



ORMINEX

ASX ANNOUNCEMENT

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DIRECTORS & MANAGEMENT

Daryl Henthorn
Executive Chairman

Michael Foulds
Non-Executive Director

John Correia
Non-Executive Director

Dean Hely
Non-Executive Director

Kelly Moore
Company Secretary

Current Share Price \$0.09

Share Capital – 539,102,168

Unlisted Options – 9,452,055

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COMET VALE GOLD POUR MINING DEVELOPMENT UPDATE AT KINGS BOUNTY

Highlights

- Comet Vale gold pour delivers 1,940 recovered gold ounces - 97% recovery at an average head grade of 4.01 g/t
- Production ramp-up continues at Kings Bounty decline with next processing campaign of approximately 15,000t scheduled for early December
- Evaluation for transition to Burbanks Processing Plant ongoing
- Drilling to commence at Comet Vale targeting extension of current mine plan
- Mining at 100%-owned Penny's Find Gold Project on track to commence this quarter

Orminex Limited ('Orminex' or 'the Company'; ASX: ONX) is pleased to provide the following update on processing and mining operations at its joint venture Comet Vale gold project (51% ONX; 49% Sand Queen Gold Mines Pty Ltd) and its Penny's Find gold project (100% ONX) in the Goldfields region of Western Australia.

Second Comet Vale Mine Plan Processing Campaign Complete

Orminex is pleased to report that total gold production from the recently completed Comet Vale gold pour was 1,940 recovered ounces, at 97% recovery with an average head grade of 4.01 g/t.

A total of 15,480t of ore from the underground mining operations at Kings Bounty (located within the broader Comet Vale mine plan) was processed at the Lakewood Mill during October.

Both recovery and grade are in line with the Company's expectations given the campaign comprised 70% development ore and 30% production ore. Grade is expected to improve as the ratio of production ore to development ore increases in line with the mine plan development.

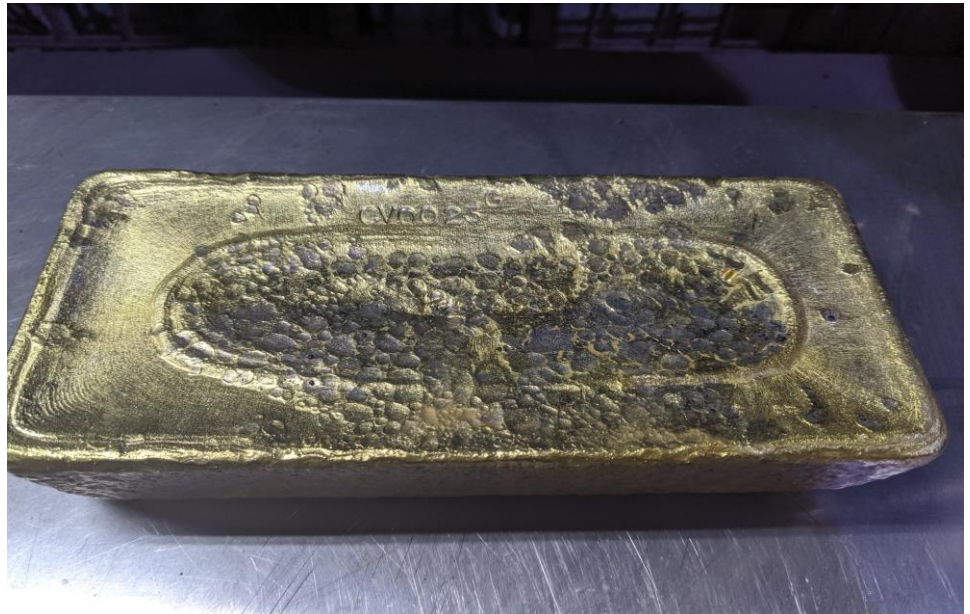


Figure 1. Gold bar from this processing campaign



Figure 2. Ore recently processed at Lakewood Mill

Production Ramp-up Continues at Kings Bounty

Production at Kings Bounty continues towards achieving a monthly target of 10,000tpm ore processing. Current development activities are focused on strike driving the 4.6 and 5 levels and the continued development of the decline that is now down to the 5.3 level. Access development is also nearing the intersection of the orebody on the 5 level, which will provide further access to high grade ore for processing.

Both air legging and longhole stoping is now underway in the 4.3 level that contributed approximately 30% of the ore processed in the recent campaign. Other recent works include the upgrade to the primary ventilation and pumping circuits to support ongoing mining operations.

Proposed Extension of Comet Vale Mine Plan

As previously advised (see previous ASX releases dated 14 January 2019 and 16 April 2019), Orminex is targeting the potential extension of mining operations at Comet Vale below the current mine plan. The Company is optimistic that mining operations will be able to continue past the 6 level. With the decline centered in the resource and most of the mine development complete for access, the proposed extension would underpin future production.

A drilling program comprising both infill and extensional drilling will commence next month, adjacent to current mining operations, and Orminex looks forward to reporting results in due course.

Penny's Find Gold Mine Update (100% ONX)

The Penny's Find Gold Mine, located 50km northeast of Kalgoorlie in Western Australia, is strategically located within 1 hour's drive from Orminex's Comet Vale mine. As previously advised, Orminex is targeting the commencement of mining operations at Penny's Find this calendar year and the Company can report that GBF and their associate consultants are continuing to make steady progress towards delivering this milestone. The current focus is on securing the pre-requisite mining approvals ahead of the commencement of initial site works later this quarter.

Management Commentary

Executive Chairman Daryl Henthorn commented:

“Operational progress continues across the business and we are pleased to report our second major gold pour from Comet Vale. We are continuing to ramp-up production at Kings Bounty, with a higher ratio of stoping ore expected to be processed in the December campaign.

We have long held the view that there is considerable upside and potential to expand the current mine plan at Comet Vale below the 6-level and we will commence drilling and technical evaluation of a mine plan extension next month.

I look forward to reporting further news as activity ramps up across the business.”



Figure 3. Daryl Henthorn (Executive Chairman) and John Correia (Non-Executive Director) at Lakewood Mill during the recent campaign

Mineral Ventures Model Overview and Strategy

In 2018, Orminex entered into a strategic alliance with WA-based contract mining company GBF to form the Mineral Ventures model. The primary aim of the Mineral Ventures model is to source, develop and fund stranded, high-grade gold assets into production.

Orminex currently has a 51% joint venture interest in the producing Comet Vale gold project and 100% ownership of the high-grade Penny's Find Gold Mine near Kalgoorlie. The Company also owns 100% of the Golden Lode project located 130km from Coolgardie and 100% of the Happy Jack project located 30km south of Menzies.

GBF was recently acquired by mining services company Macmahon Holdings Limited (ASX: MAH) which has significantly enhanced Orminex's ability to expand the Mineral Ventures Model to include surface mining projects. Importantly, the strategic alliance with GBF remains unchanged, with GBF continuing to oversee all operational management across the Mineral Ventures portfolio.

Orminex is currently reviewing several potentially suitable projects that could be developed under the Mineral Ventures model and further updates will be provided on these opportunities in due course.

-ENDS-

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About Orminex

Orminex has a strategic alliance with underground mining contractor GBF Underground Mining who oversee operational management of the Company's projects. This strategic alliance facilitates a Mineral Ventures Model that provides capital and mining service solutions to suitable near-term production gold projects.