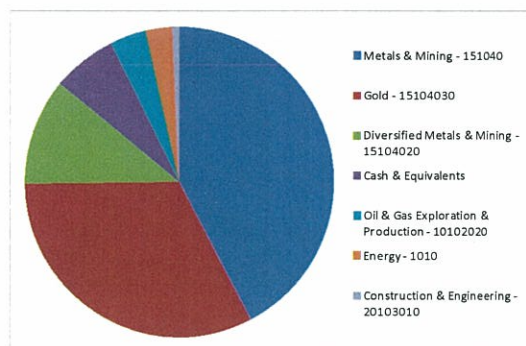
Twenty largest equity holdings

As at 30/09/2012		%
CVY	Coventry Resources Limited	4.80
BDR	Beadell Resources Limited	4.64
CGX	CGA Mining Limited	4.52
PRU	Perseus Mining Limited	4.12
IGR	Integra Mining Limited	4.07
PEX	Peel Mining Limited	3.74
RVY	Rift Valley Resources Limited	2.62
BRU	Buru Energy Limited	2.42
CVG	Convergent Minerals Limited	2.24
EVR	Endeavour Mining Corporation	2.21
CHZ	Chesser Resources Limited	2.01
CCU	Cobar Consolidated Resources Limited	1.93
+EDV	Endeavour Mining Corporation	1.81
TMM	Tasmania Mines Limited	1.78
MSR	Manas Resources Limited	1.72
IGO	Independence Group NL	1.67
SUM	Sumatra Copper & Gold Plc	1.66
NCM	Newcrest Mining Limited	1.61
MCR	Mincor Resources NL	1.57
IAU	Intrepid Mines Limited	1.54

52.68

GICS Sector allocation

	%
Metals & Mining - 151040	42.23
Gold - 15104030	32.62
Diversified Metals & Mining - 15104020	11.01
Cash & Equivalents	6.73
Oil & Gas Exploration & Production - 10102020	3.84
Energy - 1010	2.87
Construction & Engineering - 20103010	0.70
Total	100.00



Important information: Florin Mining Investment Company Limited has made every effort to ensure the information contained within this document is accurate and up to date. However, no warranty is made in relation to the accuracy and reliability of the information. Past performance is no guarantee of future performance. This document does not take into account the reader's investment objectives, particular needs or financial situation. It is general information only and should not be considered as investment advice and should not be relied on as an investment recommendation.