

## ANNOUNCEMENT TO THE AUSTRALIAN SECURITIES EXCHANGE

### September 2018 Quarterly Report

OreCorp Limited (**OreCorp** or the **Company**) is pleased to present its quarterly report for the period ended 30 September 2018.

#### **Tanzania - Nyanzaga Gold Project (Nyanzaga or Project)**

In early September, the Tanzanian Fair Competition Commission (**FCC**) granted its approval for OreCorp Tanzania Limited (**OreCorp Tanzania**) to increase its interest in Nyanzaga Mining Company Limited (**NMCL**) to 51%. This increase in ownership remains subject to: (i) the approval of the newly established Mining Commission, the application for which was lodged at the same time as the application for the FCC approval; and (ii) the payment of US\$3 million to the Acacia Group.

OreCorp and OreCorp Tanzania have entered into a Completion Agreement with Acacia Mining plc (**Acacia**) and other members of the Acacia Group to allow OreCorp Tanzania to move to 100% ownership of NMCL, and thereby 100% ownership of the Nyanzaga Gold Project (**Project**) by making a further payment of US\$7 million. The increase to 100% ownership of NMCL is conditional on Tanzanian regulatory approvals and the grant of the Special Mining Licence (**SML**) in respect of the Project. The SML application has been reviewed by the Mining Commission and is progressing through the approvals process. Following completion, Acacia will retain a net smelter return production royalty over the Project, capped at US\$15 million.

OreCorp believes that a simplified ownership structure of NMCL is beneficial to the future development of the Project and enables it to provide significant benefits to Tanzania and all stakeholders.

Work also continued on the Project Financing DFS and other preparatory work ahead of the anticipated grant of the SML.

#### **Corporate**

- OreCorp completed the quarter with approximately A\$13.3M cash and no debt.
- The Company has identified and reviewed numerous business development opportunities that include advanced projects and operating mines. Those which may enhance shareholder value will continue to be pursued.

**For further information please contact:**

Matthew Yates  
+61 417 953 315  
**CEO & Managing Director**



**ORECORP**  
LIMITED

**ASX RELEASE:**  
22 October 2018

**ASX CODE:**  
Shares: ORR

**BOARD:**  
Craig Williams  
*Non-Executive Chairman*  
  
Matthew Yates  
*CEO & Managing Director*  
  
Alastair Morrison  
*Non-Executive Director*  
  
Mike Klessens  
*Non-Executive Director*  
  
Robert Rigo  
*Non-Executive Director*  
  
Luke Watson  
*CFO & Company Secretary*

**ISSUED CAPITAL:**  
Shares: 216.4 million  
Unlisted Options:  
11.5 million

**ABOUT ORECORP:**  
OreCorp Limited is a Western Australian based mineral company focussed on the Nyanzaga Gold Project in Tanzania & the Akjoujt South nickel - copper - cobalt Project in Mauritania.

## TANZANIA

### Nyanzaga Project (Gold)

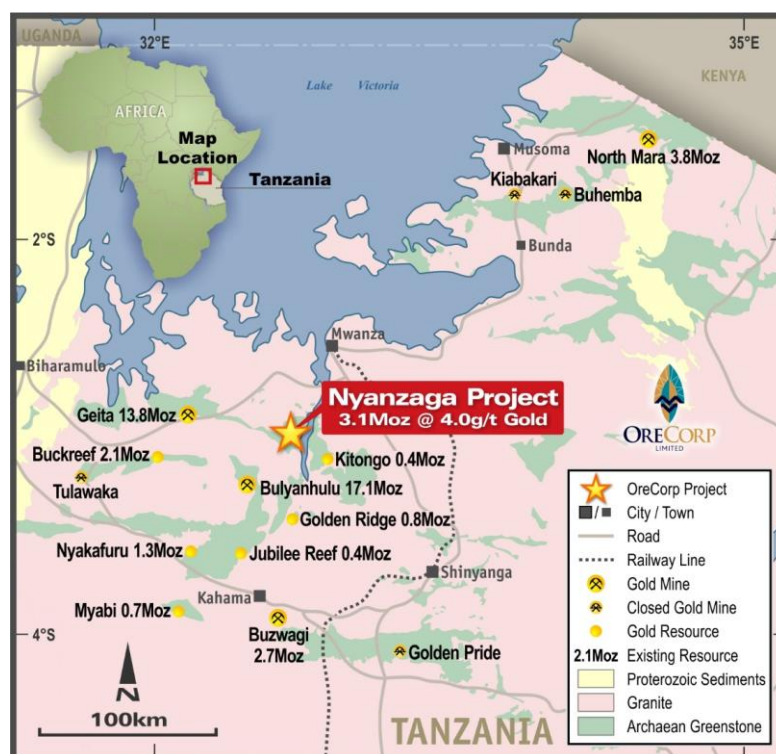
Nyanzaga hosts a JORC 2012 compliant Mineral Resource Estimate (**MRE**) of 3.1 million ounces at 4.0 g/t gold (**Table 1**).

**Table 1: Nyanzaga Project - Mineral Resource Estimate, Reported at a 1.5g/t Au cut-off**

OreCorp Limited – Nyanzaga Gold Project – Tanzania Mineral Resource Estimate (MRE) as at 12 September 2017			
JORC 2012 Classification	Tonnes (Mt)	Gold Grade (g/t)	Gold Metal (Moz)
Measured	4.63	4.96	0.738
Indicated	16.17	3.80	1.977
<b>Sub-Total M &amp; I</b>	<b>20.80</b>	<b>4.06</b>	<b>2.715</b>
Inferred	2.90	3.84	0.358
<b>Total</b>	<b>23.70</b>	<b>4.03</b>	<b>3.072</b>

Reported at a 1.5g/t gold cut-off grade. MRE defined by 3D wireframe interpretation with subcell block modelling. Gold grade for high grade portion estimated using Ordinary Kriging using a 10 x 10 x 10m estimation panel. Gold grade for lower grade sedimentary cycle hosted resources estimated using Uniform Conditioning using a 2.5 x 2.5 x 2.5m SMU. Totals may not add up due to appropriate rounding of the MRE.

Nyanzaga is situated in the Archean Sukumaland Greenstone Belt, part of the Lake Victoria Goldfields (**LVG**) of the Tanzanian Craton. The greenstone belts of the LVG host several large gold mines (**Figure 1**). The Geita Gold Mine lies approximately 60km to the west of the Project along the strike of the greenstone belt and the Bulyanhulu Gold Mine is located 36km to the southwest of the Project. The Nyanzaga Project comprises 20 contiguous Prospecting Licences (**PLs**) and three applications covering a combined area of 225km<sup>2</sup>. An SML application has been lodged over the Nyanzaga deposit and parts of the surrounding licences covering 23.4km<sup>2</sup>. In addition to the Nyanzaga deposit, there are a number of other exploration prospects within the JV tenements.



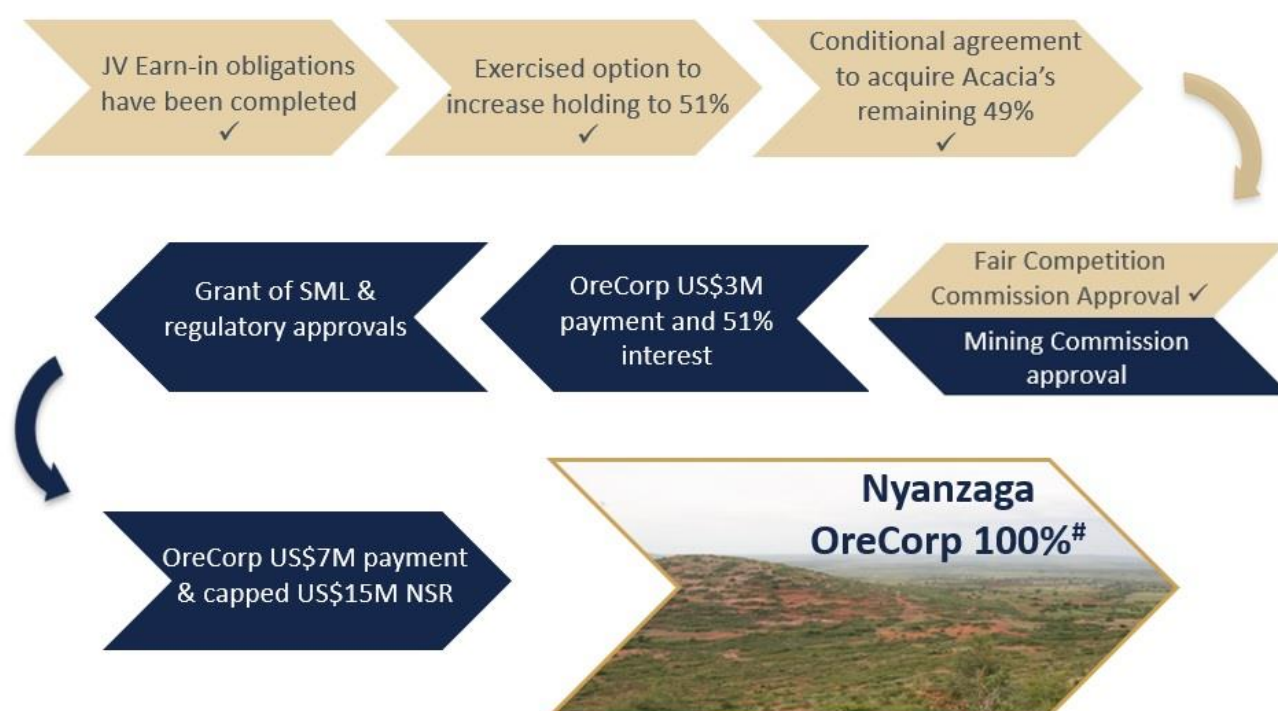
**Figure 1: Lake Victoria Goldfields, Tanzania – Existing Resources**

## Project Update

### Nyanzaga Earn-in Agreement

The FCC has approved OreCorp Tanzania increasing its interest in NMCL to 51%. This increase in ownership still remains subject to: (i) the approval of the Mining Commission, the application for which was lodged at the same time as the application for FCC approval; and (ii) the payment of US\$3 million to the Acacia Group.

OreCorp and OreCorp Tanzania have entered into a conditional Completion Agreement with Acacia and other members of the Acacia Group to allow OreCorp Tanzania to move to 100% ownership of NMCL, and thereby 100% ownership of the Project by making a further payment of US\$7 million (see ASX release dated 6 September 2018). The increase to 100% ownership of NMCL is also conditional on Tanzanian regulatory approvals, including from the FCC, and the grant of the SML in respect of the Project. Following completion, Acacia will retain a net smelter return production royalty over the Project, capped at US\$15 million.



Notes: ✓ Completed, # 16% FCI to Government of Tanzania

**Figure 2: Nyanzaga Deal Structure**

### Permitting & Project Licences

Following lodgement of the SML Application in October 2017 and the grant of the Environmental Certificate, additional information to ensure compliance with the new Mining Regulations was requested by the Mining Commission. OreCorp Tanzania subsequently lodged a Local Content Plan in accordance with the Mining (Local Content) Regulations, 2018 and the Integrity Pledge in accordance with the Mining (Integrity Pledge) Regulations, 2018. The Regulations and Integrity Pledge are on the Company website.

OreCorp has been advised that the Mining Commission has completed its review of the SML Application and it is currently listed on the Mining Commission website as “recommended for grant”. Whilst this progression does not constitute the final approval of the SML for the Project, it indicates that the approval process is progressing. The Company understands that the next and final step for the SML Application is review and approval by the Tanzanian Cabinet of Ministers. The Company will provide further updates as appropriate.



The grant of the SML will be required before the Project Financing DFS can be completed and any financing for the construction of the Project can be undertaken. Upon grant of the SML, the Government of Tanzania (**GoT**) will become an equity holder in the Project, acquiring a free carried interest of not less than 16% in NMCL in accordance with the Tanzanian Mining Act. OreCorp looks forward to the opportunity to develop Tanzania's next large-scale gold mine with the GoT, for the benefit of all stakeholders.

### Project Financing Definitive Feasibility Study

All Project Financing DFS site-based activities have been completed and no further drilling is currently planned on or around the immediate environment of the Nyanzaga deposit prior to completion of the Project Financing DFS. The MRE was updated in September 2017 by CSA Global following completion of the 2016/2017 infill drilling program which achieved its stated objectives to lift the MRE categories and improve grade.

During the quarter, the Company continued to advance the Project Financing DFS and complete other preparatory works ahead of the anticipated grant of the SML. It is anticipated that the Project Financing DFS will now conclude in 2019.

### Future Work

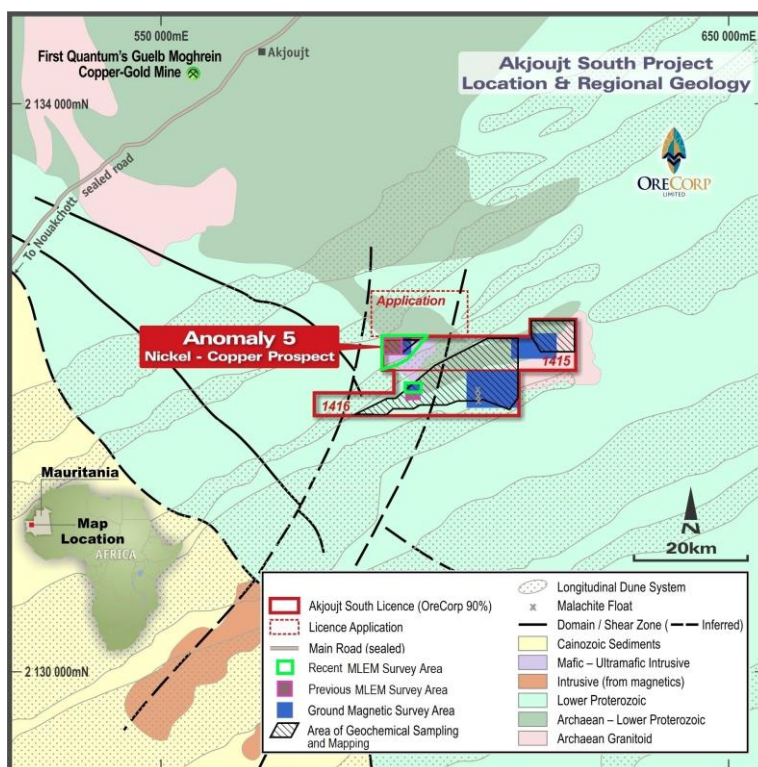
The Company will continue to progress the Project Financing DFS over the coming months, together with ongoing stakeholder engagement (which the Company regards as a key priority), as the Company advances towards the potential grant of the SML.

Regional exploration is continuing with a view to delineating and refining exploration targets.

## MAURITANIA

### Akjoujt South Project (Nickel – Copper - Cobalt: 90% interest in Licences 1415 & 1416, granted)

The Akjoujt South Project (**ASP**) comprises two licences (1415 and 1416) and covers 460km<sup>2</sup>. An application has been lodged covering 136km<sup>2</sup> immediately to the north of licence 1415 and Anomaly 5. The ASP is only 60km southeast of First Quantum's Guelb Moghrein copper-gold mine and 50km from a sealed bitumen road to the capital, Nouakchott (**Figure 3**).



**Figure 3: Location of the Akjoujt South Project, Mauritania**

No field work has been completed this quarter. The second renewal approval fees and annual rents have been paid for the two ASP licences (1415 and 1416) and the final decree letters are pending. The Company has continued to monitor the progress of the northern licence application.

### Future Work

Further work at the Akjoujt South Project will include:

- extending soil geochemistry, rock-chip sampling and trenching over untested gossans or remodelled geophysical targets; and
- program development and target generation in preparation for the granting of the northern licence application.

## CORPORATE AND BUSINESS DEVELOPMENT

### Financial and Corporate

OreCorp completed the quarter with approximately A\$13.3M cash and no debt.

### Business Development

During the quarter, numerous business and corporate development opportunities were identified and reviewed. These included advanced projects and operating mines. Those which may enhance shareholder value will continue to be pursued.

## EXPLORATION INTERESTS

During the quarter, the Company had an interest in the following projects and exploration licences:

### Mining Tenements Held

Project	Licence Number	Expiry Date	Status	Period	Interest at beginning of Quarter	Interest at end of Quarter
<b>Tanzania</b>						
<b>Nyanzaga Project</b>	PL10911/2016	22/09/2020	Active	Initial	100%	100%
	PL10877/2016	06/10/2020	Active	Initial	100%	100%
<b>Mauritania</b>						
<b>Akjoujt South Project</b>	1415B2	29/07/2018	Under Renewal	Pending Second Renewal	90%	90%
	1416B2	29/07/2018	Under Renewal	Pending Second Renewal	90%	90%

### Mining Tenements Acquired/Disposed

Project	Licence Number	Status	Period	Interest at beginning of Quarter	Interest at end of Quarter
<b>Acquired</b>					
Nil					
<b>Disposed</b>					
Nil					

## Beneficial Percentage Interests Held in Farm-In or Farm-Out Agreements

Project	Licence Number	Expiry Date <sup>3</sup>	Status	Period	Interest at beginning of Quarter	Interest at end of Quarter
<b>Tanzania Nyanzaga Project<sup>1</sup></b>	PL 4830/2007	08/11/2017 <sup>2</sup>	Active <sup>2</sup>	Extension	15%	25%
	SML00602/2017	-	Application	-	-	-
	PL 6922/2011	27/02/2018	Under Renewal	Pending Second Renewal	15%	25%
	PL 7129/2011	02/08/2018	Under Renewal	Pending Second Renewal	15%	25%
	PL 7476/2011	18/12/2018	Active	First Renewal	15%	25%
	PL 8592/2012	23/12/2016	Under Renewal	Pending First Renewal	15%	25%
	PL 8635/2012	23/12/2016	Under Renewal	Pending First Renewal	15%	25%
	PL 9016/2013	26/03/2017	Under Renewal	Pending First Renewal	15%	25%
	PL 9065/2013	26/03/2017	Under Renewal	Pending First Renewal	15%	25%
	PL 9236/2013	30/06/2017	Under Renewal	Pending First Renewal	15%	25%
	PL 9237/2013	30/06/2017	Under Renewal	Pending First Renewal	15%	25%
	PL 9446/2013	31/10/2017	Under Renewal	Pending First Renewal	15%	25%
	PL 9656/2014	31/03/2018	Under Renewal	Pending First Renewal	15%	25%
	PL 9661/2014	31/03/2018	Under Renewal	Pending First Renewal	15%	25%
	PL 9662/2014	31/03/2018	Under Renewal	Pending First Renewal	15%	25%
	PL 9663/2014	31/03/2018	Under Renewal	Pending First Renewal	15%	25%
	PL 9664/2014	31/03/2018	Under Renewal	Pending First Renewal	15%	25%
	PL 9770/2014	04/06/2018	Under Renewal	Pending First Renewal	15%	25%
	PL 9919/2014	07/07/2018	Under Renewal	Pending First Renewal	15%	25%

### Notes:

- 1) Pursuant to a whole of company earn-in agreement with Acacia Mining plc, under which the Company has contractual rights to earn beneficial interests in the tenements and, upon completion of a DFS, acquire shares in the direct holding company of the tenements. During the quarter, the Company announced that it has completed its earn-in obligations to acquire an aggregate 25% interest in the Project, exercised its option to acquire an additional 26% in the Project and conditionally agreed to acquire 100% of the Nyanzaga Project (please see comments on pages 1 and 3 in relation to this matter).
- 2) Under Section 67 of the Mining Act when the holder applies for a renewal of a current mineral right the current licence shall remain in force until the date of renewal or grant, or until the application is refused.
- 3) Current period expiry date.

## Beneficial Percentage Interests Held in Farm-In or Farm-Out Agreements Acquired or Disposed

Project	Licence Number	Status	Period	Interest at beginning of Quarter	Interest at end of Quarter
<b>Acquired</b>					
Nil					
<b>Disposed</b>					
Nil					

Other than as disclosed above, no other tenements were acquired or disposed during the quarter (including beneficial interests in joint venture projects), nor were there any further changes to the beneficial interest in any tenements.

## ABOUT ORECORP LIMITED

OreCorp Limited is a Western Australian based mineral company with gold and base metal projects in Tanzania and Mauritania. OreCorp is listed on the Australian Securities Exchange (ASX) under the code 'ORR'. The Company is well funded with no debt. OreCorp's key projects are the Nyanzaga Gold Project in northwest Tanzania and the Akjoujt South Nickel-Copper-Cobalt Project in Mauritania.

Nyanzaga hosts a JORC 2012 compliant Mineral Resource Estimate (MRE) of 3.1 million ounces at 4.0 g/t gold. The MRE is the foundation of a Definitive Feasibility Study for project financing purposes (Project Financing DFS) currently underway. Upon grant of the SML, the Government of Tanzania (GoT) will become an equity holder in the Project, acquiring a free carried interest in accordance with the Tanzanian Mining Act. OreCorp looks forward to the opportunity to develop Tanzania's next large-scale gold mine with the GoT, for the benefit of all stakeholders.

## JORC 2012 Compliance Statements

The information in this report relating to the Nyanzaga Project is extracted from the ASX Announcements dated; 6 September 2018 titled "Nyanzaga Project Update - FCC Approval Obtained and Completion Agreement to acquire 100% of the Project Signed", 20 July 2018 titled "Nyanzaga Project Update – Completion of Earn-in Phase and Execution of Conditional Heads of Agreement to acquire 100% of the Project", 25 June 2018 titled "Further update regarding discussions between Barrick and the Government of Tanzania", 30 April 2018 titled "March 2018 Quarterly Report", 19 February 2018 titled "Acacia Press release to LSE Dated 16 February 2018", 14 February 2018 titled "Grant of Environmental Certificate for the Nyanzaga Gold Project", 12 September 2017 titled "Mineral Resource Estimate Update for the Nyanzaga Project in Tanzania Increasing Category and Grade", 10 July 2017 titled "Further Update on Proposed Legislative Changes in Tanzania", 30 June 2017 titled "Proposed Tanzanian Legislative Changes, Infill Drilling Results and Project Update at Nyanzaga", 11 May 2017 titled "Infill Drilling Results Further Demonstrate Outstanding Potential of Nyanzaga Project" and 13 March 2017 titled 'Pre-Feasibility Study Demonstrates Significant Potential of Nyanzaga Gold Project', which are available to view on the Company's website 'orecorp.com.au'.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the Announcements referred to above and, in the case of (i) estimates of Mineral Resources, (ii) Metallurgical Testwork and Results, and (iii) Exploration Results in relation to the Nyanzaga Project (Project Results), that all material assumptions and technical parameters underpinning the Project Results in the original announcements referred to above continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Persons' findings are presented have not been materially modified from the original announcements referred to above.

## Risk Factors

Many factors, known and unknown could impact on the Company's potential investment in NMCL and the Project itself. Such risks include, but are not limited to: the volatility of prices of gold and other metals; uncertainty of mineral reserves, mineral resources, mineral grades and mineral recovery estimates; uncertainty of future production, capital expenditures, and other costs; currency fluctuations; financing of additional capital requirements; cost of exploration and development programs; mining risks; community protests; risks associated with foreign operations; and governmental and environmental regulation. For a more detailed discussion of such risks and other factors that may affect the Company's ability to achieve the expectations set forth in the forward looking statements contained in this report, see the Company's Annual Report for the year ended 30 June 2017, the Company's Prospectus dated January 2013 as well as the Company's other filings with the Australian Securities Exchange.

## Forward Looking Statements

This 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.

#### Cautionary Statements

The Pre-Feasibility Study in respect of the Nyanzaga Project referred to in the Company's announcement on 13 March 2017 and in subsequent ASX announcements is based on moderate accuracy level technical and economic assessments. The PFS is at a lower confidence level than a Feasibility Study and the Mineral Resource Estimate (MRE) which forms the basis for the PFS is not sufficiently defined to allow conversion to an Ore Reserve or to provide assurance of an economic development case at this stage; or to provide certainty that the conclusions of the PFS will be realised. The PFS includes a financial analysis based on reasonable assumptions on the Modifying Factors, among other relevant factors, and a competent person has determined that, based on the content of the PFS, none of the Mineral Resources may be converted to an Ore Reserve at this time. Further, the financial analysis in the PFS is conceptual in nature and should not be used as a guide for investment.

88% of the existing MRE in respect of the Nyanzaga Project is in the Indicated and Measured categories, with the balance of 12% classified in the Inferred category. There is a low level of geological confidence associated with Inferred mineral resources and there is no certainty that further exploration work will result in the determination of Indicated or Measured Mineral Resources. Furthermore, there is no certainty that further exploration work will result in the conversion of Indicated and Measured Mineral Resources to Ore Reserves, or that the production target itself referred to in the Company's announcement on 13 March 2017 and in subsequent ASX announcements will be realised.

The consideration of the application of all JORC modifying factors is well advanced, including mining studies, processing and metallurgical studies, grant of the EC, lodgement of the Special Mining Licence Application and other key permits required from the government. The Company has concluded it has a reasonable basis for providing the forward-looking statements included in this announcement and believes that it has a "reasonable basis" to expect it will be able to fund the development of the Project.

All material assumptions on which the forecast financial information is based, are referred to in the Company's announcement on 13 March 2017 and in subsequent ASX announcements.



## 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

ORECORP LIMITED

### ABN

24 147 917 299

### Quarter ended ("current quarter")

30 September 2018

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(774)	(774)
(b) development	-	-
(c) production	-	-
(d) staff costs	(269)	(269)
(e) administration and corporate costs	(242)	(242)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	30	30
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other – business development	(142)	(142)
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(1,397)</b>	<b>(1,397)</b>

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	-	-
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-

<b>Consolidated statement of cash flows</b>		<b>Current quarter</b>	<b>Year to date</b>
		<b>\$A'000</b>	<b>(3 months)</b>
			<b>\$A'000</b>
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)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	-	-

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	-	-
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	-	-
3.4	Transaction costs related to issues of shares, convertible notes or options	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	-	-

<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	14,564	14,564
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,397)	(1,397)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-
4.5	Effect of movement in exchange rates on cash held	155	155
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>13,322</b>	<b>13,322</b>

5.	<b>Reconciliation of cash and cash equivalents</b> 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	7,204	6,779
5.2	Call deposits	4,339	3,395
5.3	Bank overdrafts	-	-
5.4	Other – Term Deposits	1,779	4,390
5.5	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>13,322</b>	<b>14,564</b>

**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**

204

Nil

Payments include non-executive directors' fees and the managing director's salary.

**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**

Nil

Nil

8. <b>Financing facilities available</b> <i>Add notes as necessary for an understanding of the position</i>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
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. <b>Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1 Exploration and evaluation	(5,028) <sup>1</sup>
9.2 Development	-
9.3 Production	-
9.4 Staff costs	(215)
9.5 Administration and corporate costs	(190)
9.6 Other – business development	(75)
<b>9.7 Total estimated cash outflows</b>	<b>(5,508)</b>

**Notes:**

- Includes US\$3 million, payable to the Acacia Group, subject to the approval of the newly established Tanzanian Mining Commission for OreCorp Tanzania Limited to increase its interest in Nyanzaga Mining Company Limited to 51%.

10. <b>Changes in tenements (items 2.1(b) and 2.2(b) above)</b>	<b>Tenement reference and location</b>	<b>Nature of interest</b>	<b>Interest at beginning of quarter</b>	<b>Interest at end of quarter</b>
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	<b>Nyanzaga Project Tanzania:<sup>1</sup></b>			
		PL 4830/2007	Active <sup>2</sup>	15%	25%
		SML00602/2017	Application	-	-
		PL 6922/2011	Under Renewal	15%	25%
		PL 7129/2011	Under Renewal	15%	25%
		PL 7476/2011	Active	15%	25%
		PL 8592/2012	Under Renewal	15%	25%
		PL 8635/2012	Under Renewal	15%	25%
		PL 9016/2013	Under Renewal	15%	25%
		PL 9065/2013	Under Renewal	15%	25%
		PL 9236/2013	Under Renewal	15%	25%
		PL 9237/2013	Under Renewal	15%	25%
		PL 9446/2013	Under Renewal	15%	25%
		PL 9656/2014	Under Renewal	15%	25%
		PL 9661/2014	Under Renewal	15%	25%
		PL 9662/2014	Under Renewal	15%	25%
		PL 9663/2014	Under Renewal	15%	25%
		PL 9664/2014	Under Renewal	15%	25%
		PL 9770/2014	Under Renewal	15%	25%
		PL 9919/2014	Under Renewal	15%	25%

**Notes:**

- 1) Pursuant to a whole of company earn-in agreement with Acacia Mining plc, under which the Company has contractual rights to earn beneficial interests in the tenements and, upon completion of a DFS, acquire shares in the direct holding company of the tenements. During the quarter, the Company announced that it has completed its earn-in obligations to acquire an aggregate 25% interest in the Project, exercised its option to acquire an additional 26% in the Project and conditionally agreed to acquire 100% of the Nyanzaga Project (please see comments on pages 1 and 3 in relation to this matter).
- 2) Under Section 67 of the Mining Act when the holder applies for a renewal of a current mineral right the current licence shall remain in force until the date of renewal or grant, or until the application is refused.

**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: *By Electronic Lodgement*  
(~~Director~~/Company secretary)

Date: 22 October 2018

Print name: Luke Watson

**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.