



CHAIRMAN'S ADDRESS TO THE ANNUAL GENERAL MEETING OF ORION METALS LIMITED HELD ON 23 JULY 2015

Orion Metals Limited has endured a challenging twelve month period. The Company has managed to maintain a robust and highly prospective tenement package, and keep functioning as a small exploration entity, amid one of the largest metals and minerals commodity downturns in decades.

The Company responded, like many other exploration "juniors" in the industry, by carefully managing exploration expenditure, strategic reduction of exploration activities, and tenement rationalisation.

The high cost farm-in and JV project at Broughton Creek was terminated, access and royalty agreements for the J.W.Withers tenements at Mt Surprise were terminated and, as well, 3 tenements were relinquished from the Tanami West Project in Western Australia.

These were all considered peripheral to the Company's immediate requirements – to reduce costs, and focus on its core of highly prospective assets.

New funds were sought and raised during the financial year, which contributed \$1,037,500 into the Company's account, enabling continuity of corporate commitments, and re-structured exploration activities.

One key activity which the Company has advanced is the potential development of Top Camp Project's alluvial gold opportunity. A scope document is being produced, statutory approvals for a bulk sampling operation are being assembled, and funding options are being assessed.

It is expected that Orion should be well positioned to resume its exploration activities with a successful outcome from future funding arrangements.

During the year, long term Orion director Dr Tao Li resigned from the Board as the representative of Jien Mining Pty Ltd. On behalf of the Board, I would like to express my gratitude and thanks for his outstanding efforts and wish him all the best for the future.

At the same time, I welcome Dr Michelle Li to the Board. Dr Li is a mineral processing engineer and metallurgist with over 20 years' experience in the Australian mining sector.

I'd like to take this time to thank the current Board and management team for their on-going hard work and dedication, and personally thank all shareholders for their support, patience, and commitment to Orion Metals Limited.

Conglin Yue
Chairman & CEO