ORION EQUITIES LIMITED

Friday, 5 September 2008

MARKET ANNOUNCEMENT

Shareholder Letter and Forms

We enclose a copy of a mail out to shareholders advising of the following matters:

- The declaration of a fully franked final dividend of 0.5 cents per share;
- Enclosing a Dividend Donation Election Form to receive instructions on whether shareholders would like join the Company's Dividend Donation Programme by withhold their dividends for donation to the Children's Hospital Foundations Australia (refer www.childrenshfa.com.au);
- Enclosing a Tax File Number Form; as the above final dividend is fully franked, withholding tax will not be deducted from dividend payments and remitted to the ATO even if the Company does not have shareholders' TFN on file;
- Enclosing a Bank Account Transfer Form to receive instructions for the payment of dividends via direct bank transfer;
- Enclosing an Annual Report Election Form to receive instructions on whether shareholders would like to receive a hard copy annual report by mail or an electronic version by email – as a consequence of recent changes in legislation, the default option for receiving annual reports has changed from a printed version to an electronic version available via the Company's website;
- An invitation to shareholders to register their email address with info@orionequities.com.au to receive the Company's ASX market announcements by email.

Further information:

Farooq Khan
Chairman
T | (08) 9214 9797
E | fkhan@orionequities.com.au

Victor Ho
Director and Company Secretary
T | (08) 9214 9797
E | vho@orionequities.com.au

ORION EQUITIES LIMITED

4 September 2008

Dear Shareholders,

DECLARATION OF FINAL DIVIDEND AND OTHER SHAREHOLDER MATTERS

I am pleased to advise that the Directors have declared a final dividend as follows:

Dividend Rate	Record Date	Expected Payment Date	Franking
0.5 cent per share	19 September 2008	26 September 2008	Fully franked

Together with the interim dividend of 1.5 cents per share (100% franked) paid on 28 March 2008, this constitutes a total fully franked dividend for the year of 2 cents per share. This final dividend has been funded from retained earnings of $12,083,753 as at 30 June 2008 (2007: $15,276,306).

Details of the financial performance of the Company are contained in its audited 2008 Full Year Report dated 29 August 2008 which may be viewed and downloaded from the Company's website: www.orionequities.com.au.

Tax File Number

If you have not previously provided your Tax File Number (**TFN**), please complete **Section A** of the enclosed **TFN/Bank Account Form**. As the above final dividend is fully franked, withholding tax will not be deducted from your dividend payment and remitted to the ATO even if the Company does not have your TFN on file by the Record Date.

Direct Crediting of Cash Dividend Payments

The Company offers shareholders the ability to receive their cash dividend payments by direct credit to an Australian bank account, rather than by cheque.

If you wish to receive your dividends via bank transfer, please complete **Section B** of the enclosed **TFN/Bank Account Form**. To apply for the above final dividend, your form will need to be received by the Record Date.

Annual Reports – Election Required to Receive a Printed Annual Report

The Australian Government introduced legislation in 2007 allowing the default option for receiving annual reports to be via a Company's website. You will now receive timely, cost effective and electronic annual reports unless you request a printed copy. You can choose to be notified by email when the annual report and other shareholder communications become available on our website at www.orionequities.com.au. Otherwise information on accessing your electronic annual report will be provided in your Annual General Meeting (**AGM**) mail pack.

Please refer to the enclosed **Annual Report Election Form** for further information.

Dividend Donation Programme

The Company is pleased to be in partnership with the **"Investing In Hope" Dividend Donation Programme of Children's Hospital Foundations Australia**, an Australia wide national alliance of children's charities working together to fundraise in partnership with national corporate and business organisations for sick and injured kids in Australian children's hospitals. Please refer to their website for further information: www.childrenshfa.com.au and details of member hospital foundations in each State.

"Investing in Hope allows shareholders to receive a triple benefit in return for their donation. Shareholders can take advantage of imputation credits and still receive a tax-deductible charity receipt. Importantly, these donations also provide hope for millions of sick and injured children and their families – now and in the future**",** Noel Whittaker, Ambassador for Children's Hospital Foundations Australia.

Children's
Hospital Foundations Australia
Helping little lives shine.

Royal Children's Hospital Foundation QLD
Royal Children's Hospital Foundation VIC
Sydney Children's Hospital Foundation NSW
Women's and Children's Hospital Foundation SA
Princess Margaret Hospital Foundation WA

The Company encourages all shareholders to participate in the Dividend Donation Programme, particularly those receiving smaller dividend cheques where the amount of the dividend can be less than the transaction and processing costs incurred by the Company with respect to payment of such dividend.

If you are interested in joining this programme, please complete the **Dividend Donation Election Form** to register your election.

If you wish to withhold your upcoming final dividend for donation to the Children's Hospital Foundation under this programme, please complete and return the **Dividend Donation Election Form** by the Record Date.

Email Register

To keep up to date with the Company's activities and announcements, please visit the Company's website www.orionequities.com.au. If you are not already receiving ASX Company announcements by email and would like to do so, please send your email address to info@orionequities.com.au .

If you require any assistance with regard to any of the forms mentioned in this letter, please contact Advanced Share Registry Services (www.advancedshare.com.au) on telephone (08) 9389 8033 or by email to admin@advancedshare.com.au. A Reply Paid envelope is also enclosed for your convenience in returning your completed forms.

Yours Sincerely,

Farooq Khan
Chairman
Telephone: (08) 9214 9797 Email: info@orionequities.com.au

ORION EQUITIES LIMITED

ABN 77 000 742 843

www.orionequities.com.au

ALL CORRESPONDENCE TO:

Advanced Share Registry Services
PO Box 1156
Nedlands Western Australia 6909
Telephone: (08) 9389 8033
Facsimile: (08) 9389 7871
Email: admin@advancedshare.com.au
Investor Web: www.advancedshare.com.au

THIS NOTICE IS ONLY VALID WHEN IT IS SIGNED

The Company is pleased to be in partnership with the **"Investing In Hope" Dividend Donation Programme of Children's Hospital Foundations Australia**, an Australia wide national alliance of children's charities working together to fundraise in partnership with national corporate and business organisations for sick and injured kids in Australian children's hospitals. Please refer to their website for further information: www.childrenshfa.com.au and details of member hospital foundations in each State.

Children's Hospital Foundations Australia is administered by Royal Children's Hospital Foundation ABN 38 936 879 794, a public benevolent institution endorsed **on the business.gov.au website** as a "Deductible Gift Recipient" from 1 July 2000**.**

DIVIDEND DONATION ELECTION FORM

☐ **ALL** — I/We wish to donate ALL my/our ordinary dividend payments to **Children's Hospital Foundations Australia**

☐ **PART** — I/We wish to donate PART of my/our ordinary dividend payments to **Children's Hospital Foundations Australia**

Please show the number of shares you would like to donate the dividends from or the percentage of your dividend payments that you would like to donate: ☐

☐ **TERMINATE** — I/We wish to TERMINATE my/our participation in the Dividend Donation Programme

1. I/We authorise you to act in accordance with my/our instructions set out above. I/we understand that my/our future cash dividend payments will be automatically directed to **Children's Hospital Foundations Australia** as per my/our instructions above.
2. For Australian income tax purposes, the decision to donate all or part of your cash dividend entitlement will still require you to declare the amount donated as assessable dividend income. However, **Children's Hospital Foundations Australia** is endorsed on the business.gov.au website as having "Deductible Gift Recipient" status, and donations of A$2 or more to **Children's Hospital Foundations Australia** are allowable tax deductions.
3. The Company will provide you with written confirmation detailing the amount donated for retention with your tax records. Your name/personal details will not be provided to Children's Hospital Foundations Australia and as such, Children's Hospital Foundations Australia will not provide you with a receipt for your tax records.
4. The Dividend Donation Programme is available only in respect of cash dividend entitlements paid in Australian dollars, and participation is limited to Australian resident taxpayers.
5. Please note your Dividend Donation Programme Election will be subject to any existing or future election you may have in place regarding participation in a Dividend Reinvestment Plan or Bonus Option Plan (if applicable), and will continue to apply in respect of each of your future cash dividend entitlements unless and until you terminate or vary your participation.
6. You can terminate or vary your participation in the Dividend Donation Programme at any time by completing a fresh Dividend Charity Donation form.
7. This election shall remain in effect until such time as it is terminated by me/us in writing, or the Dividend Donation Programme is terminated. Should the programme be terminated, I/we understand dividend payments will revert back to previous manner of payment.

For further details, contact the Company Secretary on (08) 9214 9797 or email info@orionequities.com.au

PLEASE SIGN HERE

This section *must* be correctly signed to enable your directions to be implemented.

Individual or Shareholder 1	**Joint Shareholder 2**	**Joint Shareholder 3**
Sole Director and Sole Company Secretary	**Director**	**Director / Company Secretary**
Contact Name	**Contact Daytime Telephone**	**Date**

Email: ----------------

Note: If signed under Power of Attorney, a Certified Copy of the relevant Power of Attorney document must be exhibited to the Registry. The Attorney declares that he/she has had no notice of revocation of the Power of Attorney.

ORION EQUITIES LIMITED

ABN 77 000 742 843

www.orionequities.com.au

ALL CORRESPONDENCE TO:

Advanced Share Registry Services
PO Box 1156
Nedlands Western Australia 6909
Telephone: (08) 9389 8033
Facsimile: (08) 9389 7871
Email: admin@advancedshare.com.au
Investor Web: www.advancedshare.com.au

THIS NOTICE IS ONLY VALID WHEN IT IS SIGNED

SECTION A - TAX FILE NUMBER (only complete if your have not previously quoted your TFN)

Enter your Tax File Number (TFN) or exemption category. Where applicable, please enter the TFN for either Shareholder 2 or Shareholder 3. Collection of TFN's is authorised by taxation laws. Quotation of your TFN is not compulsory. However, under Australian tax law, an investor who does not provide their TFN or exemption category may have an amount of tax deducted from any payments made equal to the highest marginal tax rate plus medicare levy.

Shareholder Name(s)	Tax File Number OR TFN Code	Investor Entity Type	Non-Resident Country
1)			
2)			
3)			

Investor Entity Type

I Individual	C Corporation	T Trust	G Government organization
D Deceased individual	P Partnership	S Superannuation fund	O Other non-individual

TFN Code	Description
333333333	**Investor under sixteen** – where the investor is a child under the age of sixteen and does not quote a TFN.
444444441	**Investor is a pensioner** - where the investor is a recipient of a Social Security (age or invalid) or Service (veteran's) pension an exemption from quoting a TFN may be claimed.
444444442	**Investor is a recipient of other eligible Social Security pension or benefit** (e.g., Parenting Payment, Widow Allowance, etc). New Start Allowance or Sickness Allowance, etc. are not eligible benefits for exemption purposes.
555555555	**Entity not required to lodge an income tax return** – the investor entity is exempted from lodging income tax returns.
666666666	**Investor in the business of providing consumer or business finance.**
777777777	**Norfolk Island resident.**
888888888	**Non-resident – person who is not a resident of Australia. If 888888888 is used then provide the country of residence.**

SECTION B - PAYMENT OF DIVIDENDS VIA BANK TRANSFER

I/We hereby request that, until otherwise advised in writing, all dividends payable in cash in respect of my/our shareholding in ORION EQUITIES LIMITED are to be redirected into the following Australian bank / building society account:

Name of account

(**Note: The name(s) must be the same as that/those printed above or include at least one of them. Dividends cannot be credited to third party accounts unless you provide additional specific instructions in this regard**).

BSB Number (Bank/State/Branch) **Account Number**

Name of Bank/Financial Institution **Branch Suburb/Town** **Contact Telephone Number**

PLEASE SIGN BELOW

Signature Of Individual Shareholder(s) (All joint holders must sign)	Signatures of Companies Only - Executed in accordance with the Company's Constitution and the Corporations Act.
Signature Date	Sole Director and Sole Secretary Date
Signature Date	OR Director Date Secretary Date
Signature Date	OR Director Date Director Date

Note: If signed under Power of Attorney, a Certified Copy of the relevant Power of Attorney document must be exhibited to the Registry. The Attorney declares that he/she has had no notice of revocation of the Power of Attorney.

ORION EQUITIES LIMITED

4 September 2008

ANNUAL REPORTS – ELECTION REQUIRED TO RECEIVE A PRINTED ANNUAL REPORT

IMPORTANT NOTICE The default option for receiving your annual report has changed from a printed version to an electronic version available via our website. You have the choice of continuing to receive the annual report in printed form. **PLEASE MAKE YOUR SELECTION ON THE BACK OF THIS LETTER.**

Dear Shareholders,

ANNUAL REPORTS – ELECTION REQUIRED TO RECEIVE A PRINTED ANNUAL REPORT

The Australian Government introduced legislation in 2007 changing the default option for receiving annual reports. Companies are no longer required to mail out printed annual reports to shareholders. Instead, shareholders can now make an election as follows:

(a) make a written request for a hard copy annual report to be mailed to you; or

(b) make a written request for an electronic copy of the annual report to be emailed to you.

Please refer to the Annual Report Election Form on the back of this letter to make your annual report selection and return the form to our share registry, Advanced Share Registry Services.

If you take not action, a printed Annual Report will not be sent to you but information on accessing an electronic version of the Annual Report will be provided in your AGM pack.

An electronic version of the Company's Report will be available on the Company's website at www.orionequities.com.au for shareholders to view and or download at their convenience.

If you have any questions regarding this form, please contact Advanced Share Registry Services (www.advancedshare.com.au) on (08) 9389 8033 or by email to admin@advancedshare.com.au. A Reply Paid envelope is also enclosed for your convenience in returning the completed form.

Yours Sincerely,

Victor Ho
Company Secretary

Telephone: 1300 762 678 or (08) 9214 9797 Email: info@orionequities.com.au

ORION EQUITIES LIMITED

ABN 77 000 742 843

www.orionequities.com.au

ALL CORRESPONDENCE TO:

Advanced Share Registry Services
PO Box 1156
Nedlands Western Australia 6909
Telephone: (08) 9389 8033
Facsimile: (08) 9389 7871
Email: admin@advancedshare.com.au
Investor Web: www.advancedshare.com.au

THIS NOTICE IS ONLY VALID WHEN IT IS SIGNED

SECTION ONE: ANNUAL REPORT ELECTION OPTIONS

Please select whether you would like to receive the following:

	NO	By Mail	By Email
Annual Report	☐	☐	☐
Any other shareholder communications when available	☐	☐	☐

If you take not action, a printed Annual Report will not be sent to you but information on accessing your electronic annual report will be provided in your AGM mail pack

SHAREHOLDER DETAILS

Area Code Telephone Number

Area Code Facsimile Number

Area Code Work Telephone Number

Mobile Telephone Number

Email

@

SECTION TWO: SIGN HERE

This section MUST be signed for your instructions to be executed

Individual or Securityholder 1	Securityholder 2	Securityholder 3
Sole Director and Sole Company Secretary	Director	Director / Company Secretary

REGISTRY USE ONLY

This information is to be collected by Advanced Share Registry Services (Advanced Share) in its capacity as a share registry for issuers of securities. Your personal information may be provided on a confidential basis to our clients, companies listed on the Australian Securities Exchange, and other third party providers (including, but not limited to, mailing houses). This information is collected for the purpose of assisting Advanced Share in the proper administration and maintenance of the register of members. By providing this information, you consent to Advanced Share disclosing this information to such organisations for the purposes outlined. Should you have any queries regarding our privacy policy, please contact our office.