



ASX Announcement

30 October 2015

## QUARTERLY REPORT FOR THE PERIOD ENDING 30 SEPTEMBER 2015

### ORO VERDE LIMITED (ASX code: OVL)

*An emerging resource  
company  
focused on Nicaragua*

#### KEY PROJECTS - Nicaragua

Topacio Gold Project  
San Isidro Gold Project

#### BOARD OF DIRECTORS

##### Executive

Trevor Woolfe - MD  
Brett Dickson - Finance Dir

##### Non-Executive

Wolf Martinick - Chairman  
Tony Rovira  
Brad Farrell

#### MANAGEMENT - NICARAGUA

David Turner - Country Mgr  
Jacques Levy - Admin Mgr

#### REGISTERED OFFICE

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### HIGHLIGHTS

- ❖ New high grade gold targets identified at Topacio
- ❖ High grades from surface sampling outside the Topacio gold resource area:
  - Topacio NE up to 52.4 g/t Au and 158 g/t Ag
  - Chicago vein up to 23.8 g/t Au and 41 g/t Ag
  - Isabella up to 21.3 g/t Au and 18 g/t Ag
  - Su Majestad up to 9.0 g/t Au and 14 g/t Ag
- ❖ Epithermal vein textures at Rebeca/Isabella and silicification/brecciation at Buena Vista, combined with anomalous geochemistry, indicate the potential for a large scale, high level epithermal system on the Topacio concession.
- ❖ Environmental approval received for exploration to commence at Oro Verde's 100%-owned San Isidro Gold Project

Oro Verde Limited (ASX: OVL) ("Oro Verde" or "the Company") is pleased to provide its quarterly report for the period ending 30 September 2015. The September quarter has been a successful period and with progress for the Company on its gold projects located in Nicaragua.

On the 340,000 ounce Topacio Gold Project, located in the southeast of Nicaragua (Figure 1), the Company has continued to expand the immense potential of this under-explored epithermal gold system. **Spectacular gold (Au) and silver (Ag) grades, as high as 52.4 g/t Au and 158 g/t Ag** have been reported<sup>1</sup>, enhancing the 'bonanza' gold grades of up to 92.9 g/t Au and silver grades up to 480 g/t Ag that the Company reported in the previous quarter<sup>2</sup>.

Additionally, Oro Verde received environmental approval during the quarter for its proposed work program at the 100%-owned San Isidro Gold Project, located in the northwest of Nicaragua (Figure 1). The Company has now commenced early stage exploration activities on this area which is located adjacent to the 2.3Moz La India Gold Project, owned by Condor Gold (UK).

<sup>1</sup> Refer to ASX announcement dated 9 September 2015 "High Grade Gold Results Continue for Topacio"

<sup>2</sup> Refer to ASX announcement dated 30 July 2015 "June Quarterly Activities and Cashflow Report"



Figure 1 Oro Verde's Nicaraguan Gold Projects (yellow) and other major mines/deposits

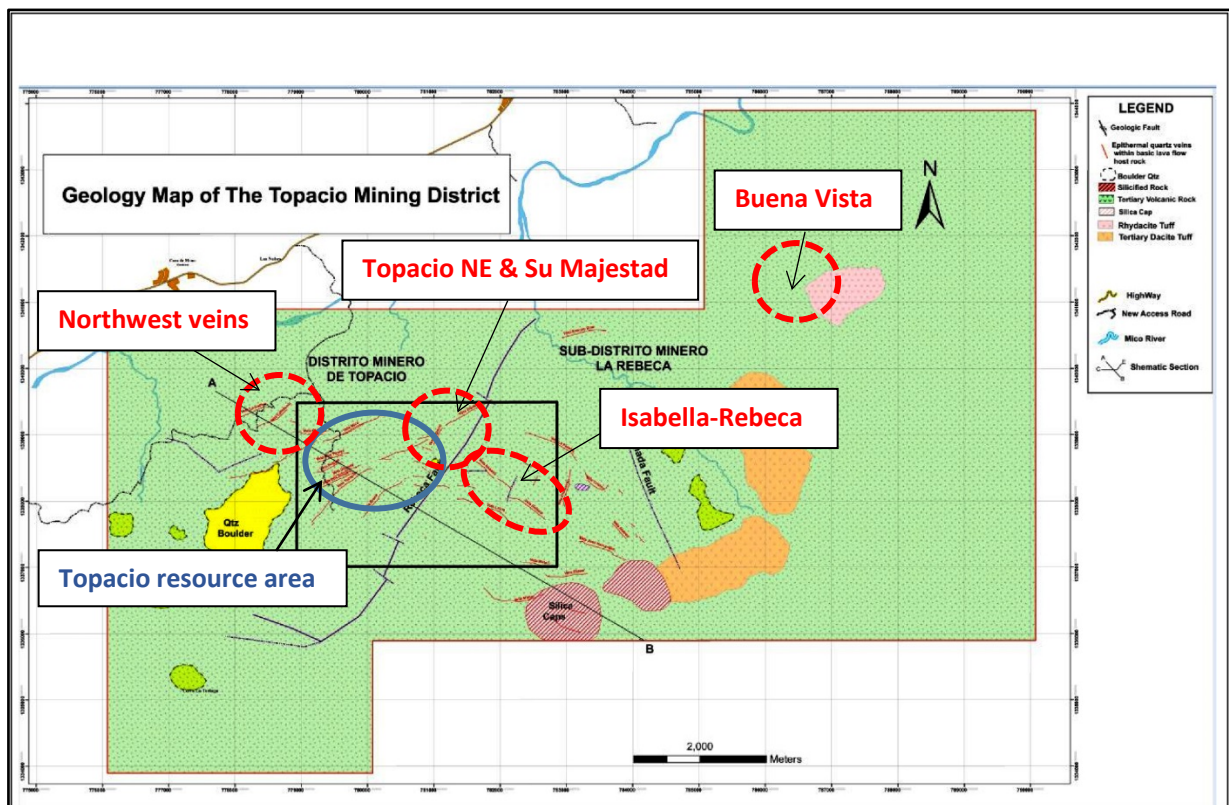


Figure 2 Topacio – Mining concession and new target areas

## TOPACIO GOLD PROJECT

This quarter, the Company was successful in delineating new high grade gold and silver target areas to enable expansion of the previously identified gold resource area. Target generation mapping and sampling focused on a number of under-explored areas of the large 93km<sup>2</sup> concession (tenement), including (Figure 2):

- Northwest veins - Celedonio, Chicago and Gallina veins
- Topacio NE - Topacio NE, Su Majestad, Canada and La Pispireta veins
- Isabella/Rebeca are - Isabella, Rebeca and Rebeca SW split veins
- Buena Vista area - Buena Vista prospect

### Northwest Veins

The veins to the northwest of the Topacio gold resource area (Figure 2) continue to return high gold and silver grades, demonstrating the area's potential for significant gold mineralisation. The zone consists of a number of veins striking in NE and NW directions. While the western end of the Mico vein strikes northeasterly, the Chicago vein cuts it in a west-northwesterly orientation and appears to also disrupt other NE trending veins at Celedonio and Gallina.

An earlier sample from an ore pile on the **Chicago** vein<sup>3</sup> returned a promising result of almost 8 g/t Au. The Company's recent sampling from artisanal workings and also channel sampling across the Chicago vein<sup>1</sup> has reinforced this prospectivity with high grade gold results (Table 1), including:

- Sample 48600 **21.0 g/t Au and 12.1 g/t Ag**
- Sample 48603 **23.8 g/t Au and 41.1 g/t Ag**

The complex interplay between these cross cutting veins is still being identified and evaluated by our mapping and sampling activities, however the presence of multiple high grade gold results strongly suggests the existence of high grade shoots in dilational settings related to the intersections of these cross cutting veins.

### Topacio NE Zone

The Topacio vein has a northeasterly strike length of over three kilometres (Figure 2). However the main Topacio vein and other veins, such as Dispute and Dos Amigos, are offset by smaller northwesterly trending quartz veins and structures in the Topacio NE area. Sampling of the **Topacio NE vein** itself resulted in very high grade gold and silver analyses<sup>1</sup>, up to 52.4 g/t Au and 158 g/t Ag:

- Sample 48614 **19.0 g/t Au and 25.4 g/t Ag**
- Sample 48615 **52.4 g/t Au and 158 g/t Ag**

The **Su Majestad** vein is one of the veins cross-cutting the Topacio vein. During the quarter, all nine rock chip samples from Su Majestad were found to be anomalous in gold<sup>1,4</sup> with two of the samples recording high grade gold results (Table 1) and silver reaching as high as 52.1 g/t Ag:

- Sample 48627 **6.33 g/t Au and 11.2 g/t Ag**
- Sample 48631 **9.00 g/t Au and 14.1 g/t Ag**

The presence of high grade gold in this zone suggests the existence of high grade shoots in dilational settings related to the intersections of these cross cutting veins, similar to that described above for the Northwest Vein area. Other northwesterly trending, cross-cutting veins in this area that were sampled include the **Canada** and **La Pispireta** veins. All three samples from these veins were anomalous in gold, with the two samples from the Canada vein recording **3.38 and 2.15 g/t Au**. Gold was also encountered from sampling of the Topacio and Dos Amigos veins in this Topacio NE Zone<sup>4</sup>.

### Isabella-Rebeca Vein

Oro Verde believes that the 93km<sup>2</sup> Topacio Gold Project has the potential to contain a multi-million ounce low sulphidation epithermal gold system. This belief is based on the existence of epithermal vein textures

<sup>3</sup> Refer to ASX announcement dated 15 June 2015 "High Gold Grades from West Mico Vein at Topacio"

<sup>4</sup> Refer to ASX announcement dated 20 October 2015 "Isabella Vein Returns up to 21.3g/t Gold"



(for example at the **Isabella/Rebeca** vein) and geochemistry across the broader concession area that indicates the possibility for a deeper buried system, particularly to the east of the existing Topacio gold resource area.

The Isabella-Rebeca line of veins has a northwesterly strike length of at least 1.3 km and may be discontinuously linked to the Su Majestad vein (Figure 2). Earlier reconnaissance sampling of the outcropping **Isabella** vein by the Company<sup>5</sup> had shown that the epithermal vein with significant colloform banding was mineralised, however results had typically been lower grade – in the range 0.2 to 2.5g/t gold. But the latest high grade result (Sample number 48636)(Figure 4) - from a brecciated quartz vein - indicates greater prospectivity for the Isabella vein:

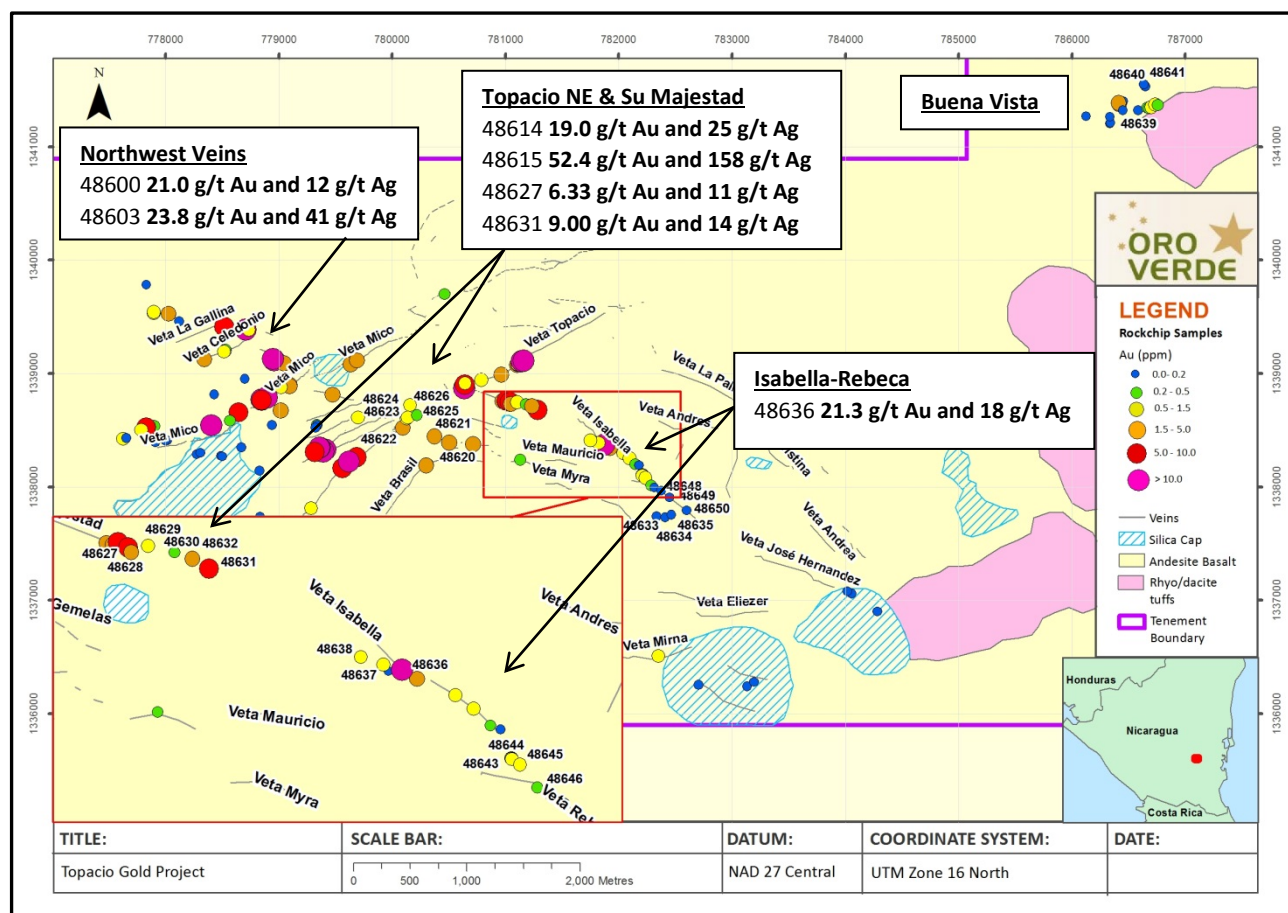
- Sample 48636 **21.3 g/t Au and 18.0 g/t Ag**

Further to the southeast, on the **Rebeca** section of the vein, **anomalous gold values up to 1.17 g/t Au** were recorded from the latest sampling, along with coincident elevated arsenic and antimony levels.

### Buena Vista

Earlier sampling, with gold grades up to 3.35 g/t Au<sup>3</sup> from the stockwork hosted gold at **Buena Vista**, provides significant encouragement for a new style of mineralisation, 6 km away from the multiple vein, low sulphidation, epithermal type Topacio gold resource (Figures 2 and 3).

Field activities during the quarter were focused on local community relations and liaison with local landowners. The three samples collected were of wallrock lithologies and as expected were unmineralised for gold, however showed elevated levels of other accessory minerals such as Ag, barium, copper, zinc, manganese, iron, sulphur and strontium.



**Figure 3 Topacio Gold Project – Latest Oro Verde sampling results**

<sup>5</sup> Refer to ASX announcement dated 3 February 2015 “High Gold Grade Potential Confirmed at Topacio Project”

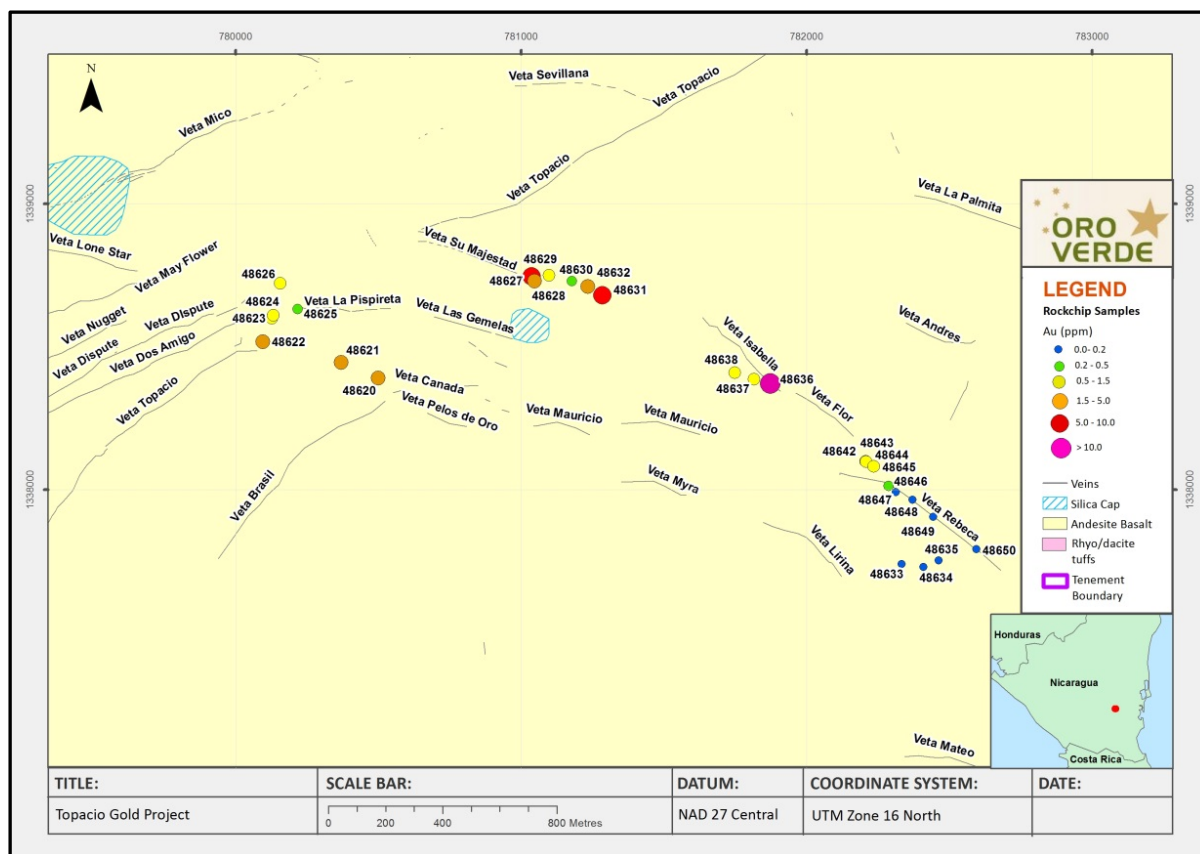


Figure 4 Topacio NE, Su Majestad and Isabella-Rebeca – Latest Oro Verde sampling results (in isolation)

Table 1 Topacio - Summary of June quarter Oro Verde sampling: gold (Au>3g/t) and silver grades

SAMPLE NUMBER	NORTHING	EASTING	VEIN	SAMPLE TYPE	Au (g/t)	Ag (g/t)
48600	1,339,119	778,952	Chicago	1.2m channel – quartz vein	21.00	12.1
48602	1,339,127	778,944	Chicago	Ore pile – artisanal workings	5.40	2.5
48603	1,339,130	778,944	Chicago	Ore pile – artisanal workings	23.80	41.1
48608	1,338,752	780,996	Su Majestad	0.9m channel – quartz vein	3.70	5.6
48609	1,338,754	780,989	Su Majestad	1.4m channel – quartz vein	2.87	8.7
48610	1,338,761	781,006	Su Majestad	Ore pile – artisanal workings	5.12	24.8
48614	1,339,108	781,142	Topacio NE	1.1m channel – quartz vein	19.00	25.4
48615	1,339,116	781,161	Topacio NE	Ore pile – artisanal workings	52.40	158.0
48621	1,338,445	780,370	Canada (?)	Subcrop	3.38	13.6
48627	1,338,746	781,037	Su Majestad	1.0m quartz vein	6.33	11.2
48631	1,338,680	781,285	Su Majestad	1.0m quartz vein - subcrop	9.00	14.1
48632	1,338,711	781,234	Su Majestad	1.0m quartz vein - subcrop	4.46	5.2
48636	1,338,371	781,873	Isabella	1.0m quartz vein - subcrop	21.30	18.0

Co-ordinate system UTM Zone 16 and datum NAD27 Central

## SAN ISIDRO GOLD PROJECT

The San Isidro Gold Project, located in the northwest of Nicaragua (Figure 1), consists of a 25km<sup>2</sup> (or 2,520.49 ha) mining concession and is held 100% by Minera San Cristóbal S.A. (MSC), a Nicaraguan subsidiary of Oro Verde.

San Isidro is located adjacent to the La India Gold Project which contains a 2.3 million ounce gold resource and is held by UK company Condor Gold plc, which released a positive PFS study in December 2014 with the potential for both open pit and underground mine development. Oro Verde's San Isidro Gold Project has the potential to contain La India-style vein-hosted epithermal gold mineralisation.

## Work Program

Following the environmental approval for Oro Verde's San Isidro work program, by the Nicaraguan Ministry for the Environment and Natural Resources (MARENA), the Company has commenced its initial exploration. The first phase involves a modest budget reconnaissance style exploration program incorporating geological mapping, stream sediment sampling and rock chip sampling to complement earlier photographic interpretation. The immediate objective is to delineate areas of gold mineralisation for target drilling.

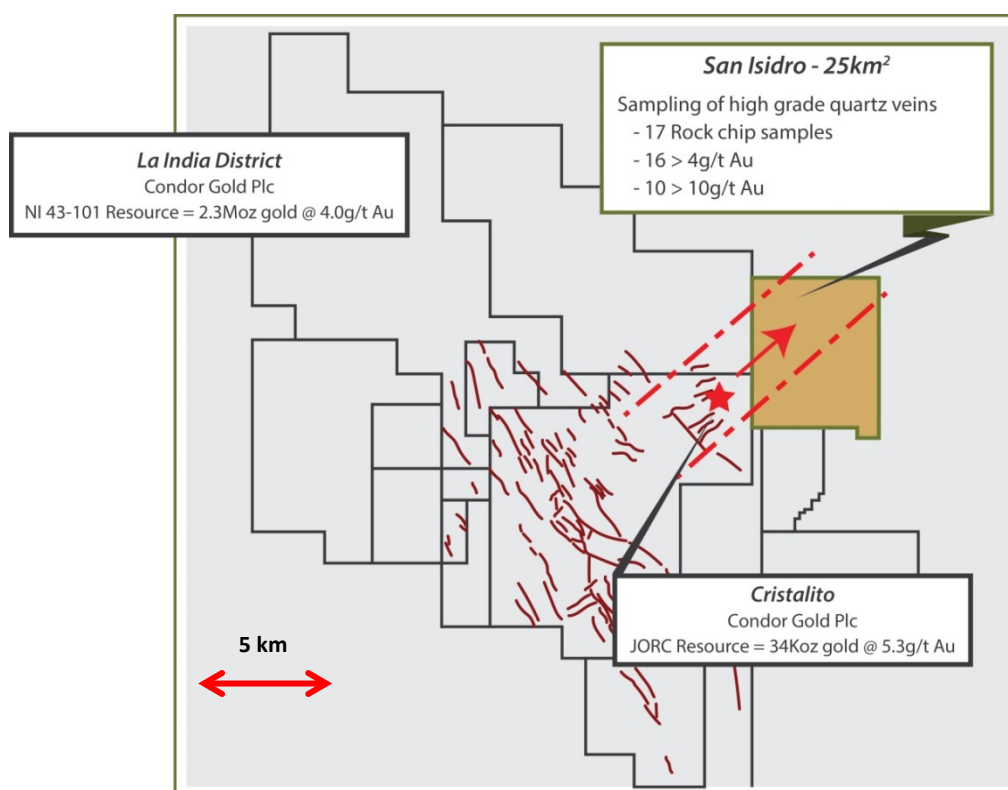


Figure 5 La India Gold District veins and the San Isidro Gold Project

## CORPORATE

Oro Verde continues to search for new high quality project opportunities in Nicaragua, particularly taking advantage of our strong in country presence and team. At 30 September 2015, the Company had 458,948,408 shares on issue and \$382,000 cash on hand.

## Schedule of Mining Tenements Owned

Common name	Location	Nature of Interest	Interest at beginning of quarter	Interest at end of quarter
<b>HEMCO-SID (San Isidro) – 1351</b>	Nicaragua	Owned	100%	100%
<b>Presillitas (Topacio) - 39</b>	Nicaragua	Option	0%	0%

## BACKGROUND

On 25 February 2015, Oro Verde announced the positive due diligence and acceptance of an Option to Purchase Agreement over the high grade Topacio Gold Project, located in southeastern Nicaragua (Figure 1). The project boasts a historical NI 43-101 (Canadian standard, similar to JORC) compliant Inferred Resource of:

**2,716,176 tonnes at 3.9 g/t gold, containing 340,345 ounces of gold, at a 1.5 g/t gold cut-off<sup>6</sup>.**

National Instrument 43-101 ("NI 43-101") is a national instrument for the Standards of Disclosure for Mineral Projects within Canada and as such this estimate is a foreign estimate and is not reported in accordance with the JORC Code. A competent person has not done sufficient work to classify the foreign estimate as mineral resources in accordance with the JORC code and it is uncertain that following evaluation and/or further exploration work that the foreign estimate will be able to be reported as mineral resources in accordance with the JORC code.

For enquiries contact:

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Mr Brett Dickson  
Company Secretary  
+61 8 9481 2555



**About Oro Verde Limited:** *Oro Verde Ltd is a mineral exploration company focused on identifying and developing significant gold projects in Central America, particularly Nicaragua. Oro Verde holds an Option to Purchase Agreement on the Topacio Gold Project in Nicaragua that currently contains a NI43-101 compliant Inferred Mineral Resource of 340,000 ounces of gold. Oro Verde also holds 100% of the early stage San Isidro Gold Project, also in Nicaragua, located adjacent to the 2.3 million ounce La India gold project.*

## COMPETENT PERSON STATEMENTS

The information in this document that relates to earlier Exploration Results is extracted from the following reports: "High Grade Gold Potential Confirmed at Topacio Project" created on 3 February 2015; "High Gold Grades from West Mico Vein at Topacio" created on 15 June 2015; "June Quarterly Activities and Cashflow Report" created on 30 July 2015; "High Grade Gold Results Continue for Topacio" created on 9 September 2015 and "Isabella Vein Returns 21.3 g/t Gold" created on 20 October 2015, all completed under Mr Trevor Woolfe as Competent Person and available to view on [www.asx.com](http://www.asx.com). The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcements continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

The information in this document that relates to Historical Mineral Resources is extracted from the report entitled "Acquisition of High Grade Gold Project" created on 11 November 2014 and available to view on [www.asx.com](http://www.asx.com). The Company confirms that it is not in possession of any new information or data that materially impacts on the reliability of the estimates in the original market announcement and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

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<sup>6</sup> Refer to ASX announcement dated 11 November 2014 "Acquisition of High Grade Gold Project"

# Appendix 5B

## Mining Exploration Entity Quarterly Report

Name of entity

**Oro Verde Limited**

ABN

84 083 646 477

Period ended ("current quarter")

30 September 2015

### Consolidated statement of cash flows

		Current quarter	Year to date
		\$A'000	(3 months) \$A'000
<b>Cash flows related to operating activities</b>			
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration and evaluation	(97)	(97)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(60)	(60)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	1	1
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other	-	-
<b>Net Operating Cash Flows</b>		<b>(156)</b>	<b>(156)</b>
<b>Cash flows related to investing activities</b>			
1.8	Payment for purchases of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	-
1.9	Proceeds from sale of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	-
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if material)	-	-
<b>Net investing cash flows</b>		<b>-</b>	<b>-</b>
1.13	Total operating and investing cash flows (carried forward)	<b>(156)</b>	<b>(156)</b>



**Appendix 5B**  
**Mining Exploration Entity Quarterly Report**

1.13	Total operating and investing cash flows (brought forward)	(156)	(156)
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc.	-	-
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other	-	-
	<b>Net financing cash flows</b>	-	-
	<b>Net increase (decrease) in cash held</b>	(156)	(156)
1.20	Cash at beginning of quarter/year to date	535	535
1.21	Exchange rate adjustments to item 1.20	3	3
1.22	<b>Cash at end of quarter</b>	382	382

**Payments to directors of the entity and associates of the directors**

**Payments to related entities of the entity and associates of the related entities**

		Curent quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	20
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Item 1.23 includes aggregate amounts paid to directors including salary, consulting fees, directors' fees and superannuation.

**Non-cash financing and investing activities**

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

N/A

**Appendix 5B**  
**Mining Exploration Entity Quarterly Report**

**Financing facilities available**

*Add notes as necessary for an understanding of the position.*

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	NIL	NIL
3.2 Credit standby arrangements	NIL	NIL

**Estimated cash outflows for next quarter**

	\$A'000
4.1 Exploration and evaluation	100
4.2 Development	-
4.3 Production	-
4.4 Administration	100
<b>Total</b>	200

**Reconciliation of cash**

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current period \$A'000	Previous period \$A'000
5.1 Cash on hand and at bank	349	502
5.2 Deposits at call	33	33
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
<b>Total: cash at end of quarter</b> (item 1.22)	382	535

**Changes in interests in mining tenements**

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1 Interests in mining tenements relinquished, reduced or lapsed	-	-	-	-
6.2 Interests in mining tenements acquired or increased	-	-	-	-

**Appendix 5B**  
**Mining Exploration Entity Quarterly Report**

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**Issued and quoted securities at end of current quarter**

*Description includes rate of interest and any redemption or conversion rights together with prices and dates.*

		Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1	<b>Preference +securities</b> <i>(description)</i>				
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	<b>+Ordinary securities</b>	458,948,408	458,948,408		
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	10,000,000	10,000,000	\$0.008	\$0.008
7.5	<b>+Convertible debt securities</b> <i>(description)</i>				
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	<b>Options</b> <i>(description and conversion factor)</i>	2,500,000 1,000,000 73,000,000 73,000,000	- - - -	<i>Exercise price</i> \$0.20 \$0.04 \$0.01 \$0.05	<i>Expiry date</i> 10 January 2016 31 March 2016 30 September 2017 30 September 2019
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	<b>Debentures</b> <i>(totals only)</i>				
7.12	<b>Unsecured notes</b> <i>(totals only)</i>				

## Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 4).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here: ..... Date: 30 October 2015  
Company Secretary

Print name: Brett Dickson

## Notes

- 1 The report provides a basis for informing the market how the entity's activities have been financed for the past period and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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