



ORECORP
LIMITED

ANNOUNCEMENT TO THE AUSTRALIAN SECURITIES EXCHANGE:

Further Encouraging Reconnaissance Drill Results at the Yubdo – Ursa Project in Ethiopia

The Directors of OreCorp Limited (**OreCorp** or the **Company**) are pleased to announce drill results for the remaining 28 reverse circulation (RC) holes (of a 51 hole program) from the wholly owned Yubdo - Ursa Project (**Yubdo - Ursa** or **Project**) in Ethiopia (refer Figure 1). This drilling tested approximately one kilometre of the Central and Southern Areas at the Yubdo West Prospect (**Yubdo West** or **Prospect**). This Prospect is the first of several geochemical anomalies that may be drill tested by the Company at Yubdo - Ursa.

Highlights

- Best intercept of **12m @ 1.45g/t gold from surface** in hole YUWRC47 in the Southern Area
- Central Area best intercept of **8m @ 1.21g/t gold from 64m** in hole YUWRC26
- Mineralised intercepts (>0.1 g/t gold) up to 53m in width (YUWRC43 from 44m)

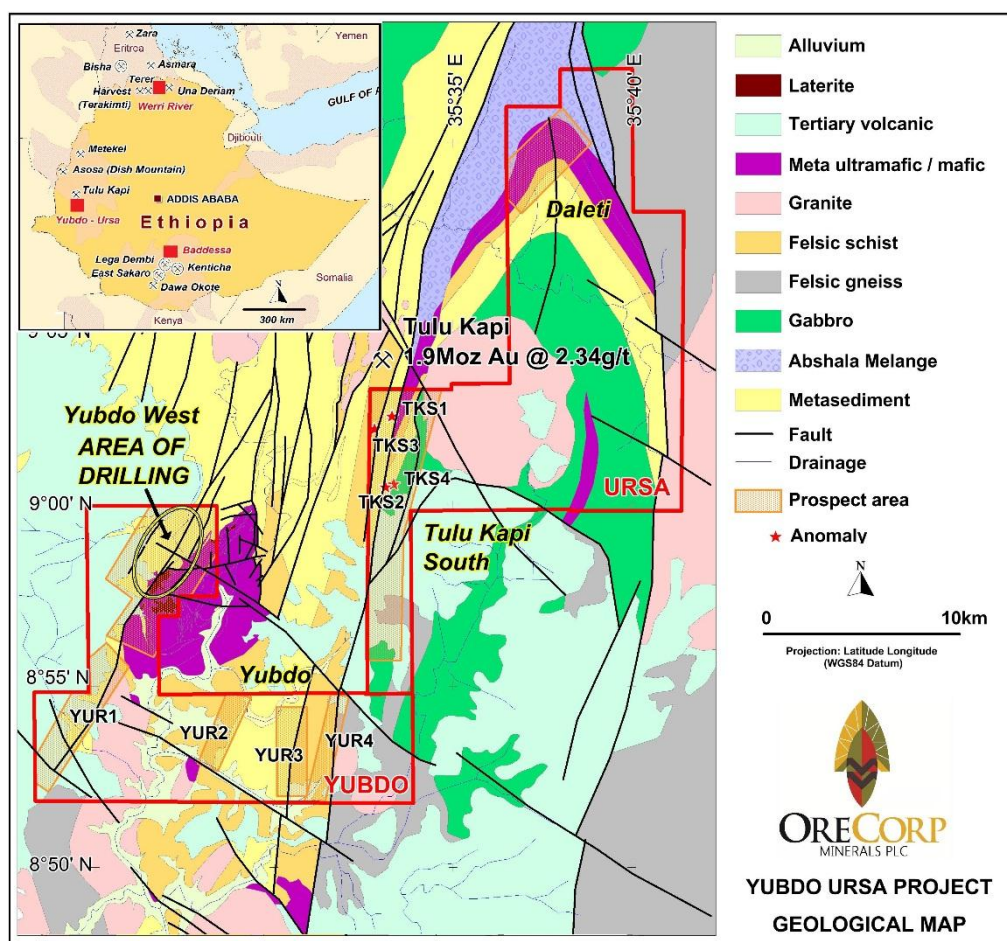
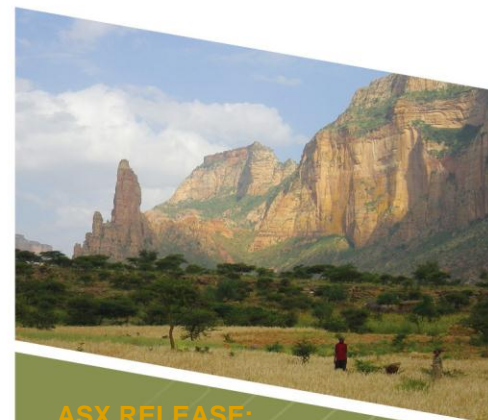


Figure 1



ASX RELEASE:

23 July 2013

ASX CODE:

Shares: ORR

Listed Options: ORRO

BOARD & MANAGEMENT:

Craig Williams
Non-Executive Chairman

Matthew Yates
CEO & Managing Director

Alastair Morrison
Non-Executive Director

Mike Klessens
Non-Executive Director

George Bennett
Non-Executive Director

Tony Grist
Non-Executive Director

Luke Watson
CFO & Company Secretary

ISSUED CAPITAL:

Shares: 113.4 million

Listed Options: 5.9 million

Unlisted Options: 6.0 million

ABOUT ORECORP:

OreCorp Limited is a Western Australian based mineral company with gold & base metal projects in Ethiopia and Mauritania.

Yubdo - Ursa Project

The Yubdo - Ursa Project covers approximately 400km² of Ethiopia's Western Greenstone Belt, adjacent to Nyota Minerals' Tulu Kapi Project, which hosts a resource of 1.9 million ounces @ 2.34g/t gold (refer Nyota Minerals ASX release dated 9 October 2012). Previous work by OreCorp has identified gold-in-soil and bedrock nickel, chromium and platinum geochemical anomalism.

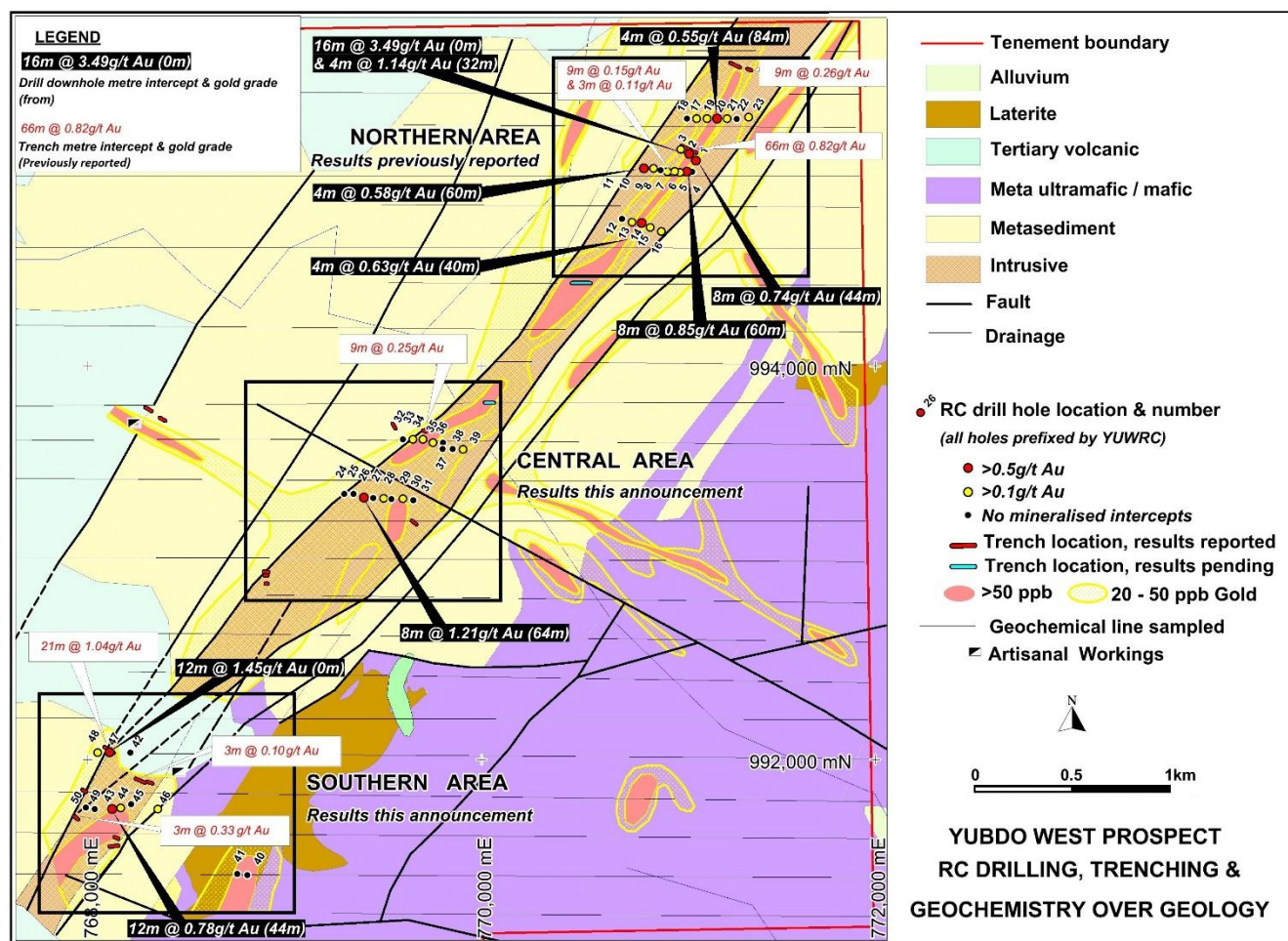


Figure 2

Yubdo West is one of several zones of geochemical anomalism within the Project area. The total drill program comprised 51 RC holes for 4,620m on nine traverses. The holes were predominantly drilled at a dip of 60° on an azimuth of 270° – 290°. The results are from the Central and Southern Areas of the Prospect (Holes YUWRC24-51 inclusive). These Areas collectively cover 3.5 to 4 kilometres of strike (refer Figure 2), with the drilling testing approximately one kilometre. The topography of the Yubdo West Prospect restricted access to some areas which resulted in variable line spacing of the drilling program.

The principal lithologies intersected in the Central and Southern Areas of the Prospect are variably sheared and altered diorites/granodiorites and meta psammities. Alteration and mineralisation observed in the holes included carbonate, sericite, silica, magnetite, tourmaline and pyrite with current interpretation indicating a steep easterly dip to the mineralisation.

Assay results from the predominantly four metre composite samples are presented below in Figure 2 and Table 1. Better intercepts of 12m @ 1.45g/t gold from surface in YUWRC47 and 8m @ 1.21g/t gold from 64m in YUWRC26 are encouraging. The broad intercept encountered in YUWRC43 demonstrates potential for mineralisation to extend over some width.

Summary & Future Work

The drilling to date has highlighted:

- The Prospect has the potential to host significant near surface gold mineralisation;
- The gold mineralisation encountered to date has demonstrated the potential for both width and grade;
- Mineralisation (>0.1 g/t gold) encountered in 30 of 51 holes and eight of nine traverses drilled in this program;
- Gold mineralisation has been encountered in oxidised and fresh rock;
- Geochemistry is an effective method of surface prospecting; and
- There is a good correlation between soil geochemistry, trenching and down hole gold mineralisation.

Further work in the coming months will involve surface mapping, trenching and sampling with a view to defining further drill targets within the Yubdo West Prospect and additional areas of geochemical anomalism.

For further information please contact:

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Table 1

Hole Survey and Collar								Gold Intercept (0.1g/t Cut-Off) (composite samples)				Gold Intercept (0.25g/t Cut-Off) (composite samples)				Gold Intercept (0.50g/t Cut-Off) (composite samples)			
Number	Easting	Northing	Elevation	Dip	Azimuth	Depth	Water From	From	To	Intercept	Grade	From	To	Intercept	Grade	From	To	Intercept	Grade
NORTHERN AREA																			
YUWRC01	771090	995044	1613	-60	290	99	N/R	44	52	8	0.74	44	52	8	0.74	44	52	8	0.74
								76	96	20	0.15								
YUWRC02	771056	995078	1610	-60	290	101	72	0	36	36	1.77	0	20	20	2.84	0	16	16	3.49
												28	36	8	0.73	32	36	4	1.14
								92	96	4	0.12								
YUWRC03	771012	995101	1603	-60	290	85	64	4	8	4	0.13								
YUWRC04	771071	994987	1611	-60	270	84	67	NMI											
YUWRC05	771044	994987	1606	-60	270	98	64	60	76	16	0.55	60	72	12	0.68	60	68	8	0.85
YUWRC06	771009	994984	1598	-60	270	79	76	24	28	4	0.17								
YUWRC07	770981	994990	1593	-60	270	79	60	0	4	4	0.28	0	4	4	0.28				
								16	24	8	0.29	20	24	4	0.42				
YUWRC08	770944	994987	1586	-60	270	92	72	8	12	4	0.14								
YUWRC09	770911	994996	1582	-60	270	85	60	NMI											
YUWRC10	770874	995005	1577	-60	270	91	68	24	28	4	0.13								
								64	68	4	0.24								
								84	91	7	0.13 EOH								
YUWRC11	770825	995005	1571	-60	270	83	56	4	16	12	0.32	4	12	8	0.42	8	12	4	0.58
YUWRC12	770714	994748	1562	-60	290	91	60	NMI											
YUWRC13	770764	994731	1571	-60	290	97	68	0	28	28	0.16	24	28	4	0.36				
								60	64	4	0.36	60	64	4	0.36				
								92	97	5	0.15 EOH								
YUWRC14	770813	994727	1580	-60	290	95	52	36	44	8	0.53	36	44	8	0.53	40	44	4	0.63
								80	84	4	0.11								
YUWRC15	770857	994704	1593	-60	290	106	64	44	48	4	0.13								
								88	103	15	0.18	88	100	12	0.19				
YUWRC16	770913	994684	1604	-60	290	91	64	12	16	4	0.34	12	16	4	0.34				
YUWRC17	771093	995258	1601	-60	270	91	48	8	12	4	0.14								
								88	91	3	0.11 EOH								
YUWRC18	771044	995258	1589	-60	270	60	N/R	NMI											
YUWRC19	771146	995258	1613	-60	270	109	64	0	4	4	0.15								
								52	56	4	0.17								
YUWRC20	771196	995257	1624	-60	270	95	60	0	16	16	0.22	0	4	4	0.49				
								24	28	4	0.13								
								60	64	4	0.15								
								76	92	16	0.28	76	88	12	0.32	84	88	4	0.55
YUWRC21	771247	995257	1633	-60	270	91	76	44	64	20	0.11								
YUWRC22	771297	995256	1642	-60	273	84	N/R	NMI											
YUWRC23	771357	995266	1645	-60	270	84	N/R	28	32	4	0.17								
CENTRAL AREA																			
YUWRC24	769302	993350	1580	-60	270	85	80	NMI											
YUWRC25	769350	993351	1580	-60	270	85	56	NMI											
YUWRC26	769402	993331	1572	-60	270	103	N/R	44	52	8	0.28	44	48	4	0.45				
								60	72	12	0.93	60	72	12	0.93	64	72	8	1.21
								80	88	8	0.48	80	88	8	0.48				
YUWRC27	769450	993329	1565	-60	270	99	68	NMI											
YUWRC28	769502	993327	1557	-60	270	90	60	16	20	4	0.22								
YUWRC29	769543	993323	1551	-60	270	78	68	NMI											
YUWRC30	769601	993325	1542	-60	270	79	N/R	48	52	4	0.22								
YUWRC31	769654	993318	1534	-60	270	91	52	NMI											
YUWRC32	769600	993627	1528	-60	270	85	76	NMI											
YUWRC33	769651	993628	1522	-60	270	88	64	36	48	12	0.10								
								56	60	4	0.12								
YUWRC34	769702	993627	1516	-60	270	85	72	0	4	4	0.31	0	4	4	0.31				
								60	64	4	0.13								
YUWRC35	769753	993610	1508	-60	270	98	68	52	68	16	0.19								
YUWRC36	769804	993610	1500	-60	270	37	32	NMI											
YUWRC37	769803	993579	1502	-60	270	91	48	NMI											
YUWRC38	769854	993579	1496	-60	270	79	52	NMI											
YUWRC39	769907	993577	1489	-60	270	80	44	44	48	4	0.18								
SOUTHERN AREA																			
YUWRC40	768810	991413	1608	-60	270	91	64	NMI											
YUWRC41	768760	991419	1617	-60	270	86	85	NMI											
YUWRC42	768216	992035	1652	-60	270	109	88	NMI											
YUWRC43	768123	991748	1614	-60	270	97	56	44	97	53	0.33EOH	44	60	16	0.70	44	56	12	0.78
YUWRC44	768168	991754	1622	-60	270	97	92	4	8	4	0.25	4	8	4	0.25				
YUWRC45	768220	991773	1632	-60	270	115	109	NMI											
YUWRC46	768355	991749	1653	-60	270	98	76	0	4	4	0.11								
								56	60	4	0.10								
								72	76	4	0.39	72	76	4	0.39				
								88	92	4	0.10								
YUWRC47	768111	992038	1650	-60	275	115	76	0	12	12	1.45	0	12	12	1.45	0	12	12	1.45
YUWRC48	768051	992036	1656	-60	270	104	72	56	60	4	0.10								
YUWRC49	768035	991749	1615	-60	95	103	60	NMI											
YUWRC50	767989	991756	1623	-60	93	85	72	NMI											
YUWRC51	767480	990939	1672	-90	0	97	72	Wildcat hole hit basalt cover and not assayed											

Notes:

1. NMI – No mineralised intercept.
2. N/R – Not recorded.
3. Coordinates are in UTM grid (WGS 84 Zone 36N).
4. A 4m composite sample was collected by spear sampling the 1m samples. Average sample weight was approximately 2.5-3kg.
5. All samples were 4m composites except where EOH samples required 2, 3 or 5m composites.
6. All drilling was undertaken by a track mounted, reverse circulation drill rig using a face sampling hammer. The drillhole depths ranged from 37m to 115m, with a mean depth of 91m.
7. The mineralised intercepts are calculated using a >0.1 g/t lower cut and no upper cut; >0.25 g/t lower cut and no upper cut; and a >0.5 g/t lower cut and no upper cut. Internal dilution is limited in all cases to one 4m sample interval.
8. The 4m composite samples were prepared and assayed by Genalysis, Johannesburg, South Africa. Samples were dried, then the whole sample pulverised (> 85% of sample passing minus 75 micron fraction) to produce a 50g charge for fire assay. All samples were assayed for gold only, using fire assay method FA50/AA with atomic absorption spectrometry finish with a lower limit of detection of 0.005ppm gold.
9. Standards, blanks and duplicates were included and are within acceptable limits underlining the veracity of the results.

ABOUT ORECORP LIMITED

OreCorp Limited is a Western Australian based mineral company with gold & base metal projects in Ethiopia and Mauritania and is listed on the Australian Securities Exchange (**ASX**) under the code 'ORR'. The Company has established offices in Mauritania and Ethiopia and is well funded with approximately \$11 million in cash (unaudited) and no debt as of 31 May 2013. OreCorp's key projects are the Yubdo – Ursa Project in Ethiopia, prospective for gold, nickel, chromium and platinum and the Akjoujt South Project in Mauritania, prospective for gold, nickel and copper. OreCorp also holds a right to acquire up to a 90% interest in the Oua Oua Project in Mauritania, prospective for gold and base metals.

Competent Person's Statement

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Matthew Yates, who is a Member of the Australian Institute of Geoscientists. Mr Yates is a full-time employee and beneficial shareholder of OreCorp Limited. Mr Yates 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 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Yates consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Forward Looking Statements

This news release contains 'forward-looking information' that is based on the Company's expectations, estimates and projections as of the date on which the statements were made. This forward-looking information includes, among other things, statements with respect to pre-feasibility and definitive feasibility studies, the Company's business strategy, plans, development, objectives, performance, outlook, growth, cash flow, projections, targets and expectations, mineral reserves and resources, results of exploration and related expenses. Generally, this forward-looking information can be identified by the use of forward-looking terminology such as 'outlook', 'anticipate', 'project', 'target', 'likely', 'believe', 'estimate', 'expect', 'intend', 'may', 'would', 'could', 'should', 'scheduled', 'will', 'plan', 'forecast', 'evolve' and similar expressions. Persons reading this news release are cautioned that such statements are only predictions, and that the Company's actual future results or performance may be materially different.

Forward-looking information is subject to known and unknown risks, uncertainties and other factors that may cause the Company's actual results, level of activity, performance or achievements to be materially different from those expressed or implied by such forward-looking information. Forward-looking information is developed based on assumptions about such risks, uncertainties and other factors set out herein, including but not limited to the risk factors set out in the Company's Prospectus dated January 2013.

This list is not exhaustive of the factors that may affect our forward-looking information. These and other factors should be considered carefully and readers should not place undue reliance on such forward-looking information. The Company disclaims any intent or obligations to update or revise any forward-looking statements whether as a result of new information, estimates or options, future events or results or otherwise, unless required to do so by law.