

Orion Gold<sub>NL</sub>

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**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**  
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## Loan Facilities

Orion Gold NL (ASX: ORN) is pleased to announce that it has finalised two loan agreements together totalling \$0.35 million. A \$0.20 million loan facility has been agreed with Tarney Holdings Pty Ltd, a company associated with Orion's Chairman Mr Denis Waddell and a \$0.15 million loan facility has been agreed with Silja Investment Limited, the Company's major shareholder (together the 'Facilities'). The proceeds from the Facilities will be used to fund drilling currently underway at Orion's Fraser Range Nickel-Copper Project in Western Australia and to progress important preliminary exploration work being undertaken at Orion's Connors Arc Project in Queensland.

### Tarney Loan Facility

Under the terms of the Tarney loan facility, Orion may elect to convert the outstanding capitalised loan balance under the facility to Orion shares, subject to shareholder approval where required by law, including the ASX listing rules. Any shares issued to Tarney upon conversion, will be issued at the lower of the volume weighted average price of Orion shares as traded on the ASX in the ten trading days prior to the issue of shares to Tarney, and 4.5 cents (being the price of shares issued under the Company's recent share purchase plan). To the extent that Orion has not converted the outstanding capitalised loan balance to shares (or commenced the conversion process), the Tarney facility becomes payable on 31 December 2014 (unless otherwise agreed by the parties).

### Silja Loan Facility

As announced on 29 July 2014, the Company was recently notified that it had been awarded a \$0.15 million grant in Round 9 of the Western Australian Government's Exploration Incentive Scheme. Under the terms of the Silja loan facility, the Company will be required to repay the facility in cash in accordance with the receipt of grant funds and in any case, repay any outstanding capitalised loan balance in cash by 30 June 2015.

### Other Key Terms of the Facilities

Tarney and Silja each have the discretion as to whether to make an advance to the Company upon receipt of each drawdown notice. Interest will be capitalised under each facility at 7.5% per annum. No facility fees are payable by the Company to either Silja or Tarney. Both Facilities are secured by security over all present and after-acquired property of the Company.

In order to draw on either of the Facilities, the Company must meet certain conditions precedent including certain persons remaining directors of the Company. To date, the Company has not drawn on either of the Facilities.



Errol Smart  
**Managing Director and CEO**

### **Company Enquiries:**

Errol Smart - Managing Director and CEO

Denis Waddell - Chairman

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### **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's other assets are the Connors Arc Epithermal Gold Project in Queensland, between the Cracow and Mt Carlton operations and the Walhalla Project in Victoria, where it is focussing on Copper-PGE mineralisation. 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.