



# ORION METALS LIMITED (ASX: ORM)

## ACTIVITIES REPORT FOR QUARTER ENDING 31 August 2021

### EXPLORATION ACTIVITIES

No on-ground exploration activities were conducted at the Top Camp Project during the reporting period, being Orion Metal’s only remaining exploration project.

As previously announced, Orion entered into an exclusive binding Terms Sheet with Mayfair Corporations Group Pty Ltd (“Mayfair”) in respect of the sale and purchase of the 4 mining leases comprising the Top Camp Project for a total of \$500,000 and on 13 July 2021 a formal Sale of Tenements Agreement was signed to replace the Terms Sheet.

Sale of the Top Camp tenements was approved by shareholders at the Company’s Annual General Meeting (“AGM”) held on 14 July 2021.

### PROJECT LOCATION MAP



### Project Update

#### TOP CAMP PROJECT

**GOLD COPPER PROJECT**

**40 km south of Cloncurry, North Queensland**

**ML 2764, ML 2785, ML 2786, ML 2792.**

The Top Camp mining leases are all 100% Orion Metals Limited owned. No on-ground exploration was conducted during this period.

Orion considers there is an opportunity for an alluvial gold operation at Top Camp. The Project is considered prospective for IOCG (iron oxide copper gold) type deposits in addition to the alluvial gold potential.

Orion entered into a Sale of Tenements Agreement with Mayfair on 13 July 2021 in respect of the sale and purchase of the 4 mining leases comprising the Top Camp Project for \$500,000 purchase price.

Renewal applications for ML 2785, 2786 and 2792 – with a common expiry date of 28 February 2026 – were lodged with the Queensland Department of Resources (“QDoR”) during previous reporting periods and have passed technical assessment. We are advised that the grant of the renewals will proceed once the transfer application to Mayfair is approved.

With regard to the remaining conditions precedent for the sale, indicative approval to the transfer of the Tenements has not as yet been received from the QDoR, so settlement has not yet occurred.

**TENEMENT SCHEDULE**

<b>ORM TENEMENT LIST</b> at 31 August 2021						
<b>Tenement ID</b>	<b>Location</b>	<b>Registered Holder*</b>	<b>Status</b>	<b>Granted Date</b>	<b>Expiry Date</b>	<b>Area (Hectares)</b>
<b>TOP CAMP PROJECT - QLD</b>						
ML 2764	SSW of Cloncurry	ORM 100%	Granted	19/01/1989	31/01/2025	103
ML 2785	SSW of Cloncurry	ORM 100%	Granted, Renewal lodged	6/02/1992	28/02/2022	129.2
ML 2786	SSW of Cloncurry	ORM 100%	Granted, Renewal lodged	15/02/1990	28/02/2021	70
ML 2792	SSW of Cloncurry	ORM 100%	Granted, Renewal lodged	6/02/1992	28/02/2022	103.5
*Orion Metals has entered into a Sale of Tenements Agreement with Mayfair Corporations Group Pty Ltd on 13 July 2021 in respect of the sale and purchase of the 4 mining leases comprising the Top Camp Project.						

**Competent Person Declaration.** *The information in this report that relates to Exploration Results is based on information compiled by Mr Robin Wilson, a part-time consultant to Orion Metals Limited, who is a member of the Australasian Institute of Mining and Metallurgy. Mr Wilson has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Mr Wilson consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*

## CORPORATE

### Company Update

Orion's Annual General Meeting was held on 14 July 2021 at which all resolutions were passed on a poll. The resolutions included approval for sale of the Top Camp Project.

Following the AGM an application and relevant documentation for transfer of the Tenements to Mayfair was lodged with QDoR on 19 July 2021. Since then the Company and Mayfair have provided additional information requested by the Department. The decision of QDoR is awaited.

On 5 July 2021 Orion announced that it had entered into a memorandum of understanding ("MoU") with Mayfair Resources Group Pty Ltd ("MRG"). MRG is managed by the same management and board as Mayfair but the MoU is unrelated to the sale of Top Camp Project.

In accordance with the terms of the MoU, the Company and MRG agreed to use reasonable endeavours to replace the MoU with definitive transaction documents on terms consistent with those set out in the MoU. The indicative dates in previous announcements have not been met and due diligence in respect of the transactions which the MoU concerns is continuing but no new indicative deadline for signing of a definitive transaction document to replace the MoU has been set.

During this time the Directors have continued to concentrate on investigating the acquisition of new assets to further increase value for the benefit of all shareholders and to source alternative funding arrangements to the support currently being provided by major shareholder Excellence Holdings HK Limited ("EHHK") and other parties. To this end, the Company has mandated professional advisors to assist and advise the Company on investment opportunities in mining or exploration assets that are in a more advanced or developed stage as well as any further capital raising that may be required by the Company to support its future activities.

Orion also advises that, for administrative reasons, since quarter-end the Registered Office and Principal Place of Business have been relocated from Calamvale to Fig Tree Pocket in suburban Brisbane, and the Company's telephone number has changed (see Corporate Directory below).

### Financial

The Company's Quarterly Cash Flow Report (Appendix 5B) details funds flow for the most recent reporting period and cash on hand at period-end.

The Company's financial position has been supported in the quarter by additional loans from Australia Cayenne Holdings Pty Ltd (a related entity of Director Bin Cai) and a third party investor. These loans, as well as the previous loans from EHHK (a related entity of Directors Yi Yang and Feng Wu), are at zero interest rate, unsecured and for no fixed term.

Payments to related parties of the entity and their associates during the period aggregated \$14,000 and were for an executive Director's salary and statutory superannuation.

Funds will be supplemented over coming periods from receipt of the Top Camp Project tenements sale (\$500,000) and further loan funds from EHK if necessary. EHK annually provides the Company with a letter of financial support should the need for further funding arise.

## **CORPORATE DIRECTORY**

### **ORION METALS LIMITED**

**ASX Code:** ORM

**ABN:** 89 096 142 737

### **Issued Capital as at 31 August 2021**

545,097,443 shares issued & listed  
372 shareholders

### **Top 20 shareholders**

Hold 99.08% of listed shares

### **Largest shareholders**

Excellence Holdings HK Limited 73.38%  
Conglin Group / Mr Conglin Yue 19.35%  
Jien Mining Pty Ltd 4.23%

### **Board**

Mr Yi Yang – Chairman  
Mr Yu Zhou – Director  
Mr Feng Wu – Executive Director  
Mr Bin Cai – Executive Director & CFO

### **Company Secretary**

Mr Bill Lyne

### **Contact Details**

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**Quarterly Activities Report is authorised by the Board of Directors of Orion Metals Limited**