

QUARTERLY REPORT

Period Ending 30 September 2022

Aurum Resources Ltd (Aurum or the Company) (**ASX:AUE**) provides the following commentary and Appendix 5B for the Quarter ended 30 September 2022.

HIGHLIGHTS

- Penny South site visit
- Ryans Find Heritage Agreement signed.
- New projects under consideration

Overview

Aurum Resources Ltd is an ASX-listed (ASX:AUE) mineral exploration and development company with a gold focus where it acquired Aldoro Resources (ASX:ARN) gold assets. It currently has two gold projects, the flagship **Penny South** and to the north along the Youanmi shear system and the reconnaissance **Ryan's Find** project northeast of Koolyanobbing. Aurum is exploring new opportunities as the recent market challenges have led to project opportunities. The Penny South Gold Project is the most advanced located immediately south of the Penny West and Penny North gold mines currently under development by Ramelius Resources (ASX:RMS) with a analogous structural setting and anomalous gold intersections.

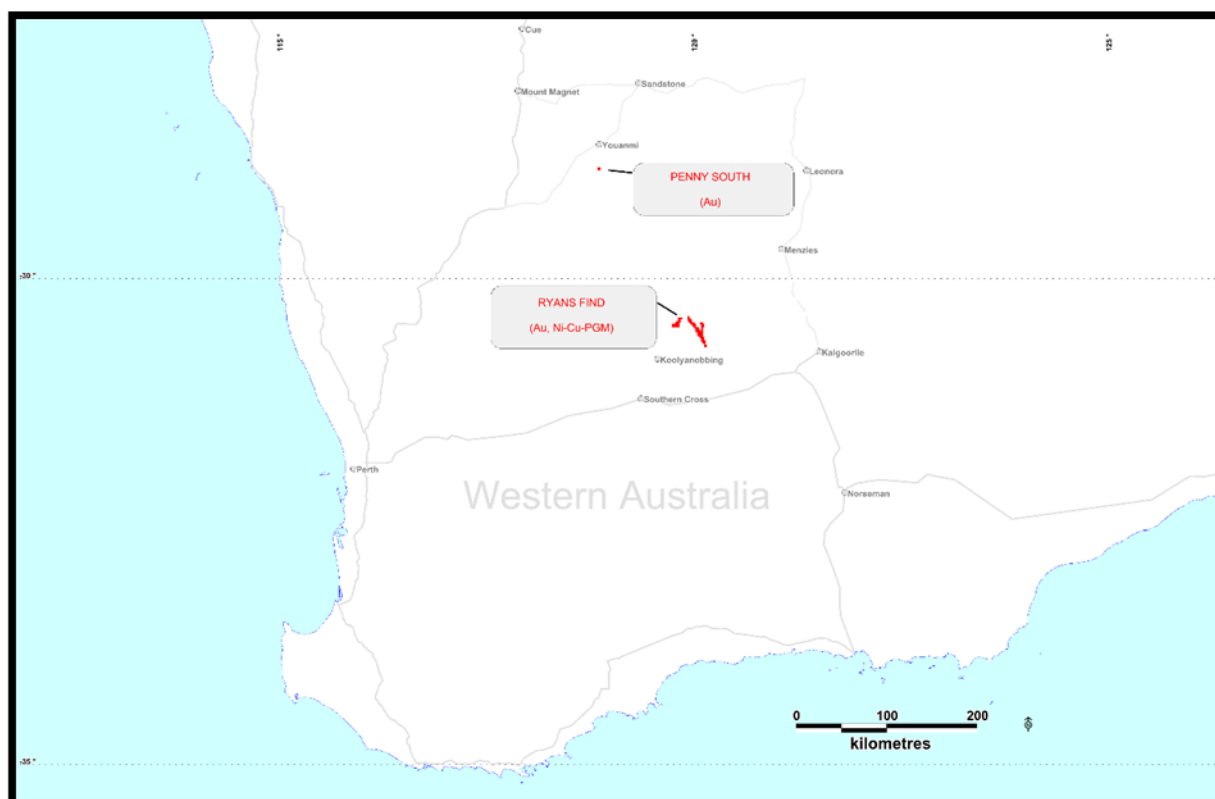


Figure 1: Aurum Resources Limited project locations.

Penny South Project

Exploration on Penny South licence E57/1045 has predominantly been focussed on gold exploration with a model similar to Penny West characterised by low tonnage and high-grade style gold mineralisation, despite other mineralisation styles found in the area. On the Penny South licence minor nickel bearing gossanous fragments were found in the southeast (hole PWAC179 [8m@0.44%Ni](#) from 32m, Lach Drummond 2004). VHMS base metal mineralisation also occurs in the broader area at Pincher Hill 13km north and Freddie Well (Manindi). Historical records report Pincher Hill and Well (BHP and WMC) as a large volcanogenic massive sulphide mineral system over 5km is strike with Zn and Ag associated with pyrite-pyrrhotite- sphalerite. Venus Metals has a non-JORC "Exploration Target" of 15-25Mt@2-8%Zn and 3-4g/t Ag (ASX VMC 28/10/22) at Pincher Well. The VMS mineralisation at Manindi is located 16km to the NW and reports as 1.06Mt @6.52%Zn, 0.26%Cu, 3.19g/t Ag (JORC ASX MLS).

Empire Resources' *Just Deserts* copper-gold deposit lies 31km to the north-northeast and is also described as a polymetallic VMS deposit with JORC2012 resource of [2.52Mt@1.31%Cu](#), 0.49g/t Au and 1.76g/t Ag (ASX:ERL 17/5/2016). Ni-Cu mineralisation occurs 6 km to the NW at Currans Well (10m @ 1.34%Ni and 0.71%Cu GSWA MINDEX), and a Ni occurrence has been recorded in the eastern part of Aurum's E57/1045.

The assessment is using historical geochemical analyses and logs to identify areas of potential base metal mineralisation. The available Aldoro and Aurum pulps from RC and Aircore drilling will be correlated with target areas and will be selectively recovered for resubmission for base metal suite, as only Au was only analysed previously.

During the quarter a site visit was made to determine which historical holes are to be rehabilitated and these sites are scheduled to be repatriated in November by a local contractor.

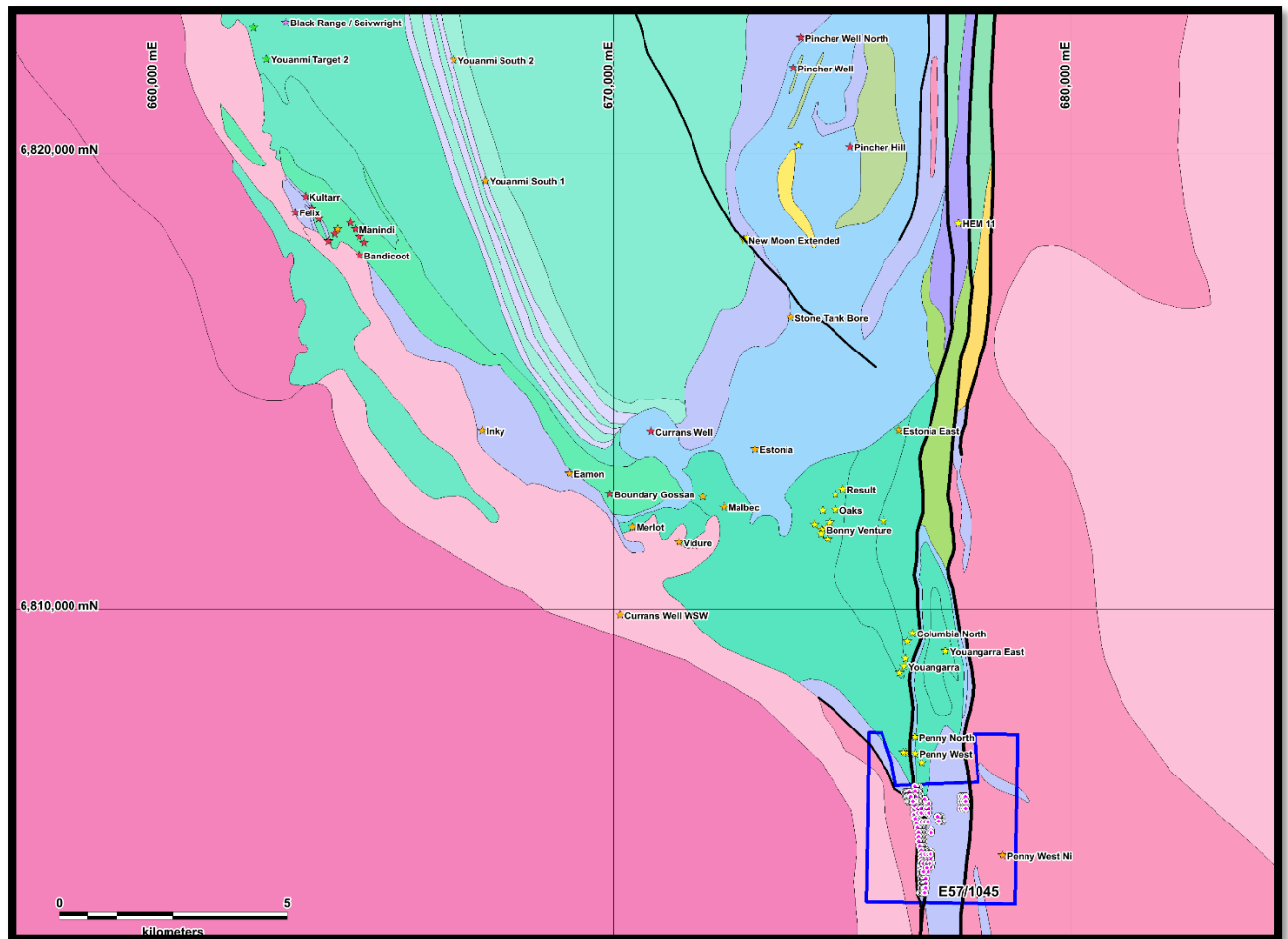


Figure 2: Penny South licence and drill hole samples available on Youanmi geology and MINDEX mineral occurrences.

Ryan's Find Project

Aurum is pleased to announce that settlement on the terms of the **Heritage Agreement** with the Marlinyu Ghoorlie Native Title Claimant Group over the Ryans Find area has been reached and Aldoro has signed agreement. This sign-off should facilitate progress in getting the E16/489 area cleared of sites of significance and certainty with commencing the drilling programme.

The **Ryan's Find** Project is located 100km northwest of Southern Cross where historical exploration focused on the nickel cobalt potential of ultramafic rocks within the Watt Hills Greenstone belt. A first pass soil geochemical survey completed by Aldoro (ASX: ARN) aimed at verifying nickel-cobalt anomalism in historical geochemical surveys in the sole granted licence E16/489 found anomalous gold trends in the data which will form the initial focus of future work programmes. The granted licence and three licence applications contain more than 50 km of strike length of relatively underexplored greenstone belt, bookended by historic gold mines and workings.

The licences form an Arc around a granitic pluton covering the greenstone contacts and associated shears typical settings for orogenic gold. The Mt Dimer (Tipan Pit) was mined in the mid 1990's producing **77,000@3.44g/t for ~8,500oz**. Twenty Seven Co (ASX:TSC) have the mining lease, but Aurum's exploration lease application surrounds the lease and runs to the SE along the structural trend



of the old mine. Twenty Seven Co have released a JORC mineral Resource Estimate of **722,000t at 2.10g/t Au for 48,545oz of Au and 3.84g/t Ag for 89,011oz Ag**. They have stated that *“The resource remains open to the south and down dip with strong potential to extend the mineralisation along strike to the south”* where Aurum’s licence application resides. This historic mine, located in tenement M77/515, is almost surrounded by Aurum’s tenement application E77/2535 (held in name by Aldoro), with potential for strike extension of this mineralised structure into Aurum’s ground. On the western side of the dome, another of Aurum’s applications lies immediately south of Aurumin Limited (**ASX: AUN**) historic deposits of Frodo (open pit and underground), Golden Slipper, Lightning and others which they are currently reassessing and have reported anomalous gold intersections at **LO3 with 5m at 19.26g/t, Golden slipper 7m at 7.55g/t and Lightning 4m at 48.69g/t**.

On the granted licence **E16/489** at Ryans Find an aircore drilling programme is planned, subject to Heritage negotiations. 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 (Figure 3). 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 (Figure 3) is planned over these anomalous sections with approximately 80 holes for 3-4000m planned. Harmec Drilling have been booked to conduct the drilling. The drilling will focus on the contiguous magnetic unit associated with elevated gold in soils (Figure 4). The local geological strike is apparent in the airborne magnetics and local gossans trends north-north-westerly, and the planned drilling is perpendicular along the soil sample traverses. The holes planned will have azimuths of 045 and dips -60.

The extension of term for granted licence E16/489 was granted by the Mines Department for another 5 years of tenure. A Programme of Works (POW) was recently granted for the drilling programme while the native title negotiations with the Marlinyu Ghoorlie Native Title Claimant Group is still ongoing on a Heritage Agreement and planning for a heritage survey. An aircore drill rig has been tentatively booked but has been pushed out due to delays with progressing the heritage agreement and access tracks being pushed in.

In addition, Aurum is continuing to actively pursuing the grant of tenement applications ELA77/2520, ELA77/2535 and ELA16/551 with a gold focused soil sampling exploration program proposed.

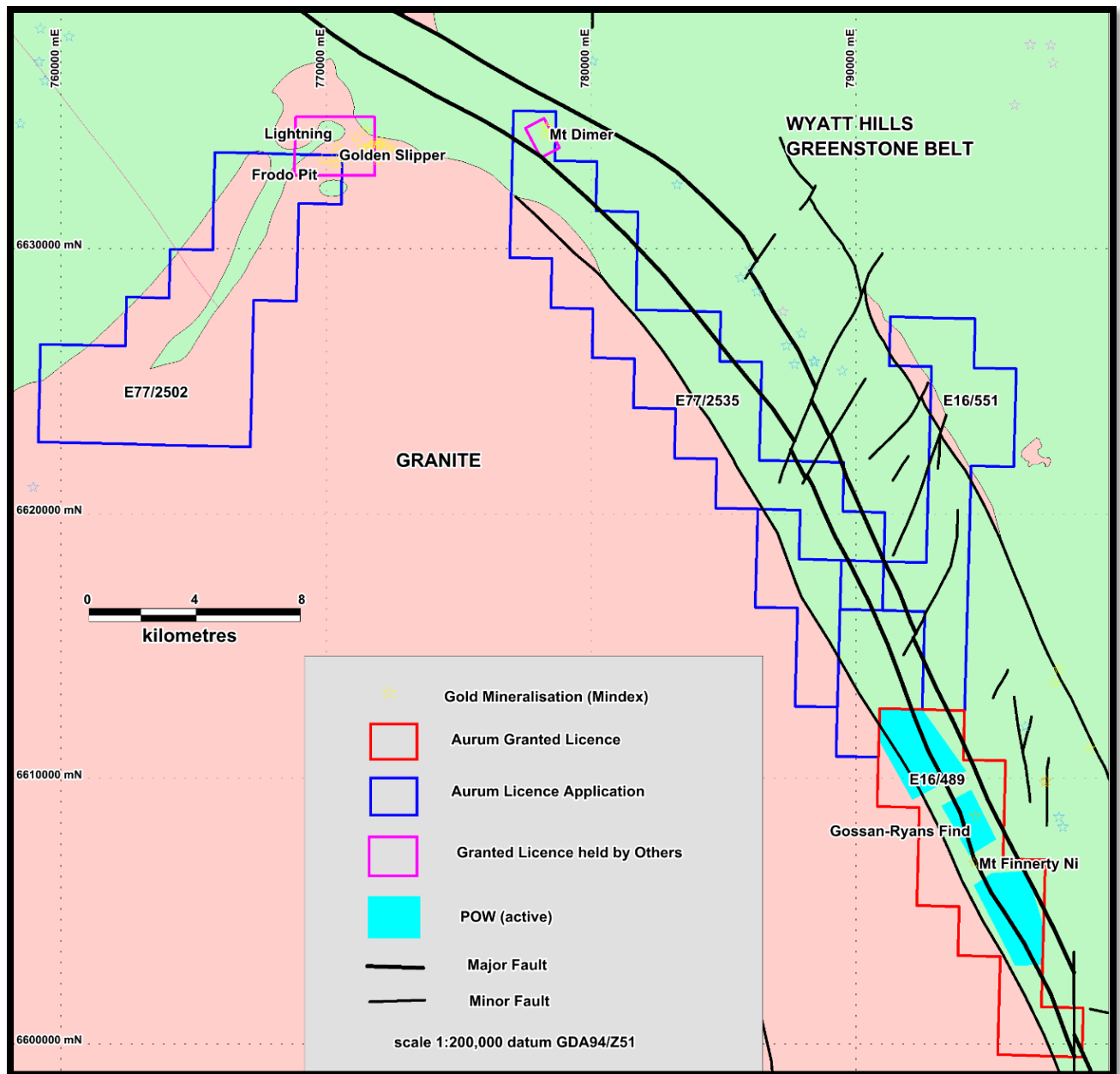


Figure 3 Ryans Find licences and Proposed drill areas

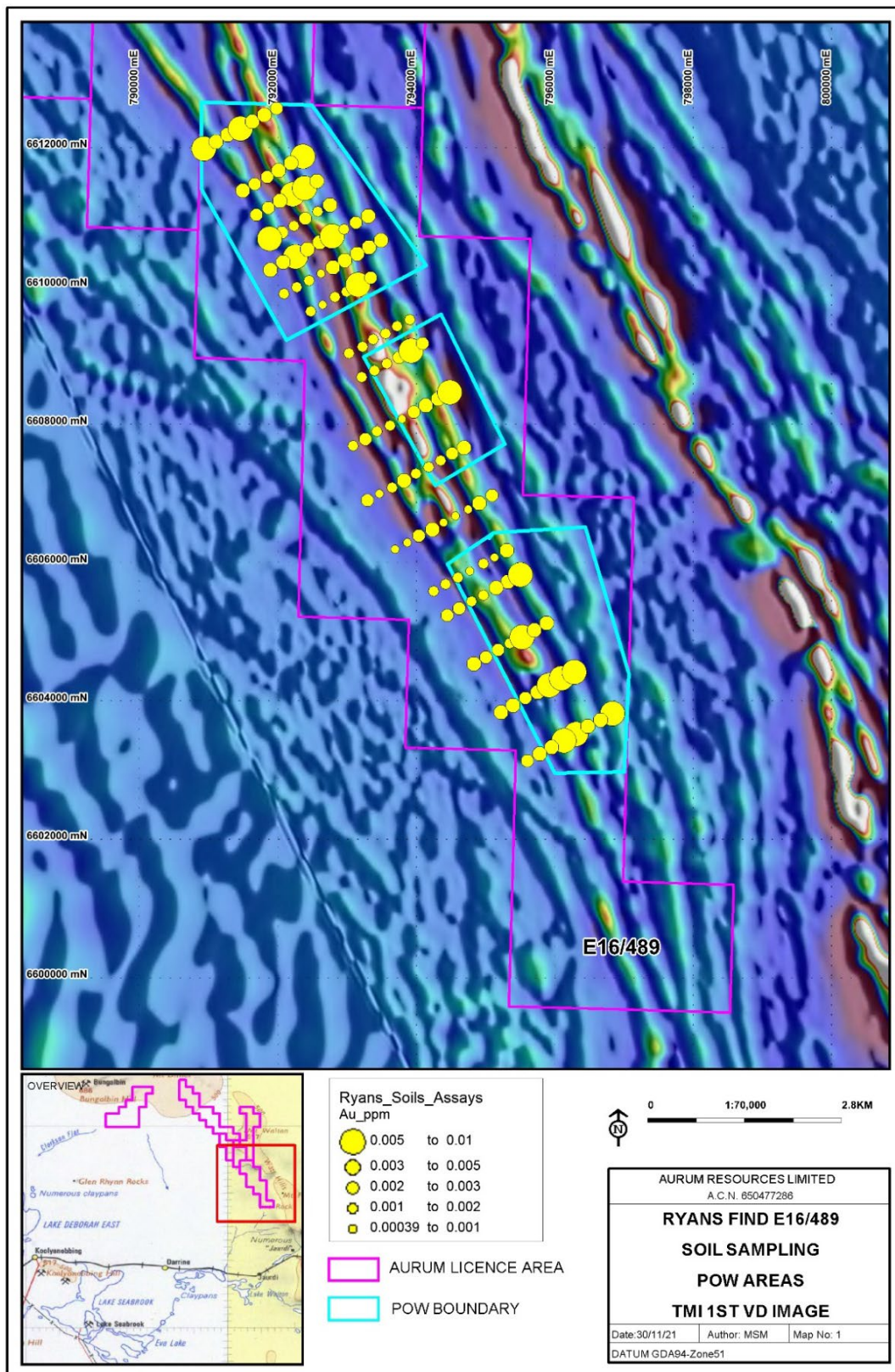


Figure 4 Proposed drill areas and anomalous gold soils



New Project Development (NPD). Aurum is currently reviewing a number of project proposals as well as undertaking a targeting exercise on open ground to identify areas of high residual potential.

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)	Expiry Date	Area (km2)	Blocks	Interest/ Contractual Rights
E77/2502	Aldoro Resources Limited	Pending	(1/12/2017)		62.17	21	100%
E77/2535	Aldoro Resources Limited	Pending	(17/04/2018)		79.91	27	100%
E16/551	Aldoro Resources Limited	Pending	(25/09/2020)		53.26	18	100%
E16/489	Aldoro Resources Limited	Live	27/01/2017	26/01/2027	44.33	15	100%
E57/1045	Altium Metals Limited	Live	10/08/2016	9/8/2026	9.949	4	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 \$25k. The majority of this was spent on the Company's drilling at Penny South.

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	\$35,475	Director Fees
CEO	\$41,438	Fee

Financial

The Company has cash on hand as of the 30 September 2022 of \$2.938 million.

Related Party payments for the quarter, as outlined in Appendix 5B at section 6.1, total \$76,913 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 30 September 2022:

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 30 September 2022	Total Actual amount spent (\$) to date
Exploration at the Penny South Project	1,149,384	16,424	662,406
Exploration at the Unaly Hill Project	517,509	0	35,472
Exploration at the Ryan's Find Project	1,926,250	1,248	164,543
Aldoro Reimbursement	200,000	-	199,466
Expenses of the Offer	440,595	0	386,352
Administration costs	388,706	178,432	594,663
Working Capital	377,556	0	0
TOTAL	5,000,000	196,104	2,042,902

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.



Disclaimers

In relying on the above mentioned ASX announcements and pursuant to ASX Listing Rule 5.23.2, the Company confirms that it is not aware of any new information or data that materially affects the information included in the above-mentioned announcements.

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")

30 September 2022

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers		
1.2	Payments for		
	(a) exploration & evaluation	(6)	(6)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	-	-
	(e) administration and corporate costs	(221)	(221)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	2	2
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	(225)	(225)

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	(19)	(19)
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 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	(19)	(19)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
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	-	-
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.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	3,182	3,182
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(225)	(225)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(19)	(19)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-

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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	2,938	2,938

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	2,938	3,182
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)	2,938	3,182

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	(77)
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
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.		

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)	(225)
8.2	Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(19)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(244)
8.4	Cash and cash equivalents at quarter end (item 4.6)	2,938
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	2,938
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	12
	<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: 28 October 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.