

ORION MINERALS GROUP LIMITED
P. O Box 189 Shortland Street, Auckland

13 September 2010

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The Company is pleased to release its unaudited preliminary full year results for the period ended 30 June 2010.

Preliminary Financial Statements for the twelve months ended 30 June 2010

ORION MINERALS GROUP LIMITED		
Unaudited Results for Release to the Market		
Reporting Period	12 Months to 30 June 2010	
Previous Reporting Period	6 Months to 30 June 2009	
	Amount US \$000's	Percentage change (annualised)
Revenue from ordinary activities	\$0	0%
Profit (Loss) from ordinary activities after tax attributable to security holder	\$(2,389)	15.6%
Net Profit (Loss) attributable to security holders	\$(2,389)	15.6%
Interim Dividend	It is not proposed to pay a dividend	
Record date	N/a	
Dividend date	N/a	

The Company's Functional Currency is US Dollars

Commentary Financial Result

The Directors present the Annual Report for the year ended 30 June 2010.

The financial statements include a net deficit after tax of US\$2,389,000 for the Group for the twelve months ended 30 June 2010, and net assets for the Group at 30 June 2010 of US\$7,648,000.

Directors Report

The year was dominated by the decision to divest the Company's investment in Minera Varry S.A., which Chilean incorporated company held the Mina Javiera iron ore prospects, following advice that the Javiera prospects would likely be uneconomic to develop.

Mr Francisco Barriga, the Company's Managing Director and a Director of OMG, resigned from both positions he held with the Company.

In conjunction with Mr Barriga's resignation, the Company transferred its shareholding in Minera Varry S.A. to Mr Barriga in consideration for OMG buying back and cancelling the 510 million OMG shares held by Inversiones Barriga S.A., a company associated with Mr Barriga. As part of this transaction certain assets and contracts held by Minera Varry S.A. were transferred to another of the Company's Chilean subsidiaries, Orion Group Holding Limitada.

The divestment of the Company's interest in Minera Varry S.A. and the buyback of the 510 million OMG shares were approved by the Company's shareholders at a Special Meeting of Shareholders held on 24 March 2010.

The operations of Minera Varry S.A. have been accounted for as a discontinued operation and represented a loss net of tax of US\$(1,243,000).

The Company advised that it was undertaking some preliminary drilling works at the "Resguardo" concession in Northern Chile. The drilling programme was completed and the Company concluded that the Resguardo concession did not represent a viable economic mining proposition for OMG. It is not anticipated that any further works will be undertaken in respect of the Resguardo concession.

The Company issued 25 million fully paid ordinary shares to Fengli Group (Hong Kong) Co. Limited ("Fengli") on 23 November 2009, in accordance with the provisions of a Subscription Agreement entered into between Fengli and the Company. The Subscription Agreement provided that if the Company did not have evidence from an independent geologist that the mines owned by Minera Varry S.A. held not less than 100 million tonnes of proven iron ore reserves, the Company would be obligated to issue 25 million new fully paid ordinary OMG shares to Fengli as compensation for not satisfying that requirement.

Future Prospects

The Company has a management team in Santiago, Chile assessing iron ore prospects.

The Company is considering all mineral exploration opportunities including gold, copper and silver mineralisation.

The large earthquake and related disruption in Chile in March 2010 has not affected the Company's operations.

The Company has approximately US\$7.84 million in cash reserves and no debt as of the date of this announcement.

Issued for and on behalf of the Board of Directors