

**Orion Minerals Group Limited**

**Preliminary Annual Financial Result 2014**

## **Preliminary Financial Results**

For the year ended 30 June 2014

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**Consolidated Statement of Comprehensive Income**

For the year ended 30 June 2014

	<b>30.6.2014</b>	30.6.2013
	<b>US\$'000</b>	US\$'000
Revenue	-	-
Cost of goods sold	-	-
<b>Gross Profit</b>	<b>-</b>	<b>-</b>
Other income	-	-
Administrative expenses	<b>(820)</b>	(444)
<b>Operating loss</b>	<b>(820)</b>	(444)
Finance income	<b>162</b>	142
Exchange gain / (loss)	<b>159</b>	(482)
<b>Loss before income tax</b>	<b>(499)</b>	(784)
Income tax expense	<b>(1)</b>	-
<b>Net loss for the year attributable to shareholders</b>	<b>(500)</b>	(784)
<b>Other comprehensive income</b>		
<b>Items that may be reclassified subsequently to profit or loss</b>		
Exchange differences on translation of overseas subsidiaries	<b>80</b>	-
Other comprehensive income for the year, net of tax	<b>80</b>	-
<b>Total comprehensive loss for the year attributable to shareholders</b>	<b>(420)</b>	(784)
<b>Earnings per share for loss attributable to shareholders:</b>		
Basic loss per share (cents per share)	<b>(0.121)</b>	(0.189)
Diluted loss per share (cents per share)	<b>(0.121)</b>	(0.189)

**Consolidated Statement of Changes in Equity**

For the year ended 30 June 2014

	Share Capital	Foreign Currency Translation Reserve	Accumulated Losses	Total Equity
	US\$'000	US\$'000	US\$'000	US\$'000
<b>Balance as at 1 July 2012</b>	<b>32,355</b>	<b>-</b>	<b>(24,155)</b>	<b>8,200</b>
Net loss attributable to shareholders	-	-	(784)	(784)
Total comprehensive loss	-	-	(784)	(784)
<b>Balance as at 30 June 2013</b>	<b>32,355</b>	<b>-</b>	<b>(24,939)</b>	<b>7,416</b>
Net loss attributable to shareholders	-	-	(500)	(500)
Other comprehensive income	-	80	-	80
Total comprehensive loss	-	80	(500)	(420)
<b>Balance as at 30 June 2014</b>	<b>32,355</b>	<b>80</b>	<b>(25,439)</b>	<b>6,996</b>

**Consolidated Statement of Financial Position**

As at 30 June 2014

	30.6.2014 US\$'000	30.06.2013 US\$'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	980	-
Intangible assets	8	-
<b>Total Non-Current Assets</b>	<u>988</u>	<u>-</u>
<b>Current assets</b>		
Cash and cash equivalents	5,674	7,339
Trade and other receivables	195	36
Inventories	65	-
Taxation receivable	171	120
<b>Total Current Assets</b>	<u>6,105</u>	<u>7,495</u>
<b>TOTAL ASSETS</b>	<u>7,093</u>	<u>7,495</u>
<b>LIABILITIES</b>		
<b>Current liabilities</b>		
Trade and other payables	97	79
<b>Total Current Liabilities</b>	<u>97</u>	<u>79</u>
<b>TOTAL LIABILITIES</b>	<u>97</u>	<u>79</u>
<b>EQUITY</b>		
Share capital	32,355	32,355
Reserves	(25,359)	(24,939)
<b>Total Equity</b>	<u>6,996</u>	<u>7,416</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>7,093</u>	<u>7,495</u>

**Consolidated Statement of Cash Flows**

For the year ended 30 June 2014

	<b>30.6.2014</b>	30.6.2013
	<b>US\$'000</b>	US\$'000
<b>OPERATING ACTIVITIES</b>		
Receipts from customers	-	-
Interest received	159	138
Payments to suppliers and employees	(967)	(387)
Income tax paid	(52)	(35)
<b>Net cash outflows from operating activities</b>	<b>(860)</b>	<b>(284)</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(977)	-
Purchase of intangible assets	(10)	-
<b>Net cash outflows from investing activities</b>	<b>(987)</b>	<b>-</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(1,847)</b>	<b>(284)</b>
Cash and cash equivalents at the beginning of the year	7,339	8,101
Effect of exchange rate changes	182	(478)
<b>Cash and cash equivalents at end of year</b>	<b>5,674</b>	<b>7,339</b>

**Segment Information**

For the year ended 30 June 2014

The Group has identified its operating segments based on the internal reports reviewed and used by the Board of Directors in assessing performance and in determining the allocation of resources.

The Group is organised into the following main operating segments:

- China Scrap Metals Resources Pty Limited (CSM Ltd Australia) includes the new business operation in Australia involved in the processing of scrap metal for export sale to Chinese markets.
- Holding company New Zealand includes holding company costs and head office charges.

Revenue is allocated based on the country where the sale is generated. Expenses are allocated based on the country where the expense is incurred.

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

	Year ended 30 June 2014			Year ended 30 June 2013	
	CSM Ltd Australia	Holding Company New Zealand	Total	Holding Company New Zealand	Total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Total inter-segment revenue	-	11	11	-	-
Total external sales revenue	-	-	-	-	-
Total EBITDA	(349)	(436)	(785)	(443)	(443)
Amortisation	(2)	-	(2)	-	-
Depreciation	(33)	-	(33)	(1)	(1)
Finance income	39	123	162	142	142
Exchange gain / (loss)	-	159	159	(482)	(482)
<b>Loss before taxation</b>	<b>(345)</b>	<b>(154)</b>	<b>(499)</b>	<b>(784)</b>	<b>(784)</b>
Income tax expense	-	(1)	(1)	-	-
<b>Net loss for the year</b>	<b>(345)</b>	<b>(155)</b>	<b>(500)</b>	<b>(784)</b>	<b>(784)</b>
Allocated non-current segment assets	987	1	988	-	-
Additions to non-current assets	986	1	987	-	-
Allocated segment liabilities	15	82	97	79	79

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