
QUARTERLY REPORT

Period Ending 31 December 2021

Aurum Resources Ltd (Aurum or the Company) (**ASX:AUE**) provides the following commentary and Appendix 5B for the Quarter ended 31 December 2021.

HIGHLIGHTS

- **Penny South drill programme finalised with over 5000m of RC drilling planned, drill pads prepared and drilling scheduled to commence late January.**
- **Ryan's Find aircore profile drilling programme planned over anomalous surface samples on granted licence E16/489.**
- **At Ryan's Find a POW has been lodged and Native Title access negotiations are underway.**

Aurum Resources is pleased to announce that it has two drilling programmes planned for early in the 2022 field season at its flag ship projects Penny South and Ryans Find.

At **Penny South** structural interpretation has identified two main areas based on similar setting to Penny West and Penny North (Ramelius Resources ASX:RMS) mineralised lodes which lie to the North in an adjacent licence. A total of 18 holes are planned based on the structural interpretation and are in addition to an earlier work which was primarily based on exploring the existing down hole geology and analytical results. While there is some overlap, over 5000m of RC drilling is planned, focused on the most promising areas of the licence. The services of Strike Drilling have been booked for the RC programme to commence late January.

Ramelius Resources' s Penny West and Penny North gold mines have been interpreted to reside on a NW trending, late, brittle fault which terminate against the Penny West Shear Zone (PWSZ), the possible source of the gold bearing fluids. These associated gold loads are offset from this structure in dilation zones attributed to fault movement and rock competency differences causing dilations zones. Similar structures have been interpreted in the Penny South licence and form two main priority targets for the drilling. The northern target consists of a complex zone of anastomosing NW-SE faults and while previous adjacent drilling produced assays >0.5g/t the target has not been fully tested, especially at deeper levels. The southern target, while less complex, has produced adjacent anomalous gold hits, which again the structural target has not been tested.

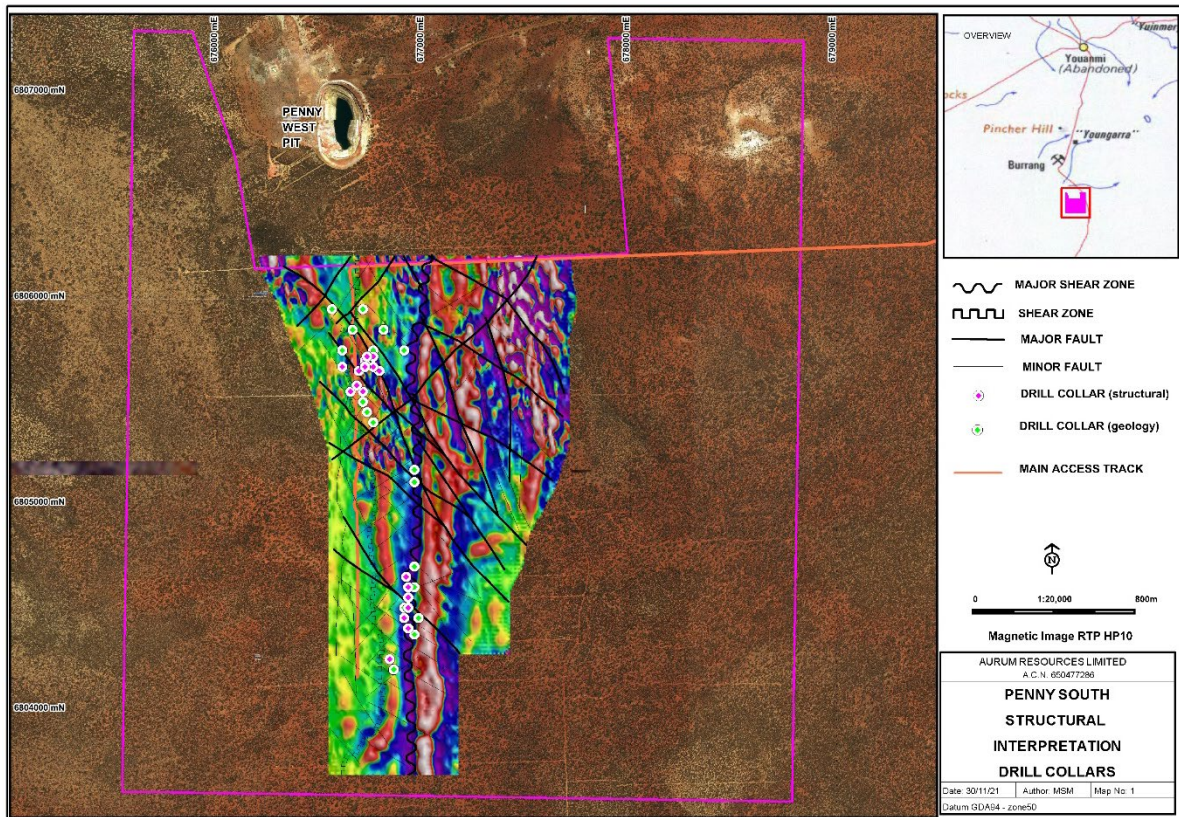


Figure 1: Planned drill sites at Penny South on structural interpretation map

On the granted licence **E16/489** at **Ryans Find** an aircore drilling programme is planned, subject to Heritage negotiations and POW approval. Aldoro Resources had previously completed profile soil sampling for base metals and gold over the north-north-westerly striking greenstones, where the gold sampling results appear not to have been followed up. A number of above background low level gold assays were returned in the data and probably reflect specific basement lithological units apparent in the aeromagnetic dataset. Profile aircore drilling is planned over these anomalous sections with approximately 80 holes for 3-4000m planned. Harmec Drilling have been booked to conduct the drilling.

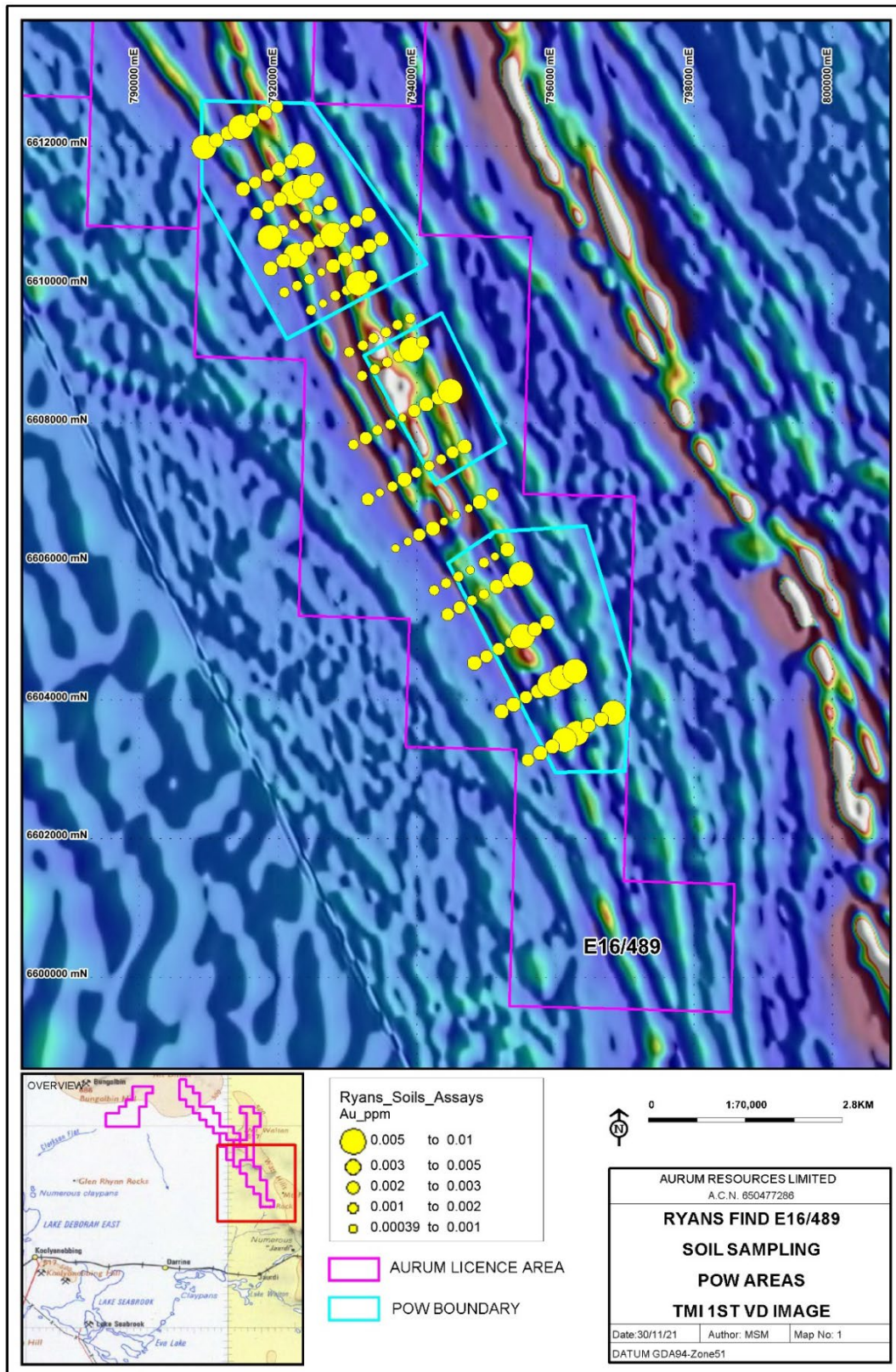


Figure 2: Ryans Find soil thematic gold sampling results showing above background trends against aeromagnetic data, 1st vertical derivative highlighting the basement structure.

At Aurum's **Unaly Hill South** Project a review is ongoing with a focus on a detailed structural interpretation in an attempt to identify suitable exploratory targets for deeper drilling.

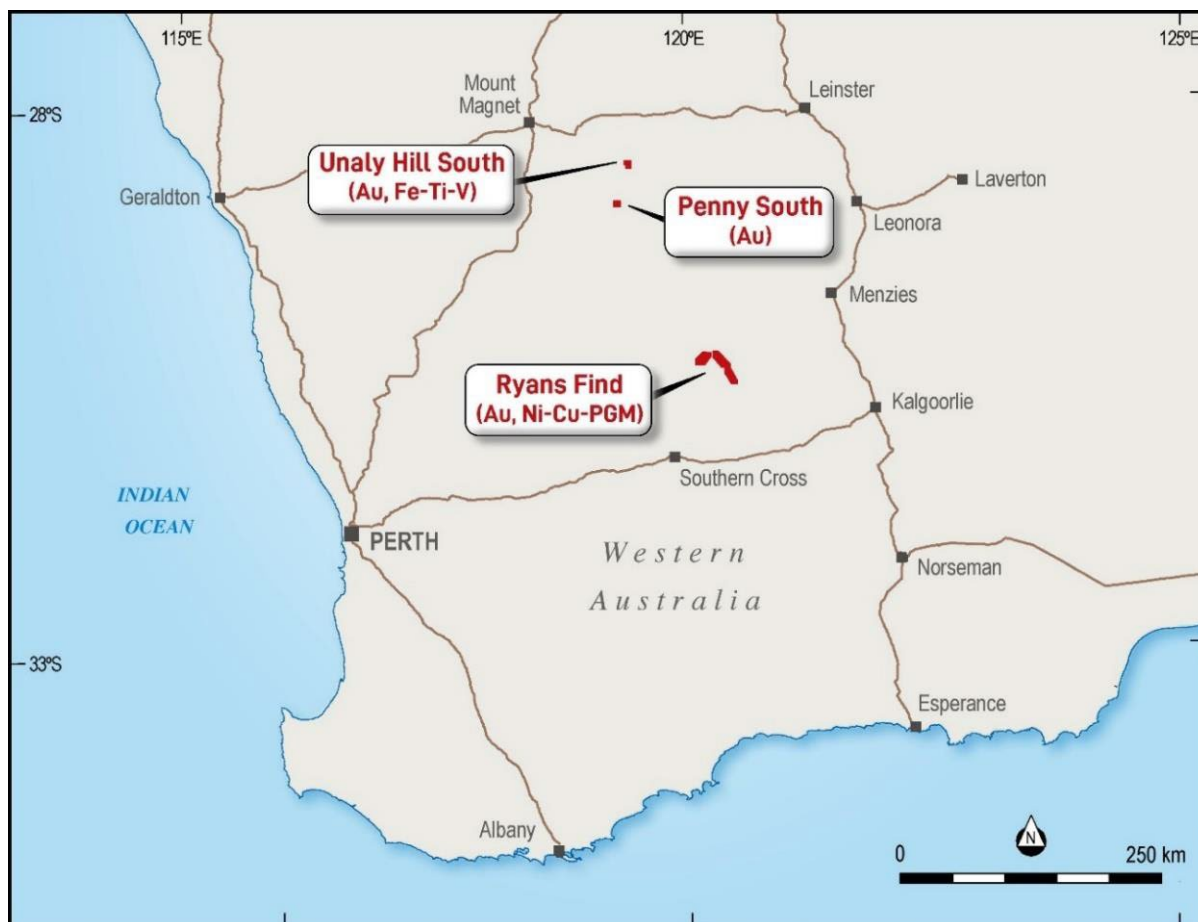


Figure 3: Aurum Resources Limited project locations.

Tenement Table: ASX Listing Rule 5.3.3

Mining tenement interests held at the end of the quarter and their location. Western Australia

TENEMENT	REGISTERED HOLDER/APPLICANT	PERMIT STATUS	GRANT DATE (APPLICATION DATE)	EXPIREY DATE	AREA SIZE (Blocks)	Interest/ Contractual Rights
E57/1045	Altium Metals Limited	Live	10/08/2016	9/08/2026	4	100%
E57/1048	Altium Metals Limited	Live	1/02/2018	31/01/2023	4	100%
E77/2502	Aldoro Resources Limited	Pending	1/12/2017		21	100%
E77/2535	Aldoro Resources Limited	Pending	17/04/2018		27	100%
E16/551	Aldoro Resources Limited	Pending	25/09/2020		18	100%
E16/489	Aldoro Resources Limited	Live	27/01/2017	26/01/2022	15	100%

The mining tenements relinquished during the quarter and their location – None



The mining tenement interests acquired during the quarter and their location – None

Beneficial percentage interests held in farm-in or farm-out agreements at the end of the quarter – N/A

Beneficial percentage interests held in farm-in or farm-out agreements acquired or disposed of during the quarter – N/A

Corporate

ASX Listing Rule 5.3.1

Exploration and Evaluation during the quarter was \$24,130. The majority of this was spent on the Company's preparation for drilling at Penny South and Ryans Find.

ASX Listing Rule 5.3.2

There were no substantive mining production and development activities during the quarter.

ASX Listing Rule 5.3.5

The following table sets out the information as required by ASX Listing Rule 5.3.5 regarding payments to related parties of the entity and their associates:

Related Party	Amount	Description
Directors	\$34,800	Director Fees
Associate of Director	\$41,250	Occupancy expenses
Director	\$76,050	Exploration consulting fees paid to a Director/Director related entities

Financial

The company had approximately \$5.0 million in cash following completion of the IPO, and payment of related costs. And cash on hand as of the 31 December 2021 of \$4.39 million.

Related Party payments for the quarter, as outlined in Appendix 5B at section 6.1, total \$76,050 and include amounts paid to directors including salary, directors fees and statutory superannuation.

Please refer to Appendix 5B for an overview of the Company's financial activities during the quarter.

Capital Structure as at December 2021

Description	Number
Fully paid ordinary shares	25,000,000
Share issued to Aldoro Resources Limited	5,000,000
Total	30,000,000
Unlisted options exercisable at \$0.20 on or before 1 November 2024	2,800,000
Total	2,800,000

Use Of Funds

Aurum provides the following disclosure as required by ASX Listing Rule 5.3.4 regarding a comparison of its actual expenditure to date since listing on 2 November 2021 against the 'use of funds' statement in its prospectus dated 31 August 2021.

Expenditure	Maximum Subscription (\$) (\$5m) Raised	Actual amount spend (\$) in the quarter ended 31 Dec 2021	Total Actual amount spent (\$) to date
Vendor payments	200,000	200,000	200,000
Exploration at the Penny South Project	1,149,384	10,796	10,796
Exploration at the Unaly Hill Project	517,509	6,666	6,666
Exploration at the Ryan's Find Project	1,926,250	6,666	6,666
Aldoro Reimbursement	200,000	216,505	216,505
Expenses of the Offer	440,595	351,194	363,495
Administration costs	388,706	138,207	138,207
TOTAL	4,822,444	930,038	744,338

Competent Persons Statement

The information in this announcement that relates to exploration data and results derived from open file reports and information supplied by Aldoro Resources Limited (ASX: ARN and has been previously released) and prepared in accordance with the 2012 Edition of the Australian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC). The data was reviewed and compiled by Mr Mark Mitchell, an employee with Aurum Resources Ltd. Mr Mitchell is a Registered Professional Geoscientist (No.10049) with the Australian Institute of Geoscientists and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Mitchell consents to the inclusion in the release of the statements based on his information in the form and context in which it appears.

This Announcement has been approved for release by the Board of Aurum Resources Ltd.

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Aurum Resources Limited

ABN

17 650 477 286

Quarter ended ("current quarter")

31 December 2021

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers		
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	-	-
	(e) administration and corporate costs	(361)	(361)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	-
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)	-	-
1.9	Net cash from / (used in) operating activities	(361)	(361)

2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) exploration & evaluation	(24)	(24)
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
2.2	Proceeds from the disposal of:	-	-
	(a) entities		
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	(24)	(24)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	5,000	5,000
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(266)	(266)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	4,735	4,735

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	-	-
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(361)	(361)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(24)	(24)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	4,735	4,735

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	4,349	4,349

5. Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1 Bank balances	4,349	-
5.2 Call deposits	-	-
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	4,349	-

6. Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1 Aggregate amount of payments to related parties and their associates included in item 1	(76)
6.2 Aggregate amount of payments to related parties and their associates included in item 2	-
<i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i>	
6.1 Director and consulting fees paid to Directors and/or Director related entities	\$76,050

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

7.	Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	Total financing facilities	-	-
7.5	Unused financing facilities available at quarter end		-
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		
	N/A		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(361)
8.2	Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(24)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(385)
8.4	Cash and cash equivalents at quarter end (item 4.6)	4,349
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	4,349
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	11
	<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8	If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1	Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
	Answer: N/A	
8.8.2	Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
	Answer: N/A	

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: N/A

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 18 January 2022

Authorised by: The Board of Aurum Resources Limited
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.