

Orion Minerals Group Limited

Preliminary Unaudited Interim Financial Result

for the six month period ended 31 December 2013

Preliminary Unaudited Interim Financial Results

For the six month period ended 31 December 2013

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Consolidated Statement of Comprehensive Income

For the six month period ended 31 December 2013

	Unaudited 31.12.2013 6 months US\$'000	Unaudited 31.12.2012 6 months US\$'000
Revenue	-	-
Cost of goods sold	-	-
Gross Profit	-	-
Other income	-	-
Administrative and other expenses	(310)	(201)
Operating loss	(310)	(201)
Finance income	81	114
Exchange (loss) / gain	(66)	305
Net (loss) / profit before taxation	(295)	218
Income tax benefit / (expense)	-	-
Net (loss) / profit after taxation for the period attributable to shareholders	(295)	218
Other comprehensive income for the period		
Exchange differences on translation of overseas subsidiaries	(90)	-
Total comprehensive (loss) / income for the period	(385)	218
Earnings per share for (loss) / profit attributable to shareholders:		
Basic (loss) / earnings per share (cents per share)	(0.07)	0.05

Consolidated Statement of Changes in Equity

For the six month period ended 31 December 2013

	Share Capital	Foreign Currency Translation Reserve	Accumulated Losses	Total Equity
	US\$'000	US\$'000	US\$'000	US\$'000
Group				
Balance as at 1 July 2013	12,501	-	(5,085)	7,416
Net loss attributable to shareholders	-	-	(295)	(295)
Other comprehensive income	-	(90)	-	(90)
Total comprehensive loss	-	(90)	(295)	(385)
Balance as at 31 December 2013	12,501	(90)	(5,380)	7,031
Group				
Balance as at 1 July 2012	12,501	-	(4,301)	8,200
Net profit attributable to shareholders	-	-	218	218
Total comprehensive income	-	-	218	218
Balance as at 31 December 2012	12,501	-	(4,083)	8,418
Group				
Balance as at 1 July 2012	12,501	-	(4,301)	8,200
Net loss attributable to shareholders	-	-	(784)	(784)
Total comprehensive loss	-	-	(784)	(784)
Balance as at 30 June 2013	12,501	-	(5,085)	7,416

Consolidated Statement of Financial Position

As at 31 December 2013

	Unaudited 31.12.2013 US\$'000	Unaudited 31.12.2012 US\$'000	Audited 30.06.2013 US\$'000
ASSETS			
Non current assets			
Property, plant and equipment	132	1	-
Other receivables	2	-	-
Total Non Current Assets	134	1	-
Current assets			
Cash and cash equivalents	6,604	8,276	7,339
Trade and other receivables	208	31	36
Taxation receivable	151	119	120
Total Current Assets	6,963	8,426	7,495
TOTAL ASSETS	7,097	8,427	7,495
LIABILITIES			
Current liabilities			
Trade and other payables	66	9	79
Total Current Liabilities	66	9	79
TOTAL LIABILITIES	66	9	79
EQUITY			
Share capital	12,501	12,501	12,501
Accumulated losses	(5,380)	(4,083)	(5,085)
Other reserves	(90)	-	-
Total Equity	7,031	8,418	7,416
TOTAL EQUITY AND LIABILITIES	7,097	8,427	7,495

Consolidated Statement of Cash Flows

For the six month period ended 31 December 2013

	Unaudited 31.12.2013 6 months US\$'000	Unaudited 31.12.2012 6 months US\$'000
OPERATING ACTIVITIES		
Cash was provided from:		
Receipts from customers	-	-
Interest received	81	114
Cash was provided to:		
Payments to suppliers and employees	(495)	(208)
Income tax paid	(31)	(34)
Net cash outflows from operating activities	(445)	(128)
INVESTING ACTIVITIES		
Cash was applied to:		
Purchase of property, plant & equipment	(136)	-
Net cash outflows from investing activities	(136)	-
Net decrease in cash and cash equivalents	(581)	(128)
Cash and cash equivalents at beginning of the period	7,339	8,101
Effect of exchange rate changes on cash and cash equivalents	(154)	303
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	6,604	8,276

Consolidated Statements of Cash Flows (continued)

For the six month period ended 31 December 2013

Reconciliation with Net Reported (Loss) / Profit	Unaudited 31.12.2013 6 months US\$'000	Unaudited 31.12.2012 6 months US\$'000
Reported net (loss) / profit	(295)	218
Items not involving cash flows:		
Exchange loss / (gain) on net cash	73	(303)
Impact of changes in working capital items:		
(Increase) / decrease in prepayments and other receivables	(180)	13
Increase in taxation receivable	(31)	(34)
Increase / (decrease) in trade payables	33	(5)
(Decrease) / increase in other payables	(45)	(17)
Net cash outflows from operating activities	(445)	(128)

Segment Information

For the six month period ended 31 December 2013

At a Special Meeting of shareholders held on 17 July 2013 approval was given to commence a new business operation in Australia processing scrap metal for export sale to Chinese markets. The Company is in the process of start-up of its scrap metal export business in Australia.

Revenue is allocated based on the country where the sale is generated. New Zealand includes holding company costs and head office charges.

Total assets and liabilities are allocated based on where those assets and liabilities are located.

	Australia	Holding Company New Zealand	Total
	US\$'000	US\$'000	US\$'000
For the six month period ended 31 December 2013 (unaudited):			
Total external sales revenue	-	-	-
Total EBITDA	(97)	(213)	(310)
Depreciation	-	-	-
Finance income	6	75	81
Exchange loss	-	(66)	(66)
Income tax expense	-	-	-
Net loss for the period	<u>(91)</u>	<u>(204)</u>	<u>(295)</u>
Total allocated assets	3,082	4,015	7,097
Total liabilities	50	16	66

	Holding Company New Zealand	Total
	US\$'000	US\$'000
For the six month period ended 31 December 2012 (unaudited):		
Total external sales revenue	-	-
Total EBITDA	(201)	(201)
Depreciation	-	-
Finance income	114	114
Exchange gain	305	305
Income tax expense	-	-
Net profit for the period	<u>218</u>	<u>218</u>
Total allocated assets	8,427	8,427
Total liabilities	9	9

The "Total EBITDA" measure above excludes foreign exchange gains / losses as well as net finance income and depreciation.