



ASX Announcement

18 April 2016

INVESTMENT AGREEMENT

Orion Metals Limited (ASX Code – ORM) has entered into an Investment Agreement with Excellence Holding HK Ltd (the **Subscriber**) under which it has been agreed that 200,000,000 shares will be issued by ORM to the Subscriber for \$0.005 each to raise a total of A\$1,000,000 in new funds (**Placement**).

The Placement will take place in two tranches, with 20,000,000 shares to be issued within 5 business days of the date of the agreement (17 April 2016) and the issuance of the further 180,000,000 shares being subject to ORM shareholder approval and any required regulatory approval of the Subscriber.

There will also be one listed option issued for each new share, which options will be convertible into one fully paid ordinary share on the payment of the exercise price of \$0.005. The options will have an expiry date of 24 months after their issue. The issuance of the options will also be subject to Shareholder approval.

Other conditions of the Placement include that the Subscriber will have the right to nominate a majority of the board of ORM, with the election of these nominated persons being subject to Shareholder approval.

Further information on the Placement and the proposed ORM Shareholder meeting to approve the issue of the second tranche of shares and options will be provided to Shareholders shortly.

Information on the Subscriber

Excellence Holding HK Ltd is based in Hong Kong, mainly engaged in investment in high-tech industries and high-growth industries. The Group actively explores investment opportunities and has been investigating potential acquisitions, focusing on different parts of the world, to take advantage of their strong financial position and extensive management experience in development and diversifying the Group's business portfolio which has growth potential and the ability to expand revenue sources and create greater returns for shareholders.

Bill Lyne
Company Secretary
Phone: 04 1887 4175
Email: blyne@orionmetals.com.au