



Orion Minerals

ASX/JSE RELEASE: 29 July 2020

Anglo American sefa Mining Fund extends term of Loan Facility advanced for the Prieska Copper-Zinc Project

- ▶ **Value-adding South African institutional investor, Anglo American sefa Mining Fund extends the term of the ZAR14.25M Loan Facility, confirming its continued support of Orion.**
- ▶ **Loan Facility repayment date extended to 30 April 2021.**

Orion Minerals Limited (**ASX/JSE: ORN**) (**Orion** or the **Company**) is pleased to announce that it has reached agreement with value-adding South African institutional investor, Anglo American sefa Mining Fund (**AASMF**) to extend the term of the ZAR14.25M Loan Facility from 31 July 2020 to 30 April 2021.

On 2 November 2015, Prieska Copper Zinc Mine (Pty) Ltd (**Prieska**) (formally Repli Trading No 27 (Pty) Ltd), (a 70% owned subsidiary of Orion) and AASMF entered into a ZAR14.25M (~\$1.2M) loan agreement for the further exploration and development of the Prieska Copper-Zinc Project (**Loan Facility**). Under the terms of the Loan Facility, on 1 August 2017, AASMF advanced ZAR14.25M to Prieska. The key terms of the Loan Facility are:

- Loan amount: ZAR14.25M (~\$1.2M);
- Interest: Prime lending rate in South Africa;
- Repayment date: 30 April 2021 (previously 31 July 2020); and
- Security: 29.17% of the shares held in Prieska by Agama Exploration and Mining (Pty) Ltd (a wholly owned subsidiary of Orion), have been pledged as security to AASMF for the performance of Prieska's obligations in terms of the Loan Facility.

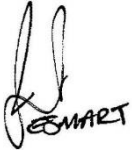
As at 30 June 2020, the balance of the Loan Facility was ZAR19.0M (~\$1.6M) (including capitalised interest).

About Sefa Mining Fund

Launched in 2003, the AASMF is a joint initiative between Anglo American Zimele (Pty) Ltd and Small Enterprise Finance Agency (sefa) formerly known as Khula Enterprise Finance Limited, a government-owned entity that promotes small and medium enterprise development.

As a value-adding relationship investor, the AASMF helps such mining enterprises that applied before March 2017 with equity and loan finance at prime interest rates p.a., complemented by technical support during the high-risk exploration and pre-feasibility stages of projects – which can get extremely complicated. Basically, this Fund brings its beneficiaries' businesses to commercially bankable positions at which point such beneficiaries can approach lenders and raise finance to get their mining operations commissioned.

For and on behalf of the Board.



Errol Smart
Managing Director and CEO

ENQUIRIES

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