

MARKET ANNOUNCEMENT

2% Royalty Entitlement on Strike's Paulsens East Iron Ore Project

Orion Equities Limited (ASX:OEQ) (**Orion**) refers to recent ASX announcements released by Strike Resourced Limited (ASX:SRK) (**Strike**) in relation to its Paulsens East Iron Ore Project (**Paulsens East**).

Paulsens East is located approximately 140 kilometres west of Tom Price and approximately 233km by road south-east from the Port of Onslow and consists of a high-grade outcropping hematite iron ore ridge extending for approximately three kilometres West to East, with a recently delineated JORC Indicated Mineral Resource¹.

Strike has also recently completed Scoping Study on Paulsens East, which outlines plans to mine and produce iron ore (predominantly Lump Direct Shipping Ore (**DSO**)) with an initial mine life (**LOM**) of four years, with first production targeted for the third quarter 2020. Strike's Scoping Study confirmed the potential for highly favourable economics for Paulsens East.²

Orion notes that it is entitled to a royalty of 2% of gross revenues generated by Strike from Paulsens East. This royalty entitlement stems from Orion's sale of a portfolio of tenements (including the Paulsens East tenement) to Strike in September 2005.³

For further information in this regard, please refer to the following ASX market announcements:

- Orion's announcement dated 23 September 2005: CXL Retains a 25% Free Carried Interest in NT Uranium Tenements; and
- Strike's announcement dated 11 August 2008: Acquisition of Outstanding Interests in Berau Coal and Paulsens East Iron Ore Projects.

1 Refer Strike's ASX Announcements dated 4 September 2019: Significant Upgrade of JORC Mineral Resource into Indicated Category at Paulsens East Iron Ore Project and 15 July 2019: Maiden JORC Resource of 9.1 Million Tonnes at 63.4% Fe - Paulsens East Iron Ore Project in the Pilbara

2 Refer Strike's ASX Announcement dated 28 November 2019: Excellent Scoping Study Results for Paulsens East Iron Ore Project

3 Orion was then known as Central Exchange Limited (ASX:CXL) and Strike was then known as Fast Scout Limited (ASX:FSL)



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