

26 November 2014

Orion Gold_{NL}

Notification of Shortfall Under Renounceable Entitlement Issue

ASX Code: ORN

Issued Capital:

Ordinary Shares: 244M

Options: 88M

Directors:

Denis Waddell
Chairman

Errol Smart
Managing Director, CEO

Bill Oliver
Technical Director

Alexander Haller
Non-Executive Director

Management:

Kim Hogg
Company Secretary

Martin Bouwmeester
Business Development Manager

Suite 2
64 Thomas Street
West Perth WA 6005
ABN 76 098 939 274

T: +61 8 9485 2685
E: info@oriongold.com.au
W: www.oriongold.com.au

Orion Gold NL (ASX: ORN) ("Orion" or the "Company") advises that acceptances under its pro-rata renounceable entitlement issue of 1 ordinary share ('Share') for every 3 Shares held at an issue price of \$0.03 per Share (Entitlement Issue) closed at 5pm on Friday 21 November 2014.

The Company advises that it has received applications from shareholders subscribing for 12,026,515 Shares totalling \$360,795, with a shortfall of 69,246,275 Shares. The underwriters as set out below did not take up their entitlements as they will participate in the issue by way of taking up Shares under their underwriting commitments.

The Entitlement Issue was underwritten to an aggregate of \$1 million by Tarney Holdings Pty Ltd (related to the Company's Chairman Denis Waddell), Orion's Managing Director Errol Smart and shareholders Mr Michael and Mrs Susan Lynch and Mr Michael Fotios, to whom the remaining underwritten shortfall of 21,306,820 Shares has been notified.

Transaction confirmation statements for Shares issued under the Entitlement Issue will be dispatched to shareholders on 28 November 2014.

The funds raised from the Entitlement Issue will enable the Company to undertake follow up exploration programs at its Fraser Range Nickel-Copper Project in Western Australia and its Connors Arc Epithermal Gold Project in Queensland.

Errol Smart
Managing Director and CEO

Company Enquiries:

Errol Smart - Managing Director and CEO
Denis Waddell - Chairman
T: +61 8 9485 2685
E: info@oriongold.com.au

About Orion

Orion Gold is focused on acquiring, exploring and developing large tenement holdings or regional scale mineral opportunities in world-class mineral provinces. The Company has acquired quality projects in proven mineral provinces, including a substantial tenement holding in the Albany-Fraser Belt, host to Australia's two most significant discoveries of the last decade (the Tropicana Gold Deposit and the Nova Nickel-Copper-Cobalt Deposit). Part of this tenement holding was acquired from entities associated with Mark Creasy who is now a significant shareholder in Orion. The project area was previously explored by Western Areas Ltd who identified mafic-ultramafic intrusives within the project area as well as nickel-copper-cobalt-PGE anomalies. Orion's intensive, systematic exploration programs have successfully defined 23 targets to date by a combination of geological, geochemical and geophysical methods.

The Company has identified a significant intermediate sulphidation epithermal gold and silver system at Aurora Flats on the Connors Arc in Queensland. The project lies between the well known Cracow and Mt Carlton epithermal deposits. The Company is increasing its focus on this project, following promising reports from expert consultants.

Additionally the Company has an interest in the Walhalla Project located in Victoria, where it is focusing on exploration for Copper-PGE and has entered into an agreement with A1 Mining regarding the gold rights on the tenements.

The Company has an experienced management team with a proven track record in exploration, development and adding shareholder value.

Disclaimer

This release may include forward-looking statements. These forward-looking statements are based on management's expectations and beliefs concerning future events. Forward-looking statements inherently involve subjective judgement and analysis and are necessarily subject to risks, uncertainties and other factors, many of which are outside the control of Orion Gold NL. Actual results and developments may vary materially from those expressed in this release. Given these uncertainties, readers are cautioned not to place undue reliance on such forward-looking statements. Orion Gold NL makes no undertaking to subsequently update or revise the forward-looking statements made in this release to reflect events or circumstances after the date of this release.