

## DIRECTOR INCREASES LOAN FACILITY LIMIT & GRANT OF SECURITY

Ora Gold Limited (ASX: OAU) (**Company**) refers to its announcements dated 17 May 2019 and 6 September 2019 in relation to the Loan Facility Agreement. The Company wishes to advise that it has agreed to further vary the terms of the unsecured Loan Facility from Ioma Pty Ltd (ACN 009 243 403) (**Ioma**).

The Company and Ioma have agreed to amendments to the terms of the Loan Facility Agreement to:

- (a) increase the facility limit to \$4 million on the same terms and conditions;
- (b) extend the maturity date to 17 May 2023;
- (c) interest to be paid annually; and
- (d) permit Ioma to take security over the Company's assets, subject to the receipt of prior shareholder approval for the purposes of ASX Listing Rule 10.1.

The increase to the facility limit and extension to the maturity date is conditional on the Company granting security over the Company's assets and the Company receiving shareholder approval for the granting of the security at its annual general meeting, anticipated to be held in late March 2020. The notice of annual general meeting will include an independent expert's report opining on the fairness and reasonableness of the grant of the security for the purposes of ASX Listing Rule 10.1.

The loan facility has enabled the Company to new growth strategy from exploration for a large resource to one of low cost development and cash flow from the Company's expanded tenements on the Garden Gully and Abbots greenstone belt by achieving the following:

- upgraded 2012 JORC compliant mineral resource for the Crown Prince deposit totalling 479,000 tonnes at 3.6g/t for 56,000oz gold at 1.2g/t cut-off grade;
- completion of the scoping study for Crown Prince to facilitate the Company to commence development of the Crown Prince deposit as an initial open pit followed by underground mining;
- Mining lease application submitted for Crown Prince; and
- Abbots Gold Project drilling and interpretation identifies likely extension to high grade eastern zone.

In the event the resolution to grant security to Ioma is not passed, the Company will not be able to grant Ioma a security interest over the Company's assets and the facility limit will remain at \$2.15 million and be due and payable on 17 May 2021. The Company confirms that as at the date of this announcement, the Company has drawn down \$2,150,000 of the loan facility.

The release of this ASX announcement was approved and authorised by the board of directors.

For further information contact:  
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| ORA GOLD LIMITED |        | ASX Code |
| Quoted Shares:   | 646.1M | OUA      |