



ORMINEX

ASX ANNOUNCEMENT

ASX Code: ONX

19 August 2020

DIRECTORS & MANAGEMENT

Michael Foulds
Non-Executive Director

Dean Hely
Non-Executive Director

Wayne McGrath
Non-Executive Director

Kelly Moore
Company Secretary

Share Capital – 539,102,168
Unlisted Options – 9,452,055

A: 1A Agnew Way,
Subiaco WA 6008

P: PO Box 1473,
SUBIACO WA 6904

PH: +61 8 6149 1550
FAX: +61 8 9380 8300

e: admin@orminex.com.au
www.orminex.com.au

ACN: 008 740 672
ABN: 45 008 740 672

Orminex executes binding framework letter for proposed purchase of Indonesian gold assets

Orminex Limited (**'Orminex'** or **'the Company'**) (ASX: ONX) is pleased to announce that it has executed a binding framework letter with PT Amman Mineral Internasional (**'AMI'**), in respect of progressing a transaction for the acquisition of economic interests in all or a substantial part of a significant epithermal gold project asset in Indonesia (**'Asset'**) from AMI (or a related entity) (**'Transaction'**).

AMI is a major Indonesian mining entity which owns the second largest copper and gold mine in Indonesia as well as significant other investments in the resources sector. The Asset is located only 60 kms from the world class Batu Hijau Project located on the island of Sumbawa. The project is advanced with a Feasibility Study due for completion by the vendors in the fourth quarter of this year.

Whilst discussions are in preliminary stage and the valuation of the Asset is to be determined, it is expected that the consideration for the Transaction will be the issue of ordinary shares in the Company and will result in the vendors acquiring a controlling interest in the Company. The Transaction will be subject to completion of satisfactory due diligence, the negotiation of a binding transaction documentation, as well as all required shareholder and regulatory approvals by the parties.

The Board looks forward to working closely with the AMI team and with its corporate representative, Alexander Ramlie (who has extensive experience in managing corporate transactions in the South East Asian market, including through his experience as director of MacMahon Holdings), to progress the Transaction, complete due diligence and negotiate the terms of binding transaction agreement.

An exclusivity period until 30 November 2020 has been agreed between the parties in this regard. AMI will also pay to the Company a deposit of \$1 million which will be refundable if the Transaction does not proceed in certain circumstances.

The Board believes this is a very exciting transaction for the Company and represents an important forward strategic step that expands its operations, presents further opportunities and aligns the Company with an experienced mining entity.

The Company intends to appoint independent legal and corporate advisers to advise the Board during this process.

As the Transaction progresses, the Company will provide further updates to the market as appropriate.

This announcement has been authorised and approved for release by the Board of Orminex.

Investor enquiries:

Wayne McGrath

Non-Executive Director

admin@orminex.com.au

For more information, visit www.orminex.com.au



Follow [@Orminex](#) on Twitter



Follow [Orminex Limited](#) on LinkedIn

About Orminex

Orminex has a strategic alliance with underground mining contractor Mineral Ventures Pty Ltd 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.

-ENDS-