



ASX Announcement

30 April, 2018

QUARTERLY REPORT FOR THE PERIOD ENDING 31 MARCH 2018

HIGHLIGHTS

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

Brett Dickson - Finance Dir

Non-Executive

Wolf Martinick - Chairman
Tony Rovira
Brad Farrell

CHIEF EXECUTIVE OFFICER

Doug Bright

MANAGEMENT - NICARAGUA

David Turner - Country Mgr.
Jacques Levy - Legal Rep.

REGISTERED OFFICE

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West Perth, WA 6005
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WEBSITE

www.oroverde.com.au

❖ High gold grades from majority of 40 surface trenches, including:

- 2.0m at 14.15 g/t Au (Topacio East Vein)
- 4.45m at 11.6 g/t Au (Toronto Vein)
- 5.25m at 11.75 g/t Au (Su Majestad Vein)
- 20.5m at 4.83 g/t Au (Mico Central Vein)

❖ 456m of diamond-core drilling completed

❖ High gold grades from five out of nine drill-holes, including:

- 10.4m at 3.90g/t gold from 35.2m (Topacio Vein)
- 4.95m at 7.35g/t gold from 24.3m (Dos Amigos Vein)
- 17.55m at 3.38g/t gold from 16.95m (Mico Central Vein)

Oro Verde Limited (ASX: OVL) ("Oro Verde" or "the Company") is pleased to provide its Quarterly Report for the period ending 31 March, 2018.

Major milestones achieved during the Quarter at Topacio were:

- **Compilation of all gold results from 2017 Phase 3 trenching**
- **March completion of follow-up Phase 3 diamond drilling**

Both trenching and drilling programs in the Topacio Resource Area yielded high-grade gold values and good widths, including but not restricted to the following:

Phase 3 Trench sampling results

A majority of the veins yielded significant gold (Au) results as reported to ASX 15 and 18 January and 7 February, 2018, including:

- | | |
|-------------------------|---------------------|
| • 1.4m at 9.15 g/t Au | (Dispute Vein) |
| • 1.7m at 8.09 g/t Au | (Dispute Vein) |
| • 0.9m at 7.47 g/t Au | (Mico Central Vein) |
| • 1.2m at 10.50 g/t Au | (Mico Central Vein) |
| • 1.0m at 16.6 g/t Au | (Lone Star Vein) |
| • 1.35m at 7.27 g/t Au | (Lone Star Vein) |
| • 1.1m at 7.18 g/t Au | (Mico Central Vein) |
| • 1.25m at 7.48 g/t Au | (Mico Central Vein) |
| • 1.0m at 9.41 g/t Au | (Chicago Vein) |
| • 5.25m at 11.75 g/t Au | (Su Majestad Vein) |
| • 4.45m at 11.6 g/t Au | (Toronto Vein) |
| • 2.0m at 14.15 g/t Au | (Topacio East Vein) |
| • 20.5m at 4.83 g/t Au | (Mico Central Vein) |
| • 3.6m at 7.18 g/t Au | (Su Majestad Vein) |

All of the above surface trench-sampling results, with additional supporting analytical, trench location and construction details may be found in the referenced ASX announcements and accompanying JORC Statements.

Phase 3 Diamond core drilling results

Significant gold (Au) and silver (Ag) sample results from the drilling program were reported to ASX on 12 April, 2018 and include:

- 10.4m at 3.90g/t gold & 30.99g/t silver from 35.2m (Topacio Vein)**
- 4.95m at 7.35g/t gold & 15.34g/t silver from 24.3m (Dos Amigos Vein)**
- 17.55m at 3.38g/t gold & 55.63g/t silver from 16.95m (Mico Central Vein – DDH MTD-18-020)**

The above Mico Central intercept in drill-hole MTD-18-020 provides excellent depth-confirmation of the significant **20.50m at 4.83g/t gold and 3.90g/t silver** (ASX 7 February 2018) mineralization identified in sampling of trench MTMC-17051, nominally 30m above the drill intercept, refer following schematic section below, Figure 1.

The large gold-mineralized structure intercepted by drill-hole MTD-18-020 represents exactly the style sought, being exposed at surface, with good thickness, potential to persist to depth and carrying high gold grades.

While it may be premature to describe MTD-18-020 as a “discovery” hole, at around 15m average true thickness, this section may indicate an open-pittable opportunity and therefore justifies the earliest possible close-spaced extension drilling above and below the current intercept and in both directions along strike, with attendant surface-trenching for additional control.

All of the above diamond drilling results, with additional supporting analytical, location and survey details may be found in the referenced ASX announcements and accompanying JORC Statements.

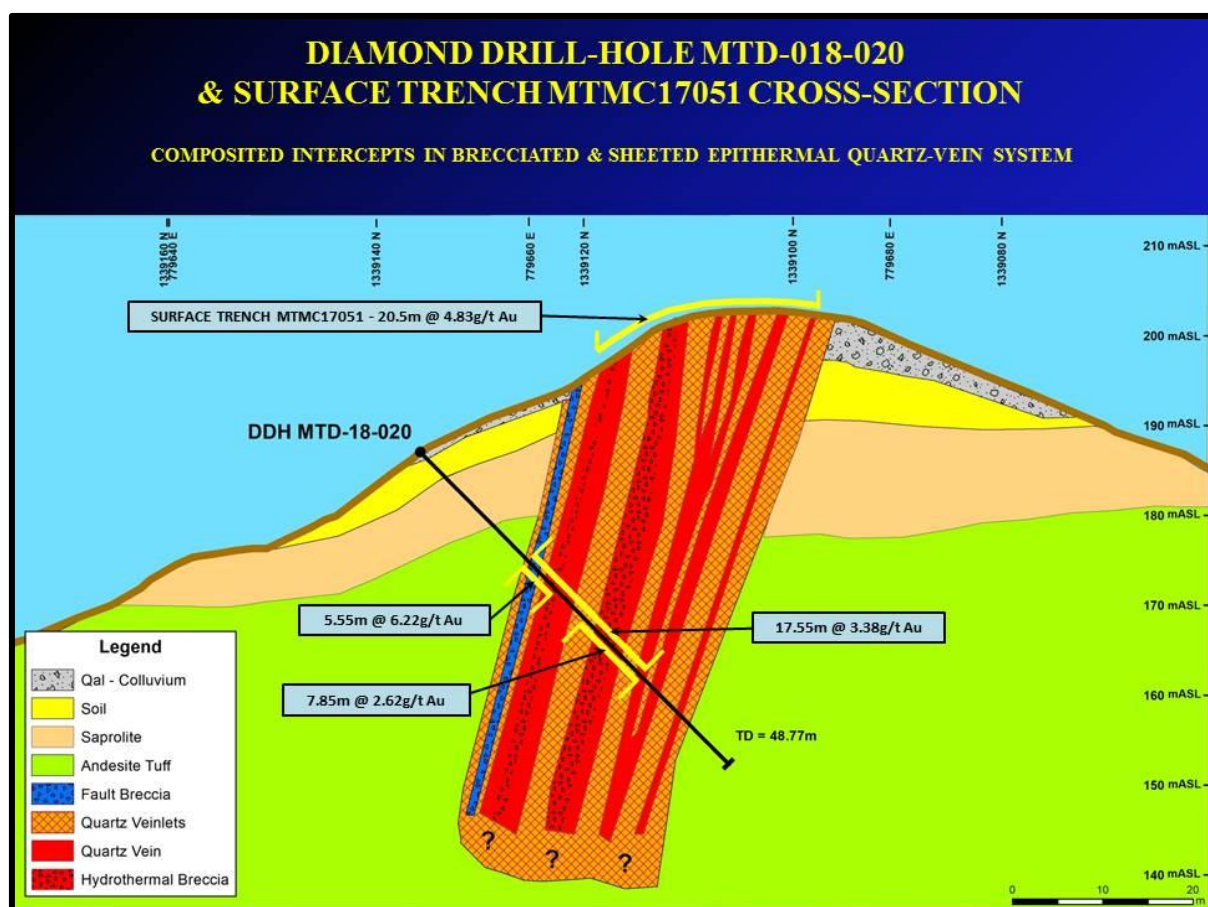


Figure 1 - Cross section - Diamond Drill-hole MTD-018-020 & Surface Trench MTMC17051

PHASE 3 SURFACE TRENCHING AND DIAMOND CORE DRILLING BACKGROUND AND DETAILS

Trenching

In September, 2017, following the August withdrawal of former JV partner Newcrest⁴, Oro Verde commenced its Phase 3 surface trench-sampling and mapping program on the numerous high grade gold-silver quartz-vein targets close to the existing **NI 43-101 Inferred Resource** (340,000 ounces of gold) in the main **Topacio Gold Resource Area** in south-eastern Nicaragua (Figures 4 & 6).

Field work was completed in December, 2017, amounting to 40 trenches for a total of 860.3 linear metres of trenching (Figure 2), with 750 channel samples across 15 major gold-bearing quartz veins to confirm their grade, dip and widths. Large quartz veins were intersected in 38 of the 40 trenches with the majority of trenches carrying significant and often high-grade gold mineralization results (ASX 15 and 18 January, 7 February, 2018).

Compilation, interpretation and geological correlations of trench sample results extended into January, enabling final selection of hole locations and establishing their set-up parameters for February commencement of the proposed Phase 3 diamond core drilling program.

The majority of gold-mineralized quartz vein exploration targets at Topacio are not blind targets but are outcropping structures which can be readily mapped across sometimes large distances. As previously-reported, encouraging results have already been obtained from many of these structures, in two phases of trenching and one phase of drilling, in addition to other information compiled from previous explorers.

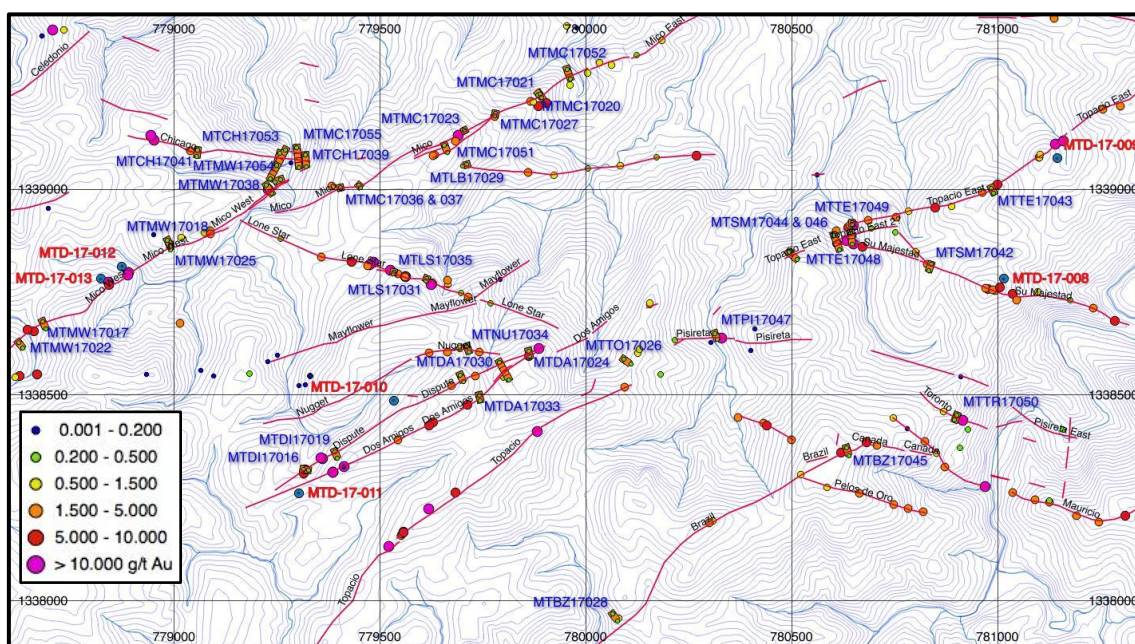


Figure 2 - Topacio Trench locations (blue), OVL 2017 Phase 2 drill holes (red) & 2015-2017 Reconnaissance Rock-channel sample results

Diamond-core Drilling

Key objectives of the proposed Phase 3 drilling program were to provide further validation of and identify any required refinements to the current trenching and drilling methods before further application of the techniques.

This is considered necessary before committing to deeper drilling to confirm and, if possible, improve the classification of the historical Canadian **NI 43-101-compliant Inferred Resource** in the Topacio Resource Area.

The first Phase 3 diamond core drill-hole was collared on 29 January, 2018 (ASX 8 February). Nine holes were drilled into priority target zones selected from the following 6 gold-mineralized quartz veins in the main Topacio Gold Resource area (Figure 3):

- Mico West
- Mico Central
- Topacio
- Dos Amigos
- Dispute
- Lone Star

A total of 455.67 metres of drilling was completed in 5.4 weeks, with an average drill-hole depth of 50.63 metres. A total of 245 samples were taken, including the addition of quality control samples (certified blanks and standards).

Completion of drilling was announced to ASX 21 March, 2018 and results, including those above, were announced to ASX on 12 April, 2018.

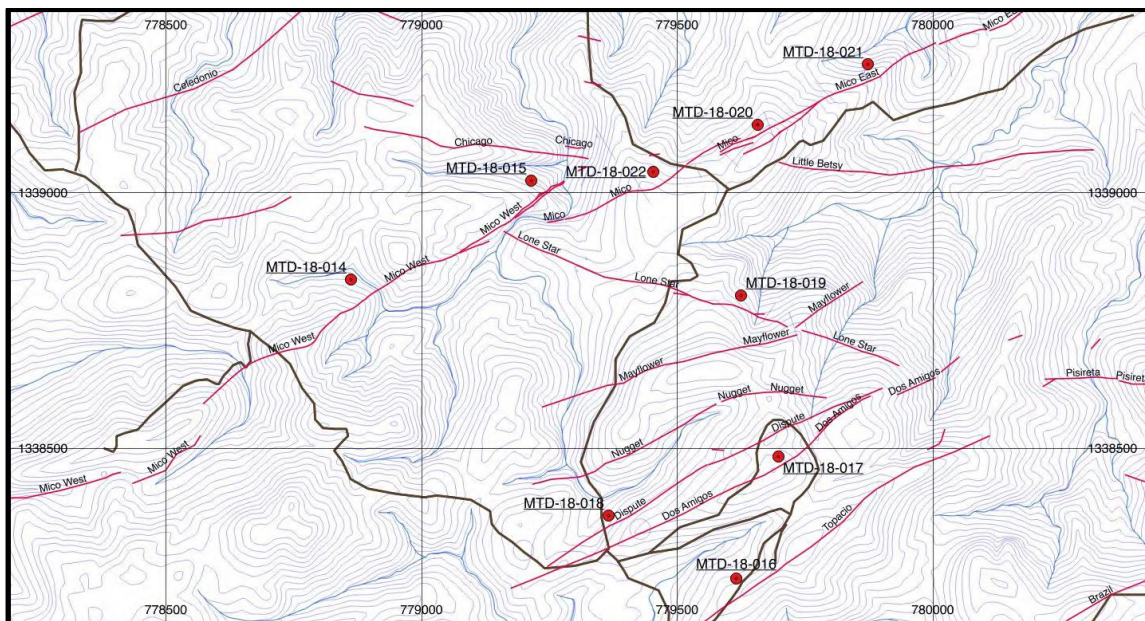


Figure 3 - Topacio Phase 3 Diamond-core Drill-hole locations (red)

TOPACIO GOLD PROJECT BACKGROUND

On 27 February 2015¹, Oro Verde announced the completion of a positive due diligence and acceptance of an Option to Purchase Agreement (“the Option”) over the high grade Topacio Gold Project in south-eastern Nicaragua (Figure 4). The project hosts 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^{2 & 3}.

Oro Verde and Newcrest entered into a farm-in Agreement in November 2015². The Agreement was terminated and Newcrest withdrew in August 2017⁴ and Oro Verde resumed total control of exploration of the Topacio Project during the September Quarter.

¹ Refer to ASX announcement dated 27 February 2015 “Oro Verde Proceeds to Acquire Topacio Gold Project”

² Refer to ASX announcement dated 11 November 2014 “Acquisition of High Grade Gold Project”

³ Refer preceding disclaimer relating to National Instrument 43-101 in “UPCOMING ACTIVITIES”, above

⁴ Refer to ASX announcement dated 11 August 2017 “Oro Verde Resumes Exploration Control of High Grade Topacio Gold Project”

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 in accordance with the Australian JORC code. A defined Competent Person has not yet undertaken sufficient work to classify this foreign estimate as a mineral resource in accordance with the Australian JORC code and, at this stage, it cannot be stated with certainty that, following evaluation and/or further exploration work, the foreign estimate will be able to be reported as a mineral resource in accordance with the JORC code.

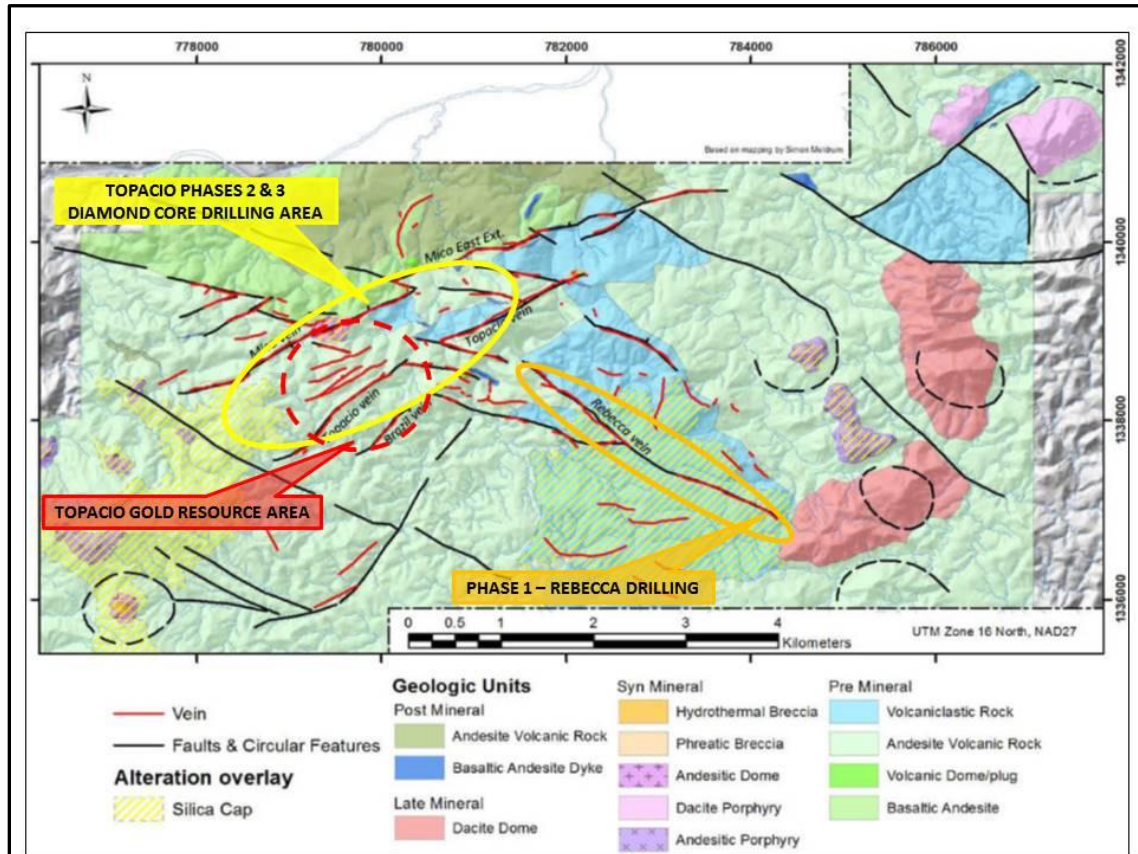


Figure 4 - Topacio Gold Project: Phases 1-3 Diamond-core drilling areas

UPCOMING ACTIVITIES

The March Quarter caps an exciting period for the Company during which the Phase 3 surface trench sampling program and the Phase 3 diamond-core drilling program at Topacio have been completed with excellent results that provide a solid base for future project development.

Immediate future work will centre around reviewing historic drill data in the vicinity of Phase 3 diamond-core drill hole MTD-18-020 and planning an extension drilling program to determine the vertical, horizontal, thickness and grade persistence of the high gold grade vein structure defined between this drill hole and surface trench MTMC 17051 (Figure 1).

The NI 43-101 Inferred Resource will be examined to determine the additional work required to accord it an Australian-compliant JORC classification and a hopefully higher and more reliable classification.

Consideration is being given to the possibility of mapping the vein structures in historic underground workings, if accessible, to correlate them with those observed at surface, as well as digitizing recently-acquired plans and sections from the historic workings.

Early Production Opportunities at Topacio

In addition to the planned resource extension and estimation activities, Oro Verde continues to explore opportunities for small-scale mining and processing, toll treating or selling ore to nearby processing facilities, of which two exist in with practicable distance. The Company's Nicaraguan-based team has already commenced the process of identifying the permits needed and possible trucking routes to the processing plants.

SAN ISIDRO GOLD PROJECT (OVL 100%)

The San Isidro Gold Project constitutes a 25km² mining concession in north-western Nicaragua (Figure 6), held by Minera San Cristóbal S.A. (MSC), a 100% owned Nicaraguan subsidiary of Oro Verde.

San Isidro lies adjacent to the La India Gold Project, held by UK company Condor Gold Plc., which contains a reported 2.3 million ounce gold resource. Condor 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.

During the 2017 September Quarter, a follow up Phase 2 exploration program was carried out by the Company at San Isidro, designed to investigate a number of targets generated by an initial 400m x 200m soil-sampling grid and geological mapping earlier in the year.

This program included a soil-sampling program comprising 96 soil samples in a staggered 200m x 200m infill grid over prospective areas identified by the Phase 1 program. More detailed geological mapping was also undertaken, with a total of 32 rock-chip samples collected in areas of interest, typically demonstrating prospective indications of silicification and quartz veining.

Assay results for the Phase 2 soil sampling, geological mapping and rock-chip sampling program at the San Isidro Project were received in early October. Preliminary results for this program were reported to the ASX on 30 October 2017.

Results up to **0.54 g/t Au and 0.80 g/t Ag** were returned from the 32 rock-chip samples collected during the Phase II campaign. Best results were obtained from narrow, massive, white, crystalline quartz veins up to 1m in width, and from stock-works hosted by laminated rhyolite flows in the south-western corner of the San Isidro concession.

While no further work on the San Isidro Project has been undertaken since the above, due to Phase 3 Topacio trenching and drilling, follow-up detailed geologic mapping, rock-chip sampling and possibly trenching can be considered now that those Topacio programs are completed.

New Opportunities

Oro Verde continues to review resource opportunities in search of quality projects to enhance the existing portfolio, especially those in gold-silver-copper, both within and beyond the immediate existing Nicaraguan project areas. While suitable transactions on reviewed projects have not yet been achieved, the Company retains an active project consideration and review process.

Tenure

New Concessions – Iguanas, Galeano and Tigre

Over the past two years, three applications have been submitted by Minera San Cristóbal, S.A. (MSC, a 100% owned Nicaraguan subsidiary of Oro Verde) for ground covering the land adjacent to the Topacio Project under the **Iguanas, Galeano and Tigre** applications (Figure 5).

The Nicaraguan Ministry of Mines and Energy (MEM) has accepted these applications and, in late November, the relevant documents were prepared by MEM and delivered by MSC in mid-December to the local Municipality for approval.

Certification for the approval of the three concession applications by the MDLB Municipality was being prepared in late-March for delivery to MSC and thence to be returned by MSC to the Ministry of Mines (MEM-DGM), scheduled for late April.

Upon completion of this already well-advanced process, Oro Verde will have all three of its applications approved, and the Company's ground position in the Topacio region will increase by approximately 240% from 93km² to 316km².

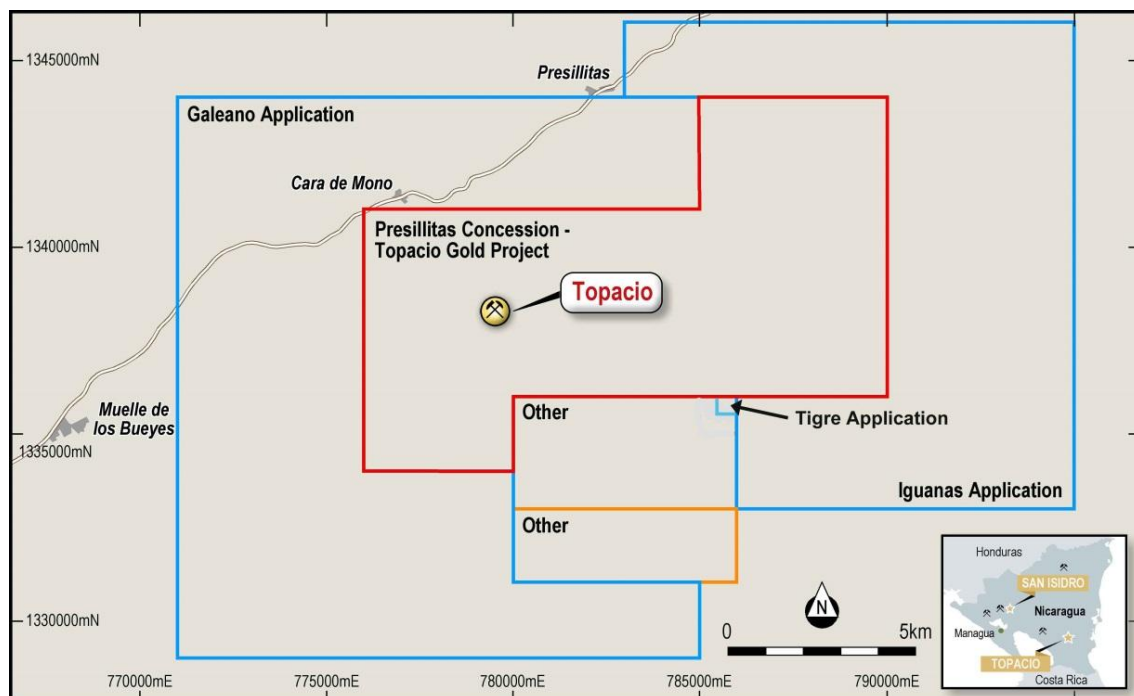


Figure 5 - Topacio Project (red) & Iguanas, Galeano and Tigre applications (blue)

Table 1 Summary - Oro Verde Mineral Tenement Interest

Common concession name	Location	Nature of Interest	Interest at beginning of Quarter	Interest at end of Quarter
HEMCO-SID (San Isidro) – 1351	Nicaragua	Owned	100%	100%
Presillitas (Topacio) - 39	Nicaragua	Option	0%	0%
Iguanas	Nicaragua	Approval pending	0%	0%
Galeano	Nicaragua	Approval pending	0%	0%
Tigre	Nicaragua	Approval pending	0%	0%

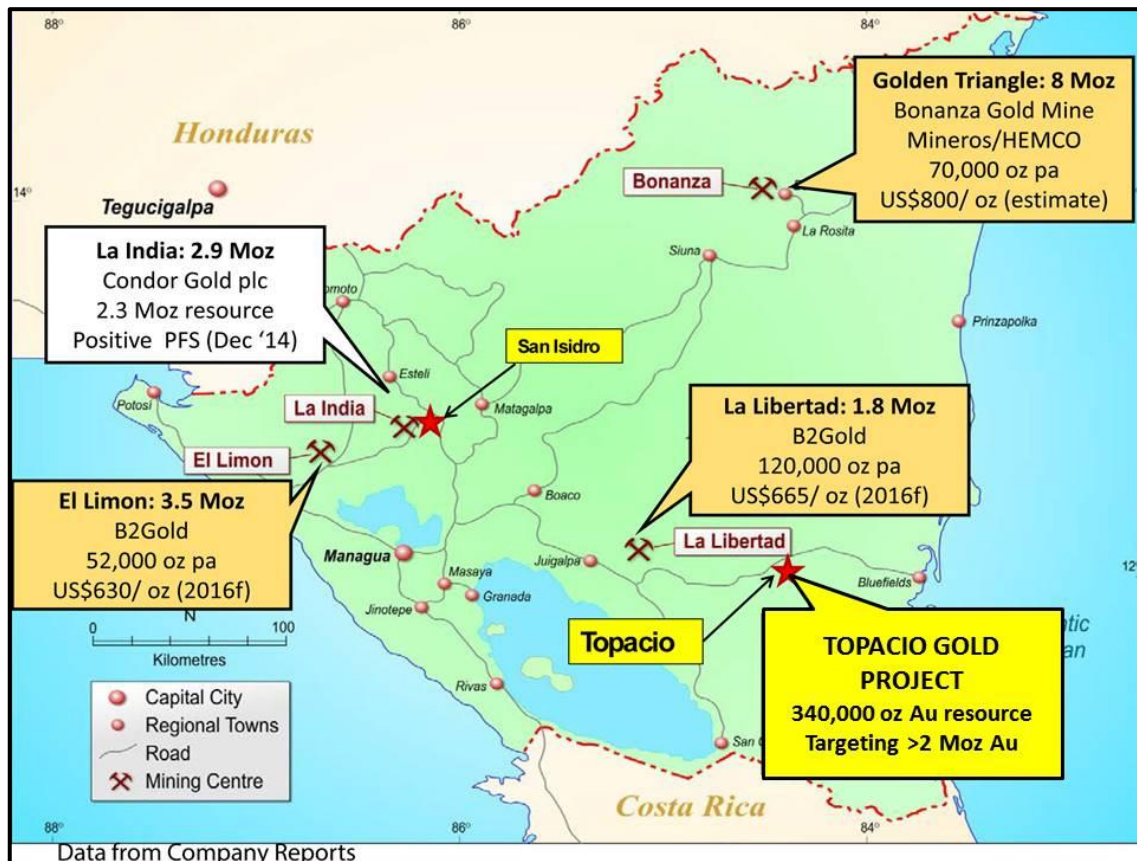


Figure 6 - Major Nicaraguan Gold Projects and the Oro Verde projects (yellow)

For enquiries contact:

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Mr Brett Dickson
Company Secretary
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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 to acquire 100% of the Topacio Gold Project in Nicaragua that currently contains a NI 43-101 compliant Inferred Mineral Resource of 340,000 ounces of gold. Oro Verde also holds 100% of the early-stage San Isidro Gold Project in Nicaragua, located adjacent to the 2.3 million ounce La India gold project.

COMPETENT PERSON STATEMENT

The information in this report that relates to previously reported Exploration Results has been referred to throughout the report to the date that it was originally reported to ASX. 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. 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.

Appendix 5B

Name of entity
ORO VERDE LIMITED
ABN
84 083 646 477
Quarter ended ("current quarter")
31 March 2018

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(368)	(704)
(b) development	-	-
(c) production	-	-
(d) staff costs	(82)	(385)
(e) administration and corporate costs	17	(317)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	1	2
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other - JV Advances	-	-
1.9 Net cash from / (used in) operating activities	(432)	(1,404)
2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	-	(1)
(b) tenements (see item 10)	(71)	(120)
(c) investments	-	-
(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)	-	(18)
2.6 Net cash from / (used in) investing activities	(71)	(139)

Consolidated statement of cash flows		Current quarter	Year to date
		\$A'000	(9 months)
			\$A'000
3. Cash flows from financing activities			
3.1	Proceeds from issues of shares	-	1,353
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	-	50
3.4	Transaction costs related to issues of shares, convertible notes or options	-	-
3.5	Proceeds from borrowings	-	300
3.6	Repayment of borrowings	-	(305)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	-	1,398
4. Net increase / (decrease) in cash and cash equivalents for the period			
4.1	Cash and cash equivalents at beginning of period	777	542
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(432)	(1,404)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(71)	(139)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	1,398
4.5	Effect of movement in exchange rates on cash held	(36)	(159)
4.6	Cash and cash equivalents at end of period	238	238
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	Previous quarter
		\$A'000	\$A'000
5.1	Bank balances	205	744
5.2	Call deposits	33	33
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)	238	777

6. Payments to directors of the entity and their associates**Current quarter
\$A'000**

6.1 Aggregate amount of payments to these parties included in item 1.2

46

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

Includes \$79,000 in fees to executive directors;

7. Payments to related entities of the entity and their associates**Current quarter
\$A'000**

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

8. Financing facilities available*Add notes as necessary for an understanding of the position***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 (please specify)

-

-

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.

9. Estimated cash outflows for next quarter**\$A'000**

9.1 Exploration and evaluation

50

9.2 Development

-

9.3 Production

-

9.4 Staff costs

80

9.5 Administration and corporate costs

20

9.6 Other (provide details if material)

-

9.7 Total estimated cash outflows**150**

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	-			
10.2	Interests in mining tenements and petroleum tenements acquired or increased	-			

Refer to Table 1 for full list of mining tenements

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 April 2018

Print name:

Brett Dickson