

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

Name of entity

Orinoco Gold Limited

ABN

71 149 219 974

Quarter ended ("current quarter")

31 December 2017

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(288)	(846)
(b) development/commissioning (net of pre-production revenue)	(1,217)	(5,001)
(c) production	-	-
(d) staff costs	(585)	(1,619)
(e) administration and corporate costs	(425)	(2,112)
(f) Suspension of operations	-	(2,167)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	7	45
1.5 Interest and other costs of finance paid	-	(203)
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other (deposits paid/refunded)	-	54
1.9 Net cash from / (used in) operating activities	(2,508)	(11,849)
2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	(125)	(1,194)
(b) tenements (see item 10)	-	-
(c) investments	-	(2,333)

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
(d) other non-current assets	-	-
2.2 Proceeds from the disposal of:		
(a) property, plant and equipment	-	-
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-
2.3 Cash flows from loans to other entities	-	-
2.4 Dividends received (see note 3)	-	-
2.5 Other (provide details if material)	-	-
2.6 Net cash from / (used in) investing activities	(125)	(3,527)

3. Cash flows from financing activities		
3.1 Proceeds from issues of shares	6,801	16,787
3.2 Proceeds from issue of convertible notes	-	-
3.3 Proceeds from exercise/purchase of share options	-	32
3.4 Transaction costs related to issues of shares, convertible notes or options	(572)	(791)
3.5 Proceeds from borrowings	-	90
3.6 Repayment of borrowings (cash equivalent of 380 ounces delivered against goldstream funding)	(627)	(627)
3.7 Transaction costs related to loans and borrowings	(258)	(1,298)
3.8 Dividends paid	-	-
3.9 Other (\$3.0m Anglo Gold Prepayment)	-	3,085
3.10 Net cash from / (used in) financing activities	5,344	17,278

4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	795	1,752
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(2,508)	(11,849)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(125)	(3,527)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	5,344	17,278

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	(27)	(175)
4.6	Cash and cash equivalents at end of period	3,479	3,479

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	2,293	394
5.2	Call deposits	1,186	401
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	3,479	795

6. Payments to directors of the entity and their associates

- 6.1 Aggregate amount of payments to these parties included in item 1.2
- 6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2

Current quarter \$A'000
130
-

Amounts paid to executive (one) and non-executive (five) directors includes salaries and wages for director services as well as fees for consulting services.

7. Payments to related entities of the entity and their associates

- 7.1 Aggregate amount of payments to these parties included in item 1.2
- 7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2

Current quarter \$A'000
-
-

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other – Gold Stream (USD\$8m received in full)	10,960	10,960
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

Gold Stream

The Company entered into a gold stream financing arrangement in May 2015, and subsequent variations on 9 December 2016* under which Cartesian Royalty Holdings (“CRH”) provided US\$8 million in return for an entitlement to receive 20% of the gold produced during the first three years of commercial production from Cascavel, subject to a minimum quantity of 17,600 ounces of gold and a maximum quantity of 26,400 ounces of gold to be delivered to CRH. No interest is payable and the facility is secured over the Company’s interest in the Cascavel Project and the assets of the Project.

*Refer to the ASX announcement dated 9 December 2016 – Appendix A, for a summary of the material terms of the variation deeds entered into between the Company and CRH

9. Estimated cash outflows for next quarter*	\$A'000
9.1 Exploration and evaluation	321
9.2 Development	1,791
9.3 Production	701
9.4 Staff costs	407
9.5 Administration and corporate costs	208
9.6 Other	-
9.7 Total estimated cash outflows	3,428

10. Changes in tenements (items 2.1(b) and 2.2(b) above)	Tenement reference and location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced	Refer to the Tenements table included at the back of the Quarterly Activities Report			
10.2 Interests in mining tenements and petroleum tenements acquired or increased	Refer to the Tenements table included at the back of the Quarterly Activities Report			

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.



Sign here:
Company secretary

Date: 30 January 2018

Print name: Mr Joel Ives

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly 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 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.