

QUARTERLY REPORT

Period Ending 30 June 2023

Aurum Resources Ltd (Aurum or the Company) (**ASX:AUE**) provides the following commentary and Appendix 5B for the Quarter ended 30 June 2023.

HIGHLIGHTS

- **Heritage Clearance conducted at Aurum's flagship Project Ryans Find**
- **Approval for drilling at all proposed drill locations**

Overview

Aurum Resources Ltd is an ASX-listed (ASX:AUE) mineral exploration and development company with a gold focus. It currently has two gold projects; the flagship reconnaissance **Ryan's Find** project northeast of Koolyanobbing and **Penny South** located along the Youanmi shear system.

The Ryans Find project covers the Watt Hill greenstone belt where historical exploration has focused on base metals with little gold exploration despite being bookended by historical gold deposits.

The Penny South Gold Project is the most advanced located immediately south of the Penny West and Penny North gold mines currently under development by Ramelius Resources (ASX:RMS) with a analogous structural setting and anomalous gold intersections.

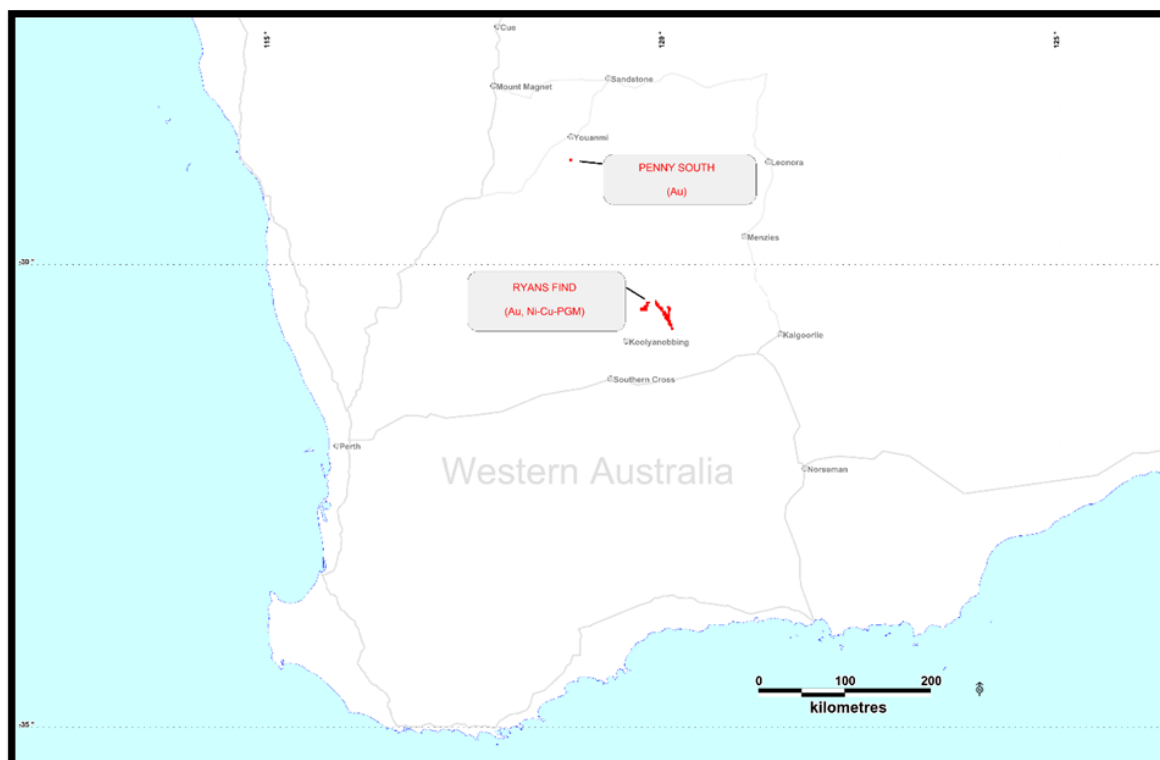


Figure 1: Aurum Resources Limited current project locations.

Ryan's Find Project

The **Ryan's Find** Project is located 100km northwest of Southern Cross where historical exploration focused on the nickel cobalt potential of ultramafic rocks within the Watt Hills Greenstone belt. A first pass soil geochemical survey completed by Aldoro (ASX: ARN) aimed at verifying nickel-cobalt anomalism in historical geochemical surveys in the sole granted licence E16/489 found anomalous gold trends in the data which will form the initial focus of future work programmes. The granted licence and three licence applications contain more than 50 km of strike length of relatively underexplored greenstone belt, bookended by historic gold mines and workings.

Heritage Clearance over the 74 planned drill holes and access tracks was completed on Ryans Find tenement E16/389. The survey cleared all sites and access tracks. Two sites, adjacent to an access track, were identified for avoidance and care will be taken not to encroach these areas. The next step planned is aircore drilling. Aurum is considering using a small track mounted rig to minimise ground disturbance and reduce logistical issues associated with the requirement for monitors.

The Aurum licences form an arc around a granitic pluton riming the contact between the granites and greenstones (Watt Hill Greenstone Belt, an extension of the Youanmi Greenstone Belt (Figure 2)). The contacts and associated shears are typical settings for orogenic gold.

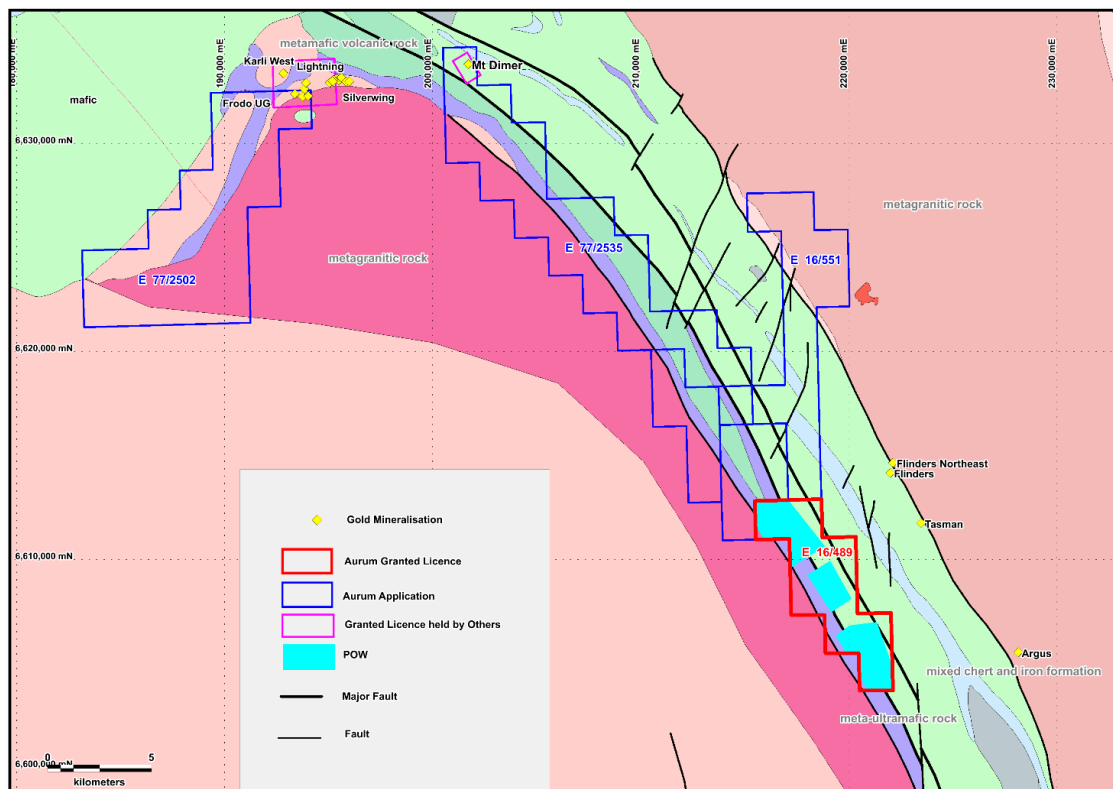


Figure 2 Ryans Find geological setting and licences.

Mt Dimer (Tipan Pit) was mined in the mid 1990's producing **77,000@3.44g/t for ~8,500oz**. Everest Metals (previous Twenty Seven Co, **ASX:EMC**) hold the mining lease M77/515, but Aurum's exploration licence application surrounds this lease and runs to the SE along the structural trend of the old mine.

Everest have released a JORC Inferred Mineral Resource Estimate of **722,000t at 2.10g/t Au for 48,545oz** of Au and **3.84g/t Ag for 89,011oz Ag** (refer to EMC announcement dated 31/5/2021 for further details). It was reported that “The resource remains open to the south and down dip with strong potential to extend the mineralisation along strike to the south”. This historic mine is almost surrounded by Aurum’s tenement application E77/2535, with potential for strike extension of this mineralised structure into Aurum’s ground.

On the western side of the dome, another of Aurum’s applications lies immediately south of Aurumin Limited (**ASX: AUN**) historic deposits of Frodo (open pit and underground), Golden Slipper, Lightning and others which they are currently reassessing and have reported anomalous gold intersections.

The aircore drilling programme is planned on the granted licence **E16/489** at Ryans Find. Aldoro Resources had previously completed profile soil sampling for base metals and gold over the north-north-westerly striking greenstones, where the gold sampling results appear not to have been followed up (Figure 3). Several above background low level gold assays were returned in the data and probably reflect specific basement lithological units apparent in the aeromagnetic dataset.

The profile aircore drilling (Figure 3) is planned over these anomalous sections with approximately 74 holes for 3,500m. The drilling will focus on the contiguous magnetic unit associated with elevated gold in soils. The local geological strike is apparent in the airborne magnetics and local gossans trends north-north-westerly, and the planned drilling is perpendicular along the soil sample traverses. The holes planned will have azimuths of 045 and dips -60.

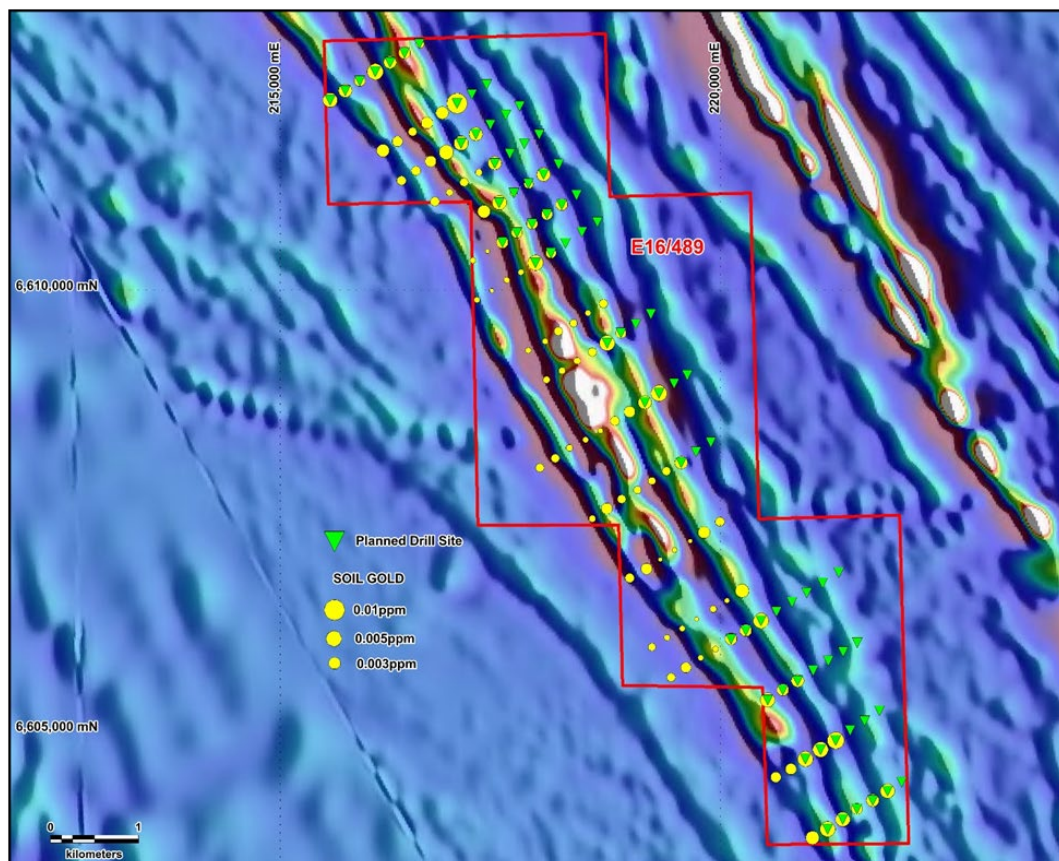


Figure 3 Proposed drill areas and anomalous gold soils

Aurum is continuing to actively pursue the grant of tenement applications ELA77/2520, ELA77/2535 and ELA16/551 and proposing a gold focused soil sampling exploration program. The Heritage Agreement completed with the Marlinyu Ghoorlie includes these three applications to enable on ground activities to commence once these licences are granted.

Penny South Project

Exploration on Penny South licence E57/1045 has predominantly been focussed on gold exploration with a model similar to Penny West, characterised by low tonnage and high-grade style gold mineralisation, despite other mineralisation styles found in the area. Minor nickel bearing gossanous fragments were found on the Penny South licence in the southeast (hole PWAC179 8m@0.44%Ni from 32m, ASX:LDR 16 June 2004 and ASX:AUE 18th September 2022). The potential for Nickel mineralisation was followed up with geophysical survey aimed at targeting localised sulphide mineralisation.

Last quarter Aurum completed the ground Induced Polarisation (IP) geophysical survey, and the data has now been assessed. The IP Gradient Array survey covers a 5.2km² block and included the historical anomalous nickel strike and the anomalous gold bearing drill intersections, see Figure 4. The main target for the IP survey was the ultramafic schist units which were considered prospective for hosting Ni-Cu mineralisation.

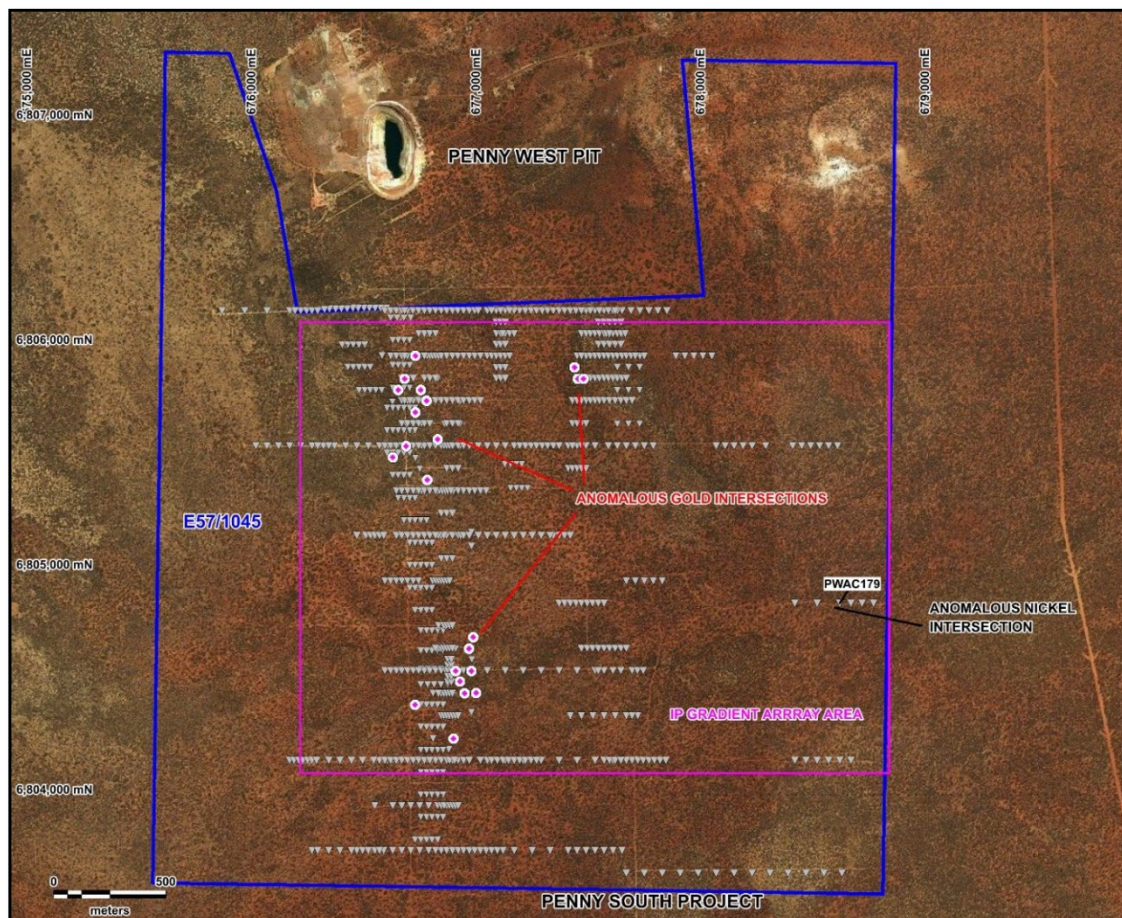


Figure 4: Penny South Overview

The chargeability data revealed a noisy signal with no major coherent discrete anomalies rather several areas suggestive of localised sulphide content. However the anomalous gold intercepts do not correlate thus confirming the lack of downhole correlation between sulphide content and the presence of gold. See Figure 5.

The historical nickel intercept (PWAC179 [8m@0.44%Ni](#) from 32m, ASX:LDR 16 June 2004 and ASX:AUE 18th September 2022) is not supported by any chargeability anomaly suggesting no anomalous pentlandite bearing ultramafic unit exists in the localised area.

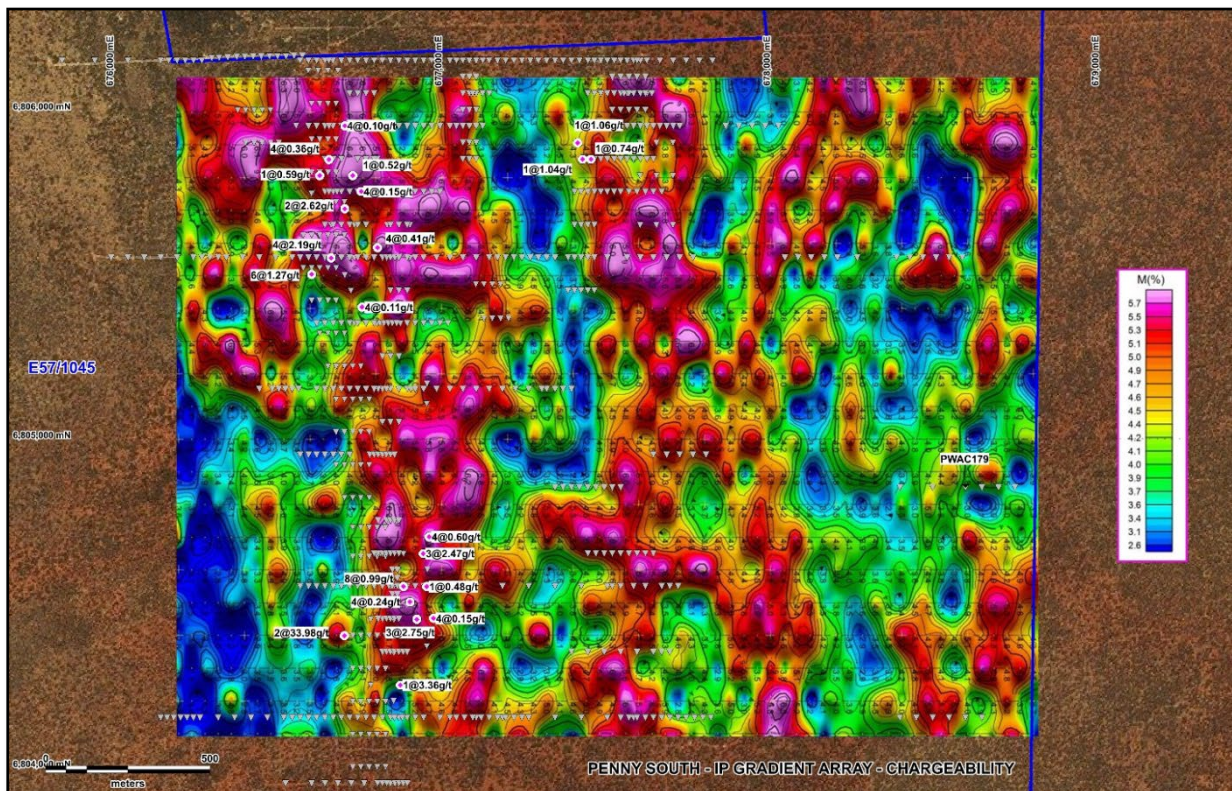


Figure 5: IP gradient array chargeability image and anomalous gold intersection and the anomalous historical nickel intercept (PWAC179).

The resistivity data, see Figure 6, reflects the underlying geology with a north-south conductive central belt possibly supports a serpentinite belt as intersected in the northern aircore drilling and while parts of this belt have high chargeability, drilling failed to recover gold in the drill intersections. This suggests that the signal is derived from sulphides only. It is unknown whether these sulphides contain pentlandite and/or chalcopyrite.

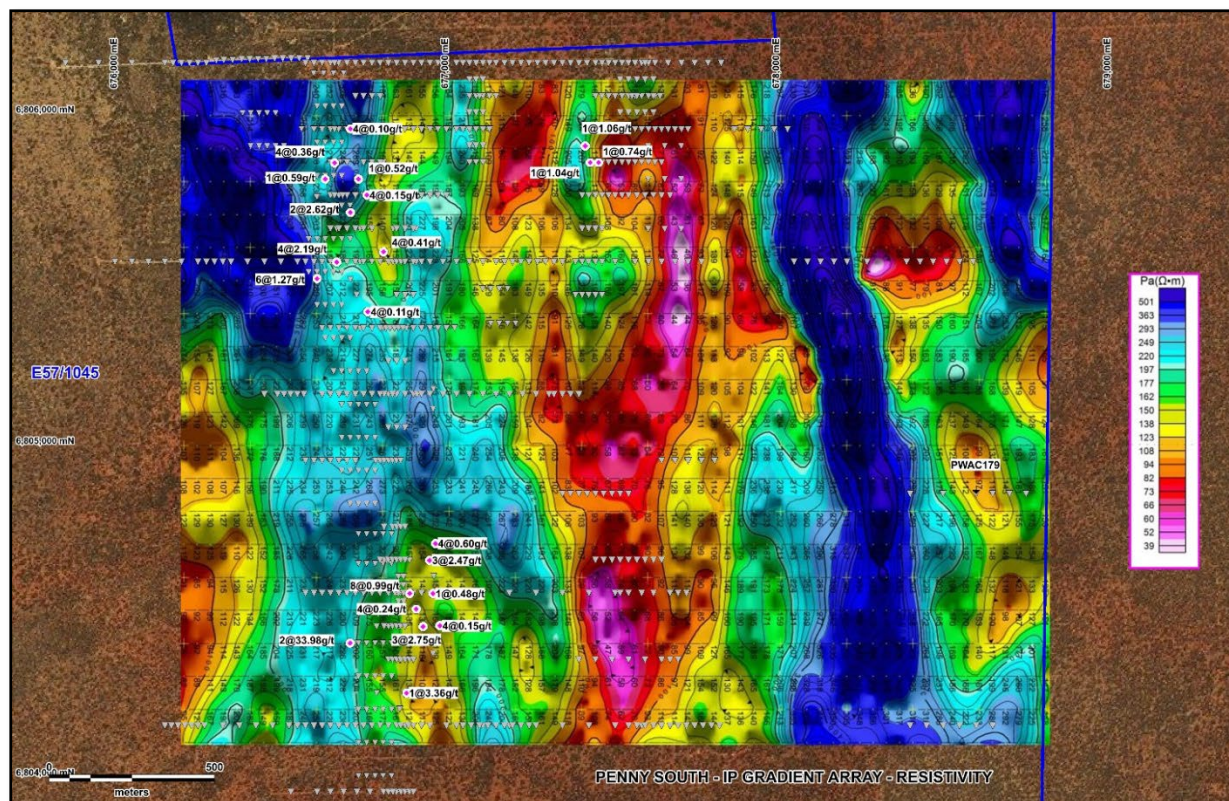


Figure 6: IP gradient array resistivity image .

Tenement Table: ASX Listing Rule 5.3.3

Mining tenement interests held at the end of the quarter and their location. Western Australia

Tenement	Registered Holder/Applicant	Permit Status	Grant Date (Application Date)	Expiry Date	Area (km ²)	Blocks	Interest/ Contractual Rights
E77/2502	Aldoro Resources Limited	Pending	(1/12/2017)		62.17	21	100%
E77/2535	Aldoro Resources Limited	Pending	(17/04/2018)		79.91	27	100%
E16/551	Aldoro Resources Limited	Pending	(25/09/2020)		53.26	18	100%
E16/489	Aurum Resources Limited	Live	27/01/2017	26/01/2027	26.6	9	100%
E57/1045	Aurum Resources Limited	Live	10/08/2016	9/8/2026	9.949	4	100%

The mining tenements relinquished during the quarter and their location – None

The mining tenement interests acquired during the quarter and their location – None

Beneficial percentage interests held in farm-in or farm-out agreements at the end of the quarter – N/A

Beneficial percentage interests held in farm-in or farm-out agreements acquired or disposed of during the quarter – N/A



Corporate

ASX Listing Rule 5.3.1

Exploration and Evaluation during the quarter was \$166,000.

ASX Listing Rule 5.3.2

There were no substantive mining production and development activities during the quarter.

ASX Listing Rule 5.3.5

The information as required by ASX Listing Rule 5.3.5 regarding payments to related parties of the entity and their associates is \$36,000.

Financial

The Company has cash on hand as of the 30 June 2023 of \$2.186 million.

Capital Structure as at 30 June 2023

Description	Number
Fully paid ordinary shares	25,000,000
Share issued to Aldoro Resources Limited	5,000,000
Total	30,000,000
Unlisted options exercisable at \$0.20 on or before 1 November 2024	2,800,000
Total	2,800,000

Date of AGM and Closing Date for Director Nominations

The Board of AUE advises that the Annual General Meeting of the Company will be held on Friday, 3 November 2023. A notice of meeting for the Annual General Meeting will be prepared by the Company and will be announced to ASX and provided to the Shareholders in due course.

The closing date for the receipt of nominations for the election of Directors is at least 30 business days prior to 3 November 2023. Any nominations must be received no later than 5:00pm (AWST) at the Company's Registered Office.

Use Of Funds

Aurum provides the following disclosure as required by ASX Listing Rule 5.3.4 regarding a comparison of its actual expenditure to date since listing on 2 November 2021 against the 'use of funds' statement in its prospectus dated 31 August 2021.

Expenditure	Maximum Subscription (\$) (\$5m) Raised	Actual amount spent (\$) in the quarter ended 30 June 2023	Total Actual amount spent (\$) to date
Exploration at the Penny South Project	1,149,384	111,632	791,667
Exploration at the Unaly Hill Project	517,509	0	35,472
Exploration at the Ryan's Find Project	1,926,250	52,011	260,496
Aldoro Reimbursement	200,000	-	199,466
Expenses of the Offer	440,595	0	386,352
Administration costs	388,706	222,986	1,140,082
Working Capital	377,556	0	0
TOTAL	5,000,000	386,629	2,813,535

Competent Persons Statement

The information in this announcement that relates to exploration data and results derived from open file reports and information supplied by Aldoro Resources Limited (ASX: ARN and has been previously released) and prepared in accordance with the 2012 Edition of the Australian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC). The data was reviewed and compiled by Mr Mark Mitchell, an employee with Aurum Resources Ltd. Mr Mitchell is a Registered Professional Geoscientist (No.10049) with the Australian Institute of Geoscientists and 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 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Mitchell consents to the inclusion in the release of the statements based on his information in the form and context in which it appears.

Disclaimers

In relying on the above mentioned ASX announcements and pursuant to ASX Listing Rule 5.23.2, the Company confirms that it is not aware of any new information or data that materially affects the information included in the above-mentioned announcements.

This Announcement has been approved for release by the Board of Aurum Resources Ltd.

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Aurum Resources Limited

ABN

17 650 477 286

Quarter ended ("current quarter")

30 June 2023

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	(2)	(8)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	-	-
	(e) administration and corporate costs	(226)	(758)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	4	14
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)	-	-
1.9	Net cash from / (used in) operating activities	(223)	(751)

2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) exploration & evaluation	(164)	(244)
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
2.2	Proceeds from the disposal of:	-	-
	(a) entities		
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) 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	(164)	(244)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
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)	-	-
3.10	Net cash from / (used in) financing activities	-	-

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	2,573	3,182
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(223)	(751)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(164)	(244)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

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	-	-
4.6	Cash and cash equivalents at end of period	2,186	2,186

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	2,186	2,573
5.2	Call deposits	-	-
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)	2,186	2,573

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	(36)
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.		

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

7.	Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	Total financing facilities	-	-
7.5	Unused financing facilities available at quarter end		-
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		
	N/A		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(223)
8.2	Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(164)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(387)
8.4	Cash and cash equivalents at quarter end (item 4.6)	2,186
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	2,186
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	6
	<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8	If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1	Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
	Answer: N/A	
8.8.2	Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
	Answer: N/A	

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: N/A

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

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.

Date: 26 July 2023

Authorised by: The Board of Aurum Resources Limited
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow 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 cash flow 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.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.