



Orion Metals Limited (ASX: ORM)

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14 July 2021

Chairman's Address to 2021 Annual General Meeting

Attached is the Chairman's Address to be presented to shareholders at the Company's Annual General Meeting scheduled to commence at 11am on 14 July 2021.

Authorised for release by the Board of Directors of Orion Metals Limited.

A handwritten signature in blue ink, appearing to read "Bill Lyne", with a wavy line underneath.

Bill Lyne

Company Secretary

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CHAIRMAN'S ADDRESS TO SHAREHOLDERS AT THE ANNUAL GENERAL MEETING OF ORION METALS LIMITED HELD ON WEDNESDAY 14 JULY 2021

Welcome to the 2021 Annual General Meeting of Orion Metal Limited.

The Company experienced another quiet year during 2020-21 whilst continuing to function as a small exploration entity.

Over the past 12 months, the Company has carefully managed exploration and other expenditure following its strategic reduction of exploration activities, and tenement rationalization. As a result, there were no field operations conducted during the period, although the Company continued to observe regulatory requirements to ensure the on-going good standing of its tenements. It has also continued internal assessments across the tenements to ensure that it focused on low-cost and highly prospective core assets, or to look to dispose of those assets.

In addition, the Company has also used this period to evaluate funding opportunities, develop budgets reflective of the Company's strategic direction, and to arrange and prepare for key approvals and studies for its remaining Top Camp Project and the various statutory and stakeholder approvals required if it was decided to commence bulk sampling operations. However, towards the end of the financial year the Board decided that it was in the Company's best interests to accept an offer to sell the Project to Mayfair Corporations Group Pty Ltd for \$500,000. A formal Sale of Tenements Agreement has now been signed and the Board recommends the sale for Shareholders approval at this AGM.

The sale of Top Camp will enable the Directors to concentrate on investigating the acquisition of alternative assets to create long-term value for the benefit of all shareholders.

During the financial year the balance of \$120,000 owing on the sale of the Tanami West Project was received. In addition, \$154,000 was raised from the exercise of the remaining options held by the largest shareholder, Excellence Holdings HK Limited. Excellence Holdings also provided loan funds which at financial year-end aggregated a total of \$65,000, enabling continuity of corporate expenses and maintenance of tenement commitments. The Company is expecting to announce new fund raising initiatives soon to support any potential acquisitions.

Recently the Company announced that it has entered into a memorandum of understanding (MOU) with Mayfair Resources Group Pty Ltd (MRG), a company managed by the same management team and board as Mayfair Corporations Group Pty Ltd.

The MOU sets out binding obligations on the parties including that:

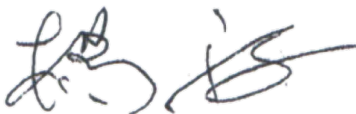
- (a) the Company and MRG will cooperate with each other on an exclusive basis to procure the acquisition by the Company of identified assets after conducting satisfactory due diligence on such assets; and
- (b) subject to seeking any necessary shareholder approvals, the Company will undertake to fund such acquisitions through the issue of ordinary shares in the Company to new investors, including MRG.

We will announce further information about the Company's plans in the near future.

I also advise that since year-end Mr Bo Wang has resigned as a Non-Executive Director due to other commitments. The Board thanks Mr Wang for his contribution to the Company over the 5 years since his appointment.

As a replacement, Mr Yu Zhou has been appointed as a Non-Executive Director. Mr Zhou holds a Bachelor of Economics degree in International Banking and Finance from Tianjin University of Finance and Economics. After completing his degree, he worked for a number of securities and investments companies, both in China and Australia. Over the last couple of years he has acted as a consultant to the Company, particularly assisting with efforts to find JV partners or dispose of Orion's minerals leases, investigate potential new assets, and source new capital and other funding for the Company. We welcome Mr Zhou to the Board and recommend that shareholders endorse his appointment at this AGM.

In closing, I would like to once again take this opportunity to personally thank all the Board members and management team for their on-going hard work and dedication, and to thank all shareholders for their support, patience, and commitment to Orion Metals Limited.

A handwritten signature in black ink, appearing to be 'Dr Yi Yang', written in a cursive style.

Dr Yi Yang
Chairman
Orion Metals Limited