

## June 2023 Quarterly Activities Report

OreCorp Limited (**OreCorp** or **Company**) (ASX: ORR) is pleased to present its quarterly report (**Report**) for the period ended 30 June 2023 (**Quarter**).

### Highlights

#### Tanzania – Nyanzaga Gold Project

- Recent spot US\$ 2,000/oz gold price results in the Nyanzaga Gold Project (**Nyanzaga** or **Project**) post-tax NPV<sub>5%</sub> lifting to US\$ 905 million and the IRR increasing to 32%, highlighting Nyanzaga's excellent leverage to gold price<sup>1</sup>.
- Project finance discussions are well advanced with a syndicate of banks comprising major European, African and Tanzanian banks (**Banks**), and discussions have also advanced in relation to commodity-based financing, specifically a metal stream. Firm Project funding commitments anticipated in H2 CY 2023.
- The Early Contractor Involvement (**ECI**) contract, awarded in parallel to Ausenco Services Pty Ltd (**Ausenco**) and DRA Global Limited (**DRA**), is progressing well and will deliver a detailed costs estimate, execution schedule, design deliverables and executable EPCM contract.
- The ECI process includes a comprehensive optimisation review of the process design, equipment specification and site layout. This work is on target for completion in August.
- Preparation continues for resettlement of communities currently within the SML boundary. Resettlement housing tender process commenced with the aim of housing construction to start in H2 CY 2023.
- Construction Manager and supervisors have been recruited to commence early works and construction of resettlement housing.
- The Company is aiming to release the open pit contract to the market and progress the underground development tender in the coming months.

#### Corporate

- Mr Timothy R B Goyder (and related entities) lodged notification of a change in substantial holding on 13 June 2023, confirming their increase in holding to 6.1% of the Company's fully paid ordinary shares.
- Cash balance of A\$13.5 million as at 30 June 2023, with no debt.

**Authorised for release on behalf of the Company by the Board of Directors.**

#### For further information please contact

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#### For more information

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 Visit our investor websites: [www.orecorp.com.au](http://www.orecorp.com.au)

 Subscribe to our [mailing list](#) to receive business updates and investor information

<sup>1</sup> Refer OreCorp ASX announcement dated 22 August 2022 ("*Nyanzaga DFS Delivers Robust Results*").

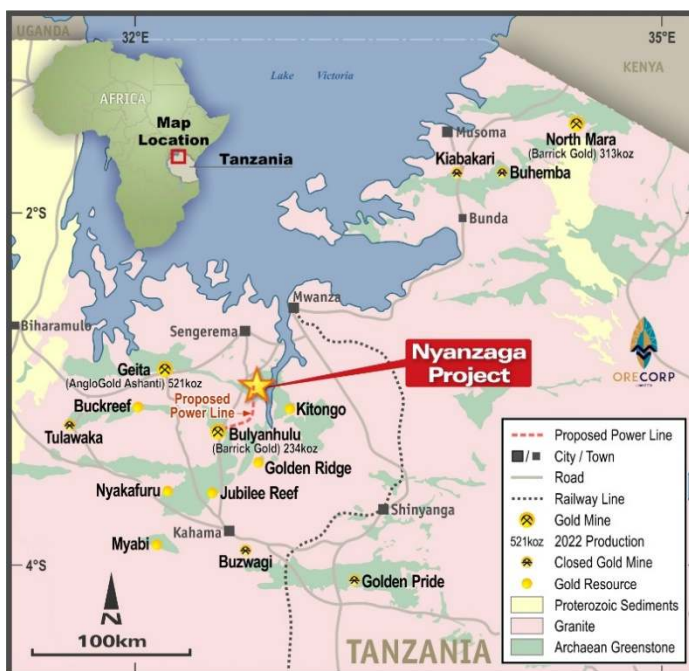
## 1. Tanzania – Nyanzaga Gold Project

OreCorp’s Nyanzaga Gold Project is considered to be one of the best undeveloped projects in the world<sup>2</sup>. It is located in prime real estate within the Archean Greenstones of the Lake Victoria Goldfields, northwest Tanzanian (**Figure 1**). The Project comprises Special Mining Licence (SML) 653/2021 (23.4km<sup>2</sup>) and other surrounding prospecting licences covering an additional 75km<sup>2</sup>.

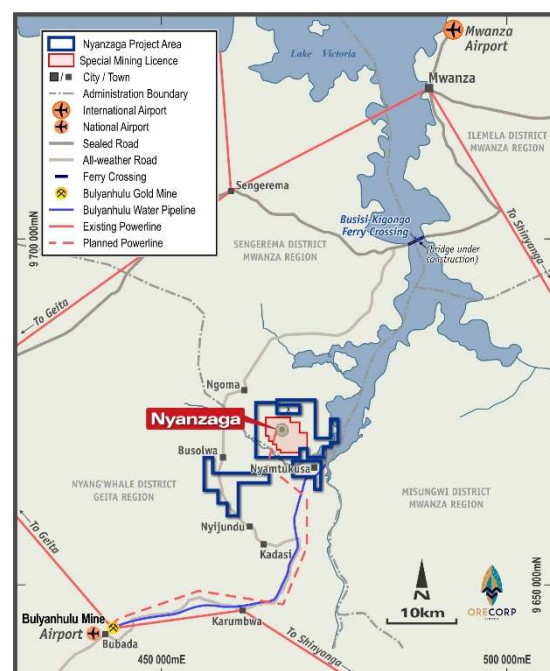
The Definitive Feasibility Study (DFS), announced in August 2022<sup>3</sup>, expects the Project to deliver an average gold production of 234 koz pa over a 10.7 year Life of Mine (LOM), with >242 koz pa (average) for the first 10 years peaking at 295 koz pa in Year 6 delivering a total of approximately 2.5 Moz of gold produced over the LOM.<sup>4</sup> Key permits are in place and development is progressing and on track for first gold in H2 CY 2025.

Recent spot US\$ 2,000/oz gold price results in the Project post-tax NPV5% lifting to US\$ 905 million and the IRR increasing to 32%, highlighting Nyanzaga’s excellent leverage to gold price.

Access to the Project is from Tanzania’s second largest city, Mwanza, via the sealed Geita Highway, crossing Smith Sound by ferry at Busisi, then turning southwest to Ngoma Village, refer to **Figure 2**.



**Figure 1: Lake Victoria Goldfields, Tanzania**



**Figure 2: Nyanzaga Project Licences**

### 1.1. Project Ownership

The SML for the Nyanzaga Project is held by Sotta Mining Corporation Limited (SMCL), a joint venture company in which OreCorp holds an 84% interest through its wholly owned subsidiary, Nyanzaga Mining Company Limited. The Treasury Registrar of the GoT holds the 16% free carried interest of the GoT in accordance with the Mining Act [CAP. 123 R.E. 2019].

<sup>2</sup> Argonaut Metals & Mining Best Undeveloped Projects 2020, 2021 and 2022

<sup>3</sup> Refer OreCorp ASX announcement dated 22 August 2022 (“Nyanzaga DFS Delivers Robust Results”).

<sup>4</sup> Cautionary Statement - based on a gold price of US\$1,750/oz. Refer OreCorp ASX announcement dated 22 August 2022 (“Nyanzaga DFS Delivers Robust Results”). The production target referred to in the DFS and this Report comprises 92% Probable Ore Reserves and 8% Inferred Mineral Resources. There is a low level of geological confidence associated with Inferred Mineral Resources, and there is no certainty that further exploration work will result in the determination of Indicated Mineral Resources or that the production target itself will be realised.

## 1.2. Project Financing

The Company and its financing advisor, Auramet International LLC (**Auramet**), continue to work with a group of Banks to finalise firm commitments.

SLR Consulting Limited (**SLR**), who has been appointed as Independent Technical Consultant and Independent Environmental, Social and Governance Consultant on behalf of the Banks, is currently finalising its review, with a report due in Q3 CY 2023.

The Company has also advanced discussions regarding commodity-based financing, specifically a metal stream. OreCorp expects firm funding commitments in H2 CY 2023, in conjunction with the Banks.

## 1.3. Project Development

The Company has progressed with key activities for the development of Nyanzaga, including but not limited to:

- The ECI contract, awarded in parallel to Ausenco and DRA, is progressing well and will deliver a detailed costs estimate, execution schedule, design deliverables and execution plans. The ultimate deliverable from each consultant is an executable EPCM contract with time and cost performance incentives.
- The ECI process includes a comprehensive optimisation review of the process design, equipment specification and site layout. The mills and crushers are out to tender as a part of the ECI process for them to be awarded early in the EPCM phase.
- Preparation continues for resettlement of communities currently within the SML boundary. Resettlement housing tender process commenced with the aim of housing construction to start in H2 CY 2023.
- Preparation of open pit and underground mining contract tenders continued.
- Tender for the design and build of the permanent camp commenced and was nearing completion at Quarter end.
- Site access road, including the Ngoma town bypass, design completed by in-country engineering company Nimeta Consult (T) Ltd, in preparation for submission to Tanzanian Rural and Urban Roads Agency.
- Preliminary engagement with Tanzanian and international contractors commenced for major works packages, including civil works, SMP works and electrical works.
- Recruitment of Construction Manager and construction supervisors to commence on early works and resettlement housing packages.

During the next quarter, the Company plans to:

- Finalise the ECI works.
- Release the open pit contract to the market and progress the underground development tender.
- Issue the tenders for resettlement house construction and camp design and construction.
- Commence construction of the exploration camp kitchen.

### 1.4. Preliminary Project Timeline

The development of Nyanzaga targets first gold during H2 CY 2025.

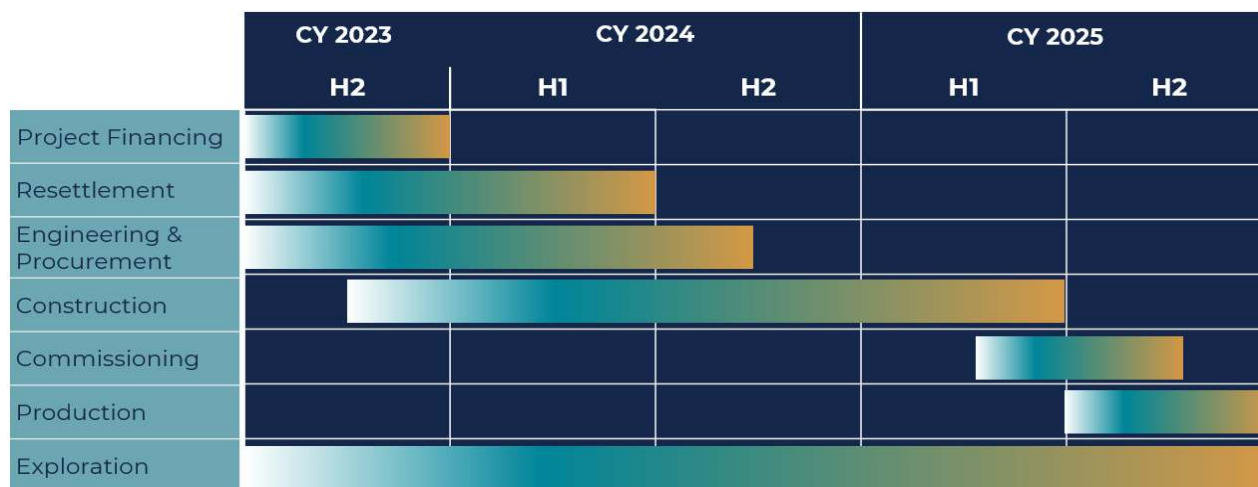


Figure 3: Preliminary Project Timeline

### 1.5. SML and Regional Exploration

The Company is progressing regional exploration within and outside the SML boundary with the aim of identifying target areas suitable to low impact exploration. A solid geology interpretation of the wider project area is being completed to inform this process.

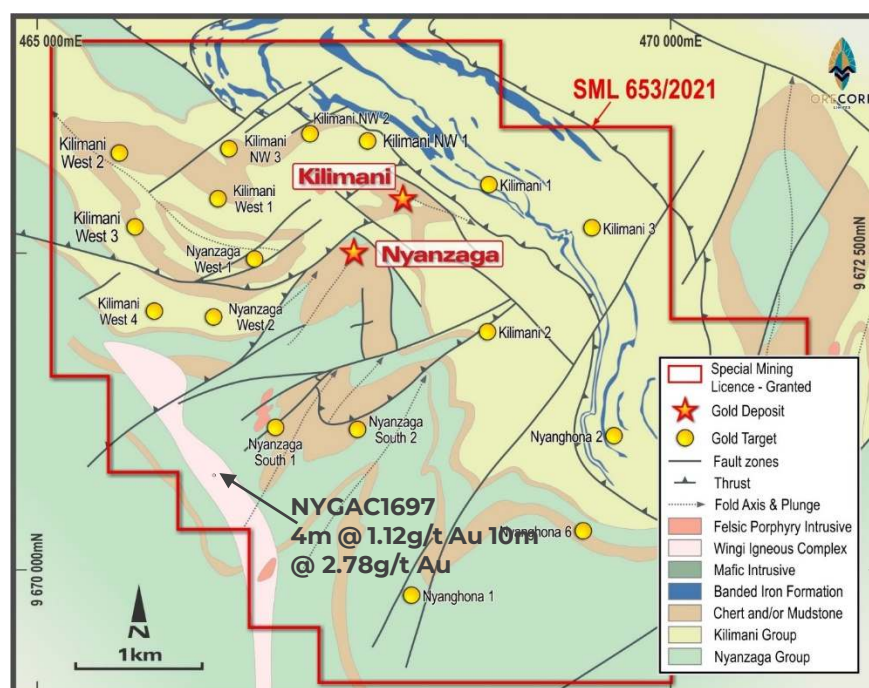


Figure 4: Geology and Potential Targets within the SML 653/2021

### 1.6. Permitting and Project Licences

A revised Environmental and Social Impact Assessment (ESIA) for the Nyanzaga Project has been completed during the Quarter. The revision addressed the changes in Project layout and incorporated findings from further baseline surveys and additional studies. The revised ESIA is aligned with international standards, including the Equator Principles and International Finance Corporation Performance Standards.

An Environmental and Social Management Plan (**ESMP**) Update as required by the National Environment Management Council (**NEMC**) has been completed for submission and approval. The ESMP Update only presents additional baseline data collected since 2017, as well as assessment of new impacts as per NEMC requirements.

OreCorp is continuing its engagement with the relevant GoT Ministries and authorities to progress the necessary subordinate permits and approvals for the construction and operation of the mine.

### 1.7. Environmental, Social and Governance (ESG)

The Company has finalised data collection and progressed collation of information for its inaugural Sustainability Report, anticipated during H2 CY 2023.

### 1.8. Resettlement Action Plan (RAP)

The valuation report was approved by the GoT Chief Valuer in January 2023. A draft RAP report detailing the resettlement planning process, the compensation that landholders are entitled to, as well as mitigation measures and a draft livelihood restoration plan has been completed. The RAP document was disclosed to key stakeholder groups as per good practice. The document was generally well received and will be amended to address comments submitted.

Meetings were held with the local communities followed up by one-on-one household discussions to obtain clarity on compensation preferences, to finalise replacement land options and to provide information on compensation and implementation of the RAP.

The Implementation Resettlement Working Group (**IRWG**) has been re-established with representation from local communities and government bodies. This group will be instrumental in the implementation of the RAP, particularly as a forum to engage local communities and ensure effective decision making around issues such as replacement land.

### 1.9. In Country Tanzania

Dialogue with all levels of the GoT continues to be extremely positive and constructive. The Company had several meetings with senior government representatives during the Quarter.

## 2. CORPORATE

### 2.1. Cash Position

On 30 June 2023, OreCorp had approximately A\$13.5 million in cash and no debt.

### 2.2. Business Development

During the Quarter, numerous business development and corporate opportunities continued to be considered. The Board of Directors remains committed to pursuing those which may enhance shareholder value and support development of the Project.

### 2.3. Changes in Equity Securities during the Quarter

There were no changes in equity securities during the Quarter.

	Ordinary Shares	Unlisted Options	Unlisted Performance Rights
	#	#	#
<b>Balance as at 30 June 2023</b>	<b>398,997,558</b>	<b>3,725,257</b>	<b>4,087,106</b>

### 3. ADDITIONAL ASX LISTING RULE DISCLOSURES

In accordance with ASX Listing Rule 5.3.1, payments for exploration activities during the Quarter totalled A\$121,000 (item 1.2(a) of the Appendix 5B) in progressing regional exploration. Payments for activities in preparation for development during the Quarter totalled A\$349,000 (item 1.2(b) of the Appendix 5B) in advancement of the Nyanzaga Project as described above.

In accordance with ASX Listing Rule 5.3.2, the Company confirms that there were no mining production and development activities undertaken during the Quarter.

In accordance with ASX Listing Rule 5.3.3, details of tenements are provided in Section 5 below.

In accordance with ASX Listing Rule 5.3.5, the payment of A\$291,000 reported in Item 6.1 of the Appendix 5B relates to salaries and fees (including superannuation) paid to the Directors of the Company.

### 4. TENEMENT SCHEDULES

#### 4.1. List of granted licences in Tanzania held (directly or beneficially) as at end of the Quarter

Project	Licence Number	Registered Holder	Beneficial Interest at end of Quarter
Nyanzaga	SML00653/2021	Sotta Mining Corporation Limited	84%
	PL10911/2016	OreCorp Tanzania Limited	100%
	PL10877/2016	OreCorp Tanzania Limited	100%
	PL11186/2018	OreCorp Tanzania Limited	100%
	PL11873/2022	Sotta Mining Corporation Limited	84%
	PL11874/2022	Sotta Mining Corporation Limited	84%

#### 4.2. Listing of licences acquired (directly or beneficially) during the Quarter

Project	Licence Number	Registered Holder	Beneficial Interest at end of Quarter
n/a			

#### 4.3. Listing of licences relinquished, reduced or lapsed (directly or beneficially) during the Quarter

Project	Licence Number	Registered Holder	Beneficial Interest at end of Quarter
Nyanzaga	PL9770/2014	Nyanzaga Mining Company Limited	100%

Other than as disclosed above, no other tenements were acquired or disposed during the Quarter (including beneficial interests in joint venture projects), nor were there any further changes to the beneficial interest in any tenements.

## ABOUT ORECORP LIMITED

OreCorp Limited is a Western Australian based mining exploration company listed on the Australian Securities Exchange (**ASX**) under the code 'ORR'. The Company is well funded with no debt. OreCorp's key project is the Nyanzaga Gold Project in northwest Tanzania.

## JORC COMPLIANCE STATEMENTS

The information in this Report relating to Exploration Results, estimates of Mineral Resources, Ore Reserves Statements and the production target in relation to the Project is extracted from the ASX announcements dated 23 November 2022 ("*Further Drilling Builds Resource Growth Potential*") and 22 August 2022 ("*Nyanzaga DFS Delivers Robust Results*") which are available to view on the Company's website [www.orecorp.com.au](http://www.orecorp.com.au).

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original announcements and, in the case of Exploration Results, estimates of Mineral Resources, Ore Reserves Statements and the production target in relation to the Project, that all material assumptions and technical parameters underpinning the Exploration Results, estimates of Mineral Resources, Ore Reserves Statements and the production target in relation to the Project (and any forecast financial information derived from the production target) in the original announcements continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Persons' (being Messrs John McIntyre and Allan Earl) findings are presented have not been materially modified from the original announcements.

## DISCLAIMER / FORWARD-LOOKING INFORMATION

This Report may contain certain forward-looking statements, guidance, forecasts, estimates, prospects or projections in relation to future matters that may involve risks or uncertainties and may involve significant items of subjective judgement and assumptions of future events that may or may not eventuate (**Forward-Looking Statements**). Forward-Looking Statements can generally be identified by the use of forward-looking words such as "anticipate", "estimates", "will", "should", "could", "may", "expects", "plans", "forecast", "target" or similar expressions and may include, without limitation, statements regarding plans, strategies and objectives of management, anticipated production and expected costs. Indications of, and guidance on future earnings, cash flows, costs, financial position and performance are also Forward-Looking Statements.

Persons reading this announcement are cautioned that such statements are only predictions, and that actual future results or performance may be materially different. Forward-Looking Statements, opinions and estimates included in this announcement are based on assumptions and contingencies which are subject to change, without notice, as are statements about market and industry trends, which are based on interpretation of current market conditions. Forward-Looking Statements are provided as a general guide only and should not be relied on as a guarantee of future performance.

No representation or warranty, express or implied, is made by OreCorp that any Forward-Looking Statement will be achieved or proved to be correct. Further, OreCorp disclaims any intent or obligation to update or revise any Forward-Looking Statement whether as a result of new information, estimates or options, future events or results or otherwise, unless required to do so by law.

## CAUTIONARY STATEMENTS

The production target for the Project disclosed in the DFS and in this Report comprises 92% Probable Ore Reserves and 8% Inferred Mineral Resources at a long-term gold price of US\$1,500/oz. The production target is based on the DFS. Most of the inferred material is associated with the depth extension of the underground (below 700 mRL) and processed in the last three years of production. The inferred material does not have a material effect on the technical and economic viability of the Project. The Mineral Resources and Ore Reserves underpinning the production target were prepared by Competent Persons in accordance with the JORC Code (2012 Edition).

The stated production target is based on the Company's current expectations of future results or events and should not be relied upon by investors when making investment decisions. Further evaluation work and appropriate studies are required to establish further confidence that this schedule will be met. There is a low level of geological confidence associated with Inferred Mineral Resources, and there is no certainty that further exploration work will result in the determination of Indicated Mineral Resources or that the production target itself will be realised. The consideration of the application of all JORC modifying factors is well advanced, including mining studies, processing and metallurgical studies, grant of the SML and EC, and lodgement of other key permits required from the GoT. The Company has concluded it has a reasonable basis for providing the forward-looking statements included in this Report and believes that it has a "reasonable basis" to expect it will be able to fund the development of the Project. All material assumptions on which the forecast financial information is based, are referred to in the Company's ASX announcement made on 22 August 2022.



## Appendix 5B

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

Name of entity

ORECORP LIMITED

ABN

24 147 917 299

Quarter ended ("current quarter")

30 JUNE 2023

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(121)	(5,451)
(b) development	(349)	(4,204)
(c) production	-	-
(d) staff costs (excludes direct exploration and development costs)	(2,922)	(5,721)
(e) administration and corporate costs	(760)	(3,314)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	132	468
1.5 Interest and other costs of finance paid – finance leases	(1)	(6)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other	18	345
<b>1.9 Net cash from / (used in) operating     activities</b>	<b>(4,003)</b>	<b>(17,883)</b>
<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	(116)	(282)
(d) exploration & evaluation	-	-
(e) investments	-	-

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
(f) other non-current assets	-	-
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	-	-
<b>2.6 Net cash from / (used in) investing activities</b>	<b>(116)</b>	<b>(282)</b>

<b>3. Cash flows from financing activities</b>		
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 (office lease payments)	(40)	(108)
3.7 Transaction costs related to loans and borrowings	-	-
3.8 Dividends paid	-	-
3.9 Other (provide details if material)	-	-
<b>3.10 Net cash from / (used in) financing activities</b>	<b>(40)</b>	<b>(108)</b>

<b>4. Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1 Cash and cash equivalents at beginning of period	17,673	31,883
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(4,003)	(17,883)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(116)	(282)

## 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 (12 months) \$A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(40)	(108)
4.5	Effect of movement in exchange rates on cash held	23	(73)
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>13,537</b>	<b>13,537</b>

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	559	472
5.2	Call deposits	4,903	2,159
5.3	Bank overdrafts	-	-
5.4	Other (Term Deposits)	8,075	15,042
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>13,537</b>	<b>17,673</b>

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	291
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<p><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></p> <p><i>Note: the amount shown in item 6.1 includes payments of Non-Executive Directors' fees and payments of the Executive Chairman and Managing Director's salary (including superannuation).</i></p>		

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

<b>7. Financing facilities</b>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
<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>		
7.1 Loan facilities	-	-
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
<b>7.4 Total financing facilities</b>	-	-
<b>7.5 Unused financing facilities available at quarter end</b>		-
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.		

<b>8. Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1 Net cash from / (used in) operating activities (item 1.9)	(4,003)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(4,003)
8.4 Cash and cash equivalents at quarter end (item 4.6)	13,537
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	13,537
<b>8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	3.4
<i>Note: if the entity has reported positive relevant outgoings (i.e. 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	

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

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: 21 July 2023

Authorised by: By the OreCorp Limited Board of Directors  
(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 – e.g. 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.