

# MARKET ANNOUNCEMENT

## Net Tangible Asset Backing – 31 May 2021

Month Ending:	% Change	31 May 2021 Consolidated	30 April 2021 Consolidated
Net tangible assets (NTA) (before tax)		\$5.817m	\$6.996m
<b>Pre-Tax NTA Backing per share</b>	<b>-16.85%</b>	<b>\$0.3717</b>	\$0.4471
Net tangible assets (after tax)		\$5.817m	\$6.996m
<b>Post-Tax NTA Backing per share</b>	<b>-16.85%</b>	<b>\$0.3717</b>	\$0.4471
Based on total issued share capital		<b>15,649,228</b>	15,649,228

The NTA position comprises the following items:

<b>Net Tangible Assets</b>	<b>Current Month \$'millions</b>	Previous Month \$'millions
Investment in listed Associated Entity:		
(a) Shares in Bentley Capital Limited (ASX:BEL)	<b>2.643</b>	3.232
Investments in other listed securities:		
(a) Shares in Strike Resources Limited (ASX:SRK)	<b>2.350</b>	2.900
Investment in property (held for development/resale)	<b>1.100</b>	1.100
Net cash/receivables/payables/other assets/provisions	<b>(0.276)</b>	(0.236)
<b>Pre-Tax NTA</b>	<b>5.817</b>	6.996
Tax Provisions:		
(a) Prior year tax	-	-
(b) Current year tax	-	-
(c) Net deferred tax asset / (liability)	-	-
<b>Post-Tax NTA</b>	<b>5.817</b>	6.996

Orion has valued its 10 million shareholding in Strike Resources Limited (ASX:SRK) based on the \$0.235 last bid price as at 31 May 2021 (30 April 2021: \$0.29). Bentley notes that Strike's last bid price was \$0.23 (as at 10 June 2021).



**Notes:**

- (1) The Company's investment in Bentley Capital Limited (ASX:**BEL**), an Associated Entity (i.e. in which the Company has a greater than 20% interest), is accounted for under the equity method in the consolidated financial statements. Under the equity method, the carrying amount of such investment is cost plus a share of the Associate Entity's net profit or loss (after tax) for the financial year to month end as provided to the Company by such Associated Entity. Refer also Note 20 (Investments in Associates) on pages 37 and 38 of the Company's 30 June 2020 Annual Report for further details in this regard.

Accordingly, as at 31 May 2021, the Company's 20,513,783 shares (26.95% interest) (30 April 2021: 20,513,783 shares and 26.95%) in BEL have a \$2.643m carrying value; this compares with BEL's last bid price on ASX of \$0.1 per share (\$2.051m) and BEL's after-tax NTA backing of \$0.189 per share (\$3.877m)<sup>1</sup>, as at month end.

- (2) The fair value of investments in ASX-listed Strike Resources Limited (ASX:SRK) comprise 10,000,000 shares (30 April 2021: 10,000,000 shares) with a value of \$0.235 per share (based on the closing bid price as at 31 May 2021) (30 April 2021: \$0.29).
- (3) The fair value of investments in other listed securities is based on each security's last bid price on market at month end.
- (4) The fair value of Investment in property (held for resale) is based on the Directors' judgement, having regard to the most recent independent valuation report dated 29 July 2019 and an assessment of current pertinent real estate market conditions.
- (5) Tax Provision Item (c) includes where applicable, a provision for income tax on net unrealised gains on the Company's investments in securities and its share of Associated Entities' after-tax net profit for the month (deferred tax liability) and the recognition of future income tax benefits on net unrealised losses on the Company's investments in securities and its share of Associated Entities' after-tax net loss for the month (deferred tax asset). Refer also Note 6 (Tax) on pages 26 to 28 of the Company's 30 June 2020 Annual Report for further details in this regard.

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<sup>1</sup> Refer BEL's ASX Announcement dated 10 June 2021: NTA Backing as at 31 May 2021