

9 March 2015

## ORPHEUS DEBT FREE

### Key Points:

- Orpheus now debt free and pursuing other corporate opportunities
- ~A\$270,000 from Orpheus Rights Issue paid to creditor PT Baraindo
- ~A\$792,100 balance of debt assigned to Mr Nugroho Suksmanto
- ~US\$7.2m (~A\$9.2m) still owing to Orpheus

Orpheus Energy (“OEG” or the “Company”) is pleased to advise shareholders that, after lengthy negotiations with its creditor PT Baraindo and also its debtor Mr Nugroho Suksmanto, the Company has executed a legally binding debt novation agreement. Under the terms of the agreement, Orpheus has paid PT Baraindo ~A\$270,000 from the proceeds of the recent Rights Issue, and the ~A\$792,100 balance of the debt owing to PT Baraindo has been assigned to Mr Suksmanto.

This means the Company now has no external debt. It correspondingly reduces the amount owed to Orpheus by Mr Suksmanto to ~US\$7.2m (~A\$9.2m). However, as flagged in the Company’s December Quarterly Report, none of these outstanding funds have yet been paid. Orpheus continues to take all necessary and appropriate action to collect the outstanding funds owed by Mr Suksmanto.

Commenting on this major development, Executive Chairman Wayne Mitchell said, *“This is an extremely important milestone for Orpheus as it leaves the Company with no external debt and strengthens the Company’s balance sheet. The Company can now more aggressively look to rebuild as it continues its program to identify and inject appropriate new corporate opportunities for shareholders to consider”.*

Orpheus will keep shareholders updated on new corporate opportunities and on the debt recovery process.

### For further information, please contact:

David Smith, Executive Director / Company Secretary

Email: [info@orpheusenergy.com.au](mailto:info@orpheusenergy.com.au); Phone +61 2 8281 8200

#### Disclaimer – Forward looking statements

This release may contain forward-looking statements. These statements are based upon management’s current expectations, estimates, projections and beliefs in regards to future events in respect to Orpheus’s business, the industry in which it operates. These forward looking statements are provided as a general guide and should not be relied upon as an indication or guarantee of future performance. The bases for these statements are subjected to risk and uncertainties that might be out of control of Orpheus Energy Limited and may cause actual results to differ from the release. Orpheus Energy Limited takes no responsibility to make changes to these statements to reflect change of events or circumstances after the release.