

Orion Minerals Group Limited

Preliminary Unaudited Interim Financial Result

For the six month period ended 31 December 2015

Preliminary Unaudited Interim Financial Results

For the six month period ended 31 December 2015

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Consolidated Statement of Comprehensive Income

For the six month period ended 31 December 2015

	Unaudited 31.12.2015 6 months US\$'000	Unaudited 31.12.2014 6 months US\$'000
Revenue	12	13
Cost of goods sold	(2)	(10)
Gross Profit	10	3
Other income	2	-
Administrative expenses	(562)	(550)
Operating loss	(550)	(547)
Finance income	21	61
Exchange loss	(148)	(524)
Loss before income tax	(677)	(1,010)
Income tax expense	-	-
Net loss for the period attributable to shareholders	(677)	(1,010)
Other comprehensive income		
Items that may be reclassified subsequently to profit or loss		
Exchange differences on translation of overseas subsidiaries	(104)	(365)
Other comprehensive income for the period, net of tax	(104)	(365)
Total comprehensive loss for the period attributable to shareholders	(781)	(1,375)
Earnings per share for loss attributable to shareholders:		
Basic loss per share (cents per share)	(0.16)	(0.24)
Diluted loss per share (cents per share)	(0.16)	(0.24)

Consolidated Statement of Changes in Equity

For the six month period ended 31 December 2015

	Share Capital	Foreign Currency Translation Reserve	Accumulated Losses	Total Equity
	US\$'000	US\$'000	US\$'000	US\$'000
Balance as at 1 July 2015	32,355	(413)	(27,114)	4,828
Net loss attributable to shareholders	-	-	(677)	(677)
Other comprehensive income	-	(104)	-	(104)
Total comprehensive loss	-	(104)	(677)	(781)
Balance as at 31 December 2015	32,355	(517)	(27,791)	4,047
Balance as at 1 July 2014	32,355	80	(25,439)	6,996
Net loss attributable to shareholders	-	-	(1,010)	(1,010)
Other comprehensive income	-	(365)	-	(365)
Total comprehensive loss	-	(365)	(1,010)	(1,375)
Balance as at 31 December 2014	32,355	(285)	(26,449)	5,621
Balance as at 1 July 2014	32,355	80	(25,439)	6,996
Net loss attributable to shareholders	-	-	(1,675)	(1,675)
Other comprehensive income	-	(493)	-	(493)
Total comprehensive loss	-	(493)	(1,675)	(2,168)
Balance as at 30 June 2015	32,355	(413)	(27,114)	4,828

Consolidated Statement of Financial Position

As at 31 December 2015

	Unaudited 31.12.2015 US\$'000	Unaudited 31.12.2014 US\$'000	Audited 30.06.2015 US\$'000
ASSETS			
Non-current assets			
Property, plant and equipment	906	838	1,020
Intangible assets	5	6	5
Total Non-Current Assets	911	844	1,025
Current assets			
Cash and cash equivalents	2,455	4,322	3,123
Trade and other receivables	57	61	183
Inventories	545	292	446
Taxation receivable	156	164	149
Total Current Assets	3,213	4,839	3,901
TOTAL ASSETS	4,124	5,683	4,926
LIABILITIES			
Current liabilities			
Trade and other payables	77	62	98
Total Current Liabilities	77	62	98
TOTAL LIABILITIES	77	62	98
EQUITY			
Share capital	32,355	32,355	32,355
Reserves	(28,308)	(26,734)	(27,527)
Total Equity	4,047	5,621	4,828
TOTAL EQUITY AND LIABILITIES	4,124	5,683	4,926

Consolidated Statement of Cash Flows

For the six month period ended 31 December 2015

	Unaudited 31.12.2015 6 months US\$'000	Unaudited 31.12.2014 6 months US\$'000
OPERATING ACTIVITIES		
Receipts from customers	105	13
Interest received	22	64
Payments to suppliers and employees	(592)	(647)
Income tax paid	(5)	(12)
Net cash outflows from operating activities	(470)	(582)
INVESTING ACTIVITIES		
Disposal of property, plant & equipment	87	-
Purchase of property, plant & equipment	(114)	(73)
Net cash outflows from investing activities	(27)	(73)
Net decrease in cash and cash equivalents	(497)	(655)
Cash and cash equivalents at beginning of the period	3,123	5,674
Effect of exchange rate changes	(171)	(697)
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	2,455	4,322

Segment Information

For the six month period ended 31 December 2015

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 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.

	CSM Ltd Australia	Holding Company New Zealand	Total
	US\$'000	US\$'000	US\$'000
For the six month period ended 31 December 2015 (unaudited):			
Total inter-segment revenue	-	-	-
Total external sales revenue	12	-	12
Total EBITDA	(310)	(159)	(469)
Depreciation	(81)	-	(81)
Finance income	4	17	21
Exchange loss	(10)	(138)	(148)
Loss before taxation	(397)	(280)	(677)
Income tax expense	-	-	-
Net loss for the period	(397)	(280)	(677)
Allocated non-current segment assets	911	-	911
Additions to non-current assets	114	-	114
Allocated segment liabilities	65	12	77

	CSM Ltd Australia	Holding Company New Zealand	Total
	US\$'000	US\$'000	US\$'000
For the six month period ended 31 December 2014 (unaudited):			
Total inter-segment revenue	-	12	12
Total external sales revenue	13	-	13
Total EBITDA	(249)	(214)	(463)
Amortisation	(1)	-	(1)
Depreciation	(83)	-	(83)
Finance income	18	43	61
Exchange loss	(2)	(522)	(524)
Loss before taxation	(317)	(693)	(1,010)
Income tax expense	-	-	-
Net loss for the period	(317)	(693)	(1,010)
Allocated non-current segment assets	843	1	844
Additions to non-current assets	73	-	73
Allocated segment liabilities	35	27	62

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