

## September 2023 Quarterly Activities Report

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

### Highlights

#### Silvercorp Transaction

- On 6 August 2023, the Company announced that it had signed a binding Scheme Implementation Deed (**SID**) with Silvercorp Metals Inc. (**Silvercorp**) whereby Silvercorp will acquire all fully paid ordinary shares of OreCorp not held by Silvercorp or its associates, pursuant to an Australian scheme of arrangement under Part 5.1 of the *Corporations Act 2001* (Cth) (**Corporations Act**), (**Scheme**), subject to the satisfaction and/or waiver of various conditions.<sup>1</sup>
- In conjunction with announcement of the Scheme, Silvercorp agreed to provide the Company with approximately A\$28 million in funding via an equity placement to immediately advance development of the Project. The placement was settled in August, with OreCorp issuing 70,411,334 shares at an issue price of A\$0.40 per share.

#### Tanzania – Nyanzaga Gold Project

- Completion of the Early Contractor Involvement (**ECI**) process by Ausenco Services Pty Ltd (**Ausenco**) and DRA Global Limited (**DRA**).
- The ECI process did not exhibit the significant cost inflation recently seen in some projects in Western Australia and other jurisdictions.
- Savings identified of 4% to 6% of the August 2022 Definitive Feasibility Study (**DFS**) pre-production capital cost estimate.
- Improvement of the DFS execution schedule by 14 weeks.
- Receipt of an executable Engineering, Procurement and Construction Management (**EPCM**) contract from each ECI consultant.
- An update to the Environmental and Social Management Plan (**ESMP**) was approved by the National Environment Management Council (**NEMC**) on 28 August 2023.
- Compensation payments in relation to the implementation of the Resettlement Action Plan (**RAP**) are well advanced with approximately 84% of the agreements fully executed and approximately US\$6 million paid to date.
- Preparation continues for resettlement of communities currently within the SML boundary. Adjudication of resettlement housing tenders underway.
- OreCorp and Silvercorp continued to receive excellent support from key Tanzanian Government stakeholders and Silvercorp has lodged an application to the Tanzania Fair Competition Commission (**FCC**) for the necessary regulatory approval for the Scheme.

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<sup>1</sup> Refer OreCorp ASX announcement dated 6 August 2023 ("*Silvercorp to Acquire OreCorp, Creating a Diversified, High Growth Precious Metals Company*")

## Corporate

- Cash balance of A\$23.6 million as at 30 September 2023, with no debt.
- In view of the Scheme and following application by the Company, the Australian Securities and Investments Commission (**ASIC**) has advised OreCorp that it has made a decision in principle to grant an extension of time for the Company to hold its annual general meeting, from 30 November 2023 to 29 February 2024. Assuming a final decision is confirmed by ASIC and an annual general meeting is not held prior to the Scheme meeting, OreCorp shareholders will be provided an opportunity at the Scheme meeting to ask any questions in relation to OreCorp's financial statements for the year ended 30 June 2023.

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

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### For more information

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## 1. Silvercorp Transaction

On 6 August 2023, the Company announced that it had signed a binding SID with Silvercorp whereby Silvercorp will acquire all fully paid ordinary shares of OreCorp not held by Silvercorp or its associates, pursuant to an Australian scheme of arrangement under Part 5.1 of the Corporations Act, subject to the satisfaction and/or waiver of various conditions.

Under the Scheme, each OreCorp shareholder will receive, for each OreCorp share held, A\$0.15 in cash and 0.0967 of a Silvercorp common share, which as at the date the Scheme was announced, was valued at A\$0.45, for a total implied consideration of A\$0.60 per OreCorp share.<sup>2</sup>

The Board has unanimously recommended that OreCorp shareholders vote in favour of the Scheme, subject to no Superior Proposal emerging for OreCorp and an independent expert concluding, and continuing to conclude, that the Scheme is in the best interests of OreCorp shareholders.

The Scheme Booklet is well advanced and distribution to shareholders is expected shortly, with the Scheme meeting proposed to be held later this year. BDO Corporate Finance (WA) Pty Ltd has been appointed to prepare the Independent Expert's Report in the Scheme Booklet, opining on whether the Scheme is in the best interests of OreCorp shareholders. Shareholders are encouraged to review the Scheme Booklet in its entirety when it becomes available.

In conjunction with announcement of the Scheme, Silvercorp provided the Company with approximately A\$28 million in funding via an equity placement to immediately advance development of the Project, specifically to progress the site resettlement activities as contemplated in the Resettlement Action Plan.

The placement was settled in two tranches on 9 and 16 August, respectively, with OreCorp issuing 70,411,334 shares at an issue price of A\$0.40 per share. Silvercorp now holds 15% of the issued capital of OreCorp.

## 2. Nyanzaga Gold Project

OreCorp's Nyanzaga Gold Project has been described to be one of the best undeveloped projects in the world<sup>3</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 164km<sup>2</sup>(**Figure 2**).

The DFS<sup>4</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>5</sup> Key permits are in place and development is progressing.

<sup>2</sup> Based on the 20-day VWAP of Silvercorp's Shares on the NYSE American for the period ending 3 August 2023 converted to Australian dollars using an AUD:USD exchange rate of 1.526.

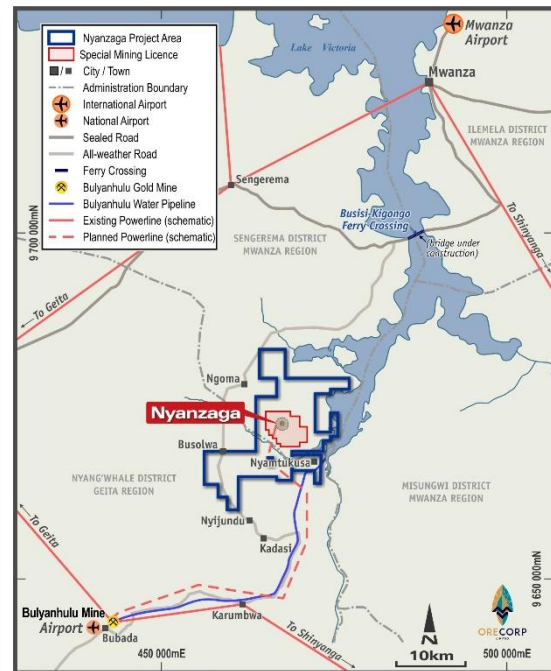
<sup>3</sup> Argonaut Metals & Mining Best Undeveloped Projects 2020, 2021 and 2022

<sup>4</sup> Refer OreCorp ASX announcement dated 22 August 2022 ("*Nyanzaga DFS Delivers Robust Results*").

<sup>5</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.



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



**Figure 2: Nyanzaga Project Licences**

## 2.1. 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 Government of Tanzania (**GoT**) holds the 16% free carried interest of the GoT in accordance with the Tanzanian Mining Act.

## 2.2. Project Development

The ECI process for the development of the Nyanzaga was completed during the Quarter. The Company's subsidiary, SMCL awarded ECI contracts earlier this year to both Ausenco and DRA following the DFS completion in August 2022.

The DFS pre-production capital cost estimate totalled \$US 474 million, which included mine establishment (open pit and underground), process infrastructure, non-process infrastructure, accommodation village, resettlement, operational readiness and a \$US 36 million contingency. Of the original DFS pre-production capital cost estimate, the ECI scope was \$US 215 million.

The ECI process involved Ausenco and DRA, in parallel but independently, completing early engineering and design activities, including value identification and optimisation studies. This comprised development for the process plant and related infrastructure, engineering plans, schedules, execution methodology, resource requirements and cost estimates. Ultimately, the aim of the ECI process was to deliver the EPCM package for Nyanzaga.

Detailed costings were developed through consultant databases and supply market verification, including tendering of the comminution equipment supply. The revised pre-production capital cost estimates and Project schedules submitted by both Ausenco and DRA identified notable savings and importantly, did not exhibit the significant cost inflation recently seen in some projects in Western Australia and other jurisdictions. Cost savings for the ECI/EPCM scope were in the order of 9% to 13% (of the ECI/EPCM scope) which relates to an overall Project cost saving of between 4% to 6% compared to the DFS pre-production capital cost estimate. Optimisation work identified reductions in the Project schedule of approximately 14 weeks.

An executable EPCM contract, which was an ECI deliverable, has been provided by both Ausenco and DRA. Both contracts include incentivisation for the successful EPCM consultant to achieve costs, schedule and safety targets as defined in their ECI submissions.

Completion of the process, by both Ausenco and DRA, was within the agreed timeframe and contract sum. OreCorp is very pleased with the outcome of the ECI process and will continue to evaluate the ECI submissions, taking into account the proposed transaction with Silvercorp.

During the Quarter the Company progressed the following activities in relation the development of Nyanzaga:

- Adjudication of resettlement housing tenders with the aim of housing construction to commence in Q4 2023.
- Purchased replacement land parcels for resettlement houses and other related services.
- Hosted a site visit for all open pit mining contract tenderers.
- Reviewed the site access road design, including the Ngoma town bypass.
- Engaged with Tanzanian and international contractors for major works packages, including civil works, SMP works and electrical works.

During the next quarter, the Company plans to:

- Complete execution of remaining compensation agreements and finalisation of necessary compensation payments.
- Commence construction of resettlement houses.

### **2.3. 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 has been completed to inform this process.

### **2.4. Permitting and Project Licences**

An update to the ESMP as required by the NEMC has been completed and submitted for approval. The ESMP update presents a description of changes to the Project, additional baseline data collected since 2017, as well as assessment of new impacts as per NEMC requirements. The updated document was approved by NEMC on 28 August 2023.

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.

### **2.5. Environmental, Social and Governance**

The Company has finalised data collection and progressed compilation of its inaugural Sustainability Report.

### **2.6. Resettlement Action Plan**

Following completion of the placement to Silvercorp, OreCorp received ~A\$28 million via an equity placement, which has prompted significant progress in the execution of compensation agreements and enabled the commencement of compensation payments. Approximately 84% of the agreements with affected households have been fully executed and compensation payments are well underway, with approximately US\$6 million paid to date. Implementation of the RAP and more specifically, the compensation payments are seen as significant steps forward in the development of Nyanzaga. It is expected that most compensation agreements will be fully executed by the end of October 2023.



***Amina Makilagi, District Commissioner of Nyamagana attends ceremony on commencement of compensation payments in accordance with the Nyanzaga Resettlement Action Plan***

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.

Whilst the RAP is progressing well, OreCorp currently has two pending litigation matters in which it and certain of its Tanzanian subsidiaries have been named as defendant(s). These matters relate to the resettlement activities, including a claim for compensation for the elevated landforms (being the hills). During the resettlement process, OreCorp has complied with all GoT directives, including in relation to compensation not being payable for elevated landforms. Some landowners have given notice that they intend to take action against the GoT, claiming compensation for the elevated landforms, and have indicated their intention to join SMCL as a defendant to the proceeding. The matter is at an early stage and OreCorp intends to work with the GoT to the extent necessary to defend any claim which eventuates

**2.7. 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, including introducing Silvercorp to key Tanzanian stakeholders, such as the Treasury Registrar and the Minister of Minerals.

OreCorp and Silvercorp continue to receive excellent support from key Tanzanian Government stakeholders and Silvercorp has lodged an application to the FCC seeking the necessary regulatory approval. The FCC is a public institution established with the aim of promoting and protecting effective competition in trade and commerce in Tanzania.

### 3. CORPORATE

#### 3.1. Cash Position

On 30 September 2023, OreCorp had approximately A\$23.6 million in cash and no debt.

#### 3.2. 2023 Annual General Meeting

Section 250N of the Corporations Act requires OreCorp to hold its annual general meeting for OreCorp's financial year ended 30 June 2023 by no later than 30 November 2023. In view of the Scheme, OreCorp has applied to ASIC under the Corporations Act to extend the period within which it would otherwise be required to hold the annual general meeting to 29 February 2024. ASIC has advised OreCorp that it has made a decision in principle to grant the extension. Assuming a final decision is confirmed by ASIC and an annual general meeting is not held prior to the Scheme meeting, OreCorp Shareholders will be provided an opportunity at the Scheme meeting to ask any questions in relation to OreCorp's financial statements for the year ended 30 June 2023. OreCorp will announce to ASX when the extension is granted.

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

Date	Detail	Note	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>
9 August 2023	Issue of shares to Silvercorp under first tranche of Placement	A	45,000,000	-	-
16 August 2023	Issue of shares to Silvercorp under second tranche of Placement	B	25,411,334	-	-
<b>Balance as at 30 September 2023</b>			<b>469,408,892</b>	<b>3,725,257</b>	<b>4,087,106</b>

#### Notes

- A) Refer Appendix 2A, dated 9 August 2023
- B) Refer Appendix 2A, dated 16 August 2023

### 4. ADDITIONAL ASX LISTING RULE DISCLOSURES

In accordance with ASX Listing Rule 5.3.1, payments for exploration activities during the Quarter totalled A\$6,000 (item 1.2(a) of the Appendix 5B) in progressing regional exploration. Payments for activities in preparation for development during the Quarter totalled A\$12,378,000 (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\$555,000 reported in Item 6.1 of the Appendix 5B relates to salaries and fees (including superannuation) paid to the Directors of the Company.

## 5. TENEMENT SCHEDULES

### 5.1. 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%
	PL10877/2016	OreCorp Tanzania Limited	100%
	PL10911/2016	OreCorp Tanzania Limited	100%
	PL11186/2018	OreCorp Tanzania Limited	100%
	PL11873/2022	Sotta Mining Corporation Limited	84%
	PL11874/2022	Sotta Mining Corporation Limited	84%
	PL12427/2023	Sotta Mining Corporation Limited	84%
	PL12428/2023	Sotta Mining Corporation Limited	84%
	PL12429/2023	Sotta Mining Corporation Limited	84%
	PL12430/2023	Sotta Mining Corporation Limited	84%

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

Project	Licence Number	Registered Holder	Beneficial Interest at end of Quarter
Nyanzaga	PL12427/2023	Sotta Mining Corporation Limited	84%
	PL12428/2023	Sotta Mining Corporation Limited	84%
	PL12429/2023	Sotta Mining Corporation Limited	84%
	PL12430/2023	Sotta Mining Corporation Limited	84%

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

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



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 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. In August 2023, OreCorp signed a binding Scheme Implementation Deed with Silvercorp Metals Inc. whereby, subject to satisfaction of various conditions, including OreCorp shareholder approval, Silvercorp will acquire all fully paid ordinary shares of OreCorp pursuant to an Australian scheme of arrangement under the *Corporations Act 2001* (Cth). A scheme booklet with detailed information and next steps will be dispatched to OreCorp shareholders in due course. Shareholders are encouraged to review the scheme booklet in its entirety when it becomes available.

## 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 announcement dated 22 August 2022 ("*Nyanzaga DFS Delivers Robust Results*") which is 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' 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 SEPTEMBER 2023

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (12 months) \$A'000</b>
<b>1.</b>	<b>Cash flows from operating activities</b>		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	(6)	(6)
	(b) development	(12,378)	(12,378)
	(c) production	-	-
	(d) staff costs (excludes direct exploration and development costs)	(2,386)	(2,386)
	(e) administration and corporate costs	(2,255)	(2,255)
	(f) business development costs	(966)	(966)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	167	167
1.5	Interest and other costs of finance paid – finance leases	(8)	(8)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other	21	21
<b>1.9</b>	<b>Net cash from / (used in) operating activities</b>	<b>(17,811)</b>	<b>(17,811)</b>
<b>2.</b>	<b>Cash flows from investing activities</b>		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	(403)	(403)
	(d) exploration & evaluation	-	-
	(e) investments	-	-

## 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
(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>(403)</b>	<b>(403)</b>

<b>3. Cash flows from financing activities</b>		
3.1 Proceeds from issues of equity securities (excluding convertible debt securities)	28,165	28,165
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	(62)	(62)
3.5 Proceeds from borrowings	-	-
3.6 Repayment of borrowings (office lease payments)	(43)	(43)
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>28,060</b>	<b>28,060</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	13,537	13,462
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(17,811)	(17,811)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(403)	(403)

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

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (12 months) \$A'000</b>
4.4	Net cash from / (used in) financing activities (item 3.10 above)	28,060	28,060
4.5	Effect of movement in exchange rates on cash held	179	179
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>23,562</b>	<b>23,562</b>

<b>5.</b>	<b>Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	2,690	559
5.2	Call deposits	5,872	4,903
5.3	Bank overdrafts	-	-
5.4	Other (Term Deposits)	15,000	8,075
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>23,562</b>	<b>13,537</b>

<b>6.</b>	<b>Payments to related parties of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1	Aggregate amount of payments to related parties and their associates included in item 1	555
6.2	Aggregate amount of payments to related parties and their associates included in item 2	243
<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.</i>		
<i>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)	-	-
7.4 <b>Total financing facilities</b>	-	-
7.5 <b>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)	(17,811)
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)	(17,811)
8.4 Cash and cash equivalents at quarter end (item 4.6)	23,562
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	23,562
8.7 <b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	1.3
<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: Receipt of placement funds from Silvercorp has allowed the Company to accelerate compensation payments made to affected households in Tanzania. This level of expenditure is not expected to be maintained in the coming quarter.	

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

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: The Company has entered into a binding Scheme Implementation Deed with Silvercorp whereby Silvercorp will acquire all fully paid ordinary shares of OreCorp not held by Silvercorp or its associates, pursuant to an Australian scheme of arrangement, which if approved, would provide the necessary funding for progression of the Company's operations. Should the scheme of arrangement not be approved by OreCorp shareholders or the Court, or not proceed to completion for any reason, the Directors are confident additional funding could be secured through either debt or equity financing.

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: Yes, on the basis of above.

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 October 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.