



Orion Minerals_{NL}

ASX RELEASE: 30 OCTOBER 2017

Strongly Supported Capital Raising to Progress Prieska Zinc-Copper Project in South Africa

- ▶ **Placement to sophisticated and professional investors at 2.4 cents per Share to raise \$5.5 million.**
- ▶ **Commitments received from investors for \$3.47 million being Tranche 1 of the Placement and for \$2.03 million being Tranche 2 of the Placement (subject to shareholder approval).**
- ▶ **Shareholder approval to be sought for Orion's Chairman, Mr Denis Waddell, to subscribe for Shares at the same price as the Placement Shares.**
- ▶ **Proceeds will be used to progress the resource drilling campaign at the Company's Prieska Zinc-Copper Project in South Africa, to continue exploration programs on the Company's Northern Cape South African tenements, and for working capital purposes.**

Orion Minerals NL (ASX: ORN) (Orion or the Company) is pleased to advise it is undertaking a capital raising of \$5.5 million, made up of \$3.47 million in Tranche 1 and an additional \$2.03 million in Tranche 2.

The Placement to sophisticated and professional investors will be for up to 229.167 million ordinary fully paid shares (**Shares**) at an issue price of 2.4 cents per Share to raise up to \$5.5 million. It is proposed that the capital raising will occur in two stages, being:

- Tranche 1 – 144.583 million Shares using the Company's 15% placement capacity under ASX Listing Rule 7.1 to raise \$3.47 million; and
- Tranche 2 - up to 84.583 million Shares to raise \$2.03 million (subject to shareholder approval, at a general meeting planned to be held mid-December 2017),

(together the **Placement**).

The Company has received commitments from investors to subscribe for the Placement, with Tranche 2 being subject to shareholder approval.

Proceeds from the Placement will be used principally to progress the intensive resource drilling campaign at the Company's Prieska Zinc-Copper Project, where significant drill results have been returned in recent months (refer ASX releases 9 October 2017, 5 October 2017, 19 September 2017 and 6 September 2017). The current program is the next step in the process to define a maiden Mineral Resource estimate as defined in the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code) and will be fed into the bankable feasibility study (**BFS**) (refer ASX release 11 July 2017). The BFS will build on both the substantial existing historical dataset relating to mining and processing activities as well as the new information being generated by the onsite activities. Funds will also be used to continue exploration programs, including a large airborne electromagnetic survey and regional geochemistry on the Company's Northern Cape South African tenements, and for working capital purposes.

General Meeting

The Company will seek the required shareholder approvals (to ratify Tranche 1 and for the issue of Tranche 2 of the Placement) at a General Meeting of shareholders planned to be held mid-December 2017. In addition, approval will also be sought at the General Meeting for Orion's Chairman, Mr Denis Waddell to subscribe for Shares at the same price as the Placement Shares.



Denis Waddell
Chairman

ENQUIRIES

Investors

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