

20 March 2025

Aurum Resources Limited (AUE) BUY Share Price: A\$0.35

New high-grade intercepts at BM

Target Price: A\$0.93

AUE has released new high-grade intercepts from drilling at the Boundiali Gold Project in Côte d'Ivoire. The best intercept was 9m @ 24.6g/t Au from 221m depth, including 4m @ 54.6g/t Au (MBDD174). Additional economic intersections, all of which are outside the current Boundiali Resource of 1.59Moz (Dec. '24), were also reported. These results will be included in the next Resource update targeted for the Jun. Q'25. News flow will be ongoing in CY25 with eight rigs drilling, supporting two planned Resource updates and a Pre-Feasibility Study by year end. AUE is trading cheaply at an EV/Resource of just A\$29/oz vs the peer average of A\$93/oz (Figure 6). BUY with PT of A\$0.93/share (unchanged, spot A\$1.68/share).

New high-grade intercepts (Figures 1 & 3)

- Best high-grade results at BM (AUE 80-88%) comprise:
 - 9.0m @ 24.6g/t Au from 221m, including 4m @ 54.6g/t Au (MBDD174)
 - 10.0m @ 2.75g/t Au from 81m (MBDD164)
 - 2.7m @ 10.9g/t Au from 45m (MBDD166)
 - 1.0m @ 12.9g/t Au from 107m (MBDD157)
- True widths are estimated at 70-80% of downhole lengths.
- These intercepts are outside the current Resource, pointing to Resource growth moving forward.

Ongoing activity and newsflow

- Drilling underway (with eight diamond drill rigs) at Boundiali targeting 100,000m in CY25.
- Drilling at Napie (868koz) targeting 30,000m in CY25 pending renewal of exploration licence.
- Studies have commenced at Boundiali with PFS completion expected by the end of 2025.
- Resource updates expected Jun. Q'25 and Dec. Q'25.

Financial Summary

- Valuation – A\$0.93/sh (spot A\$1.68/sh), based on 11yr mine life, 107kozpa @ AISC US\$1,117/oz from FY30.
- Cash ~A\$18M, nil debt, monthly spend ~A\$1.4M.

Key Dates Ahead

- Mar. Q'25 – Boundiali studies commenced.
- Jun. Q'25 – BST & Napie drilling approvals.
- Jun. Q'25 – Boundiali Resource update.
- Dec. Q'25 – Boundiali PFS.
- Dec. Q'25 – Boundiali and Napie Resource update.

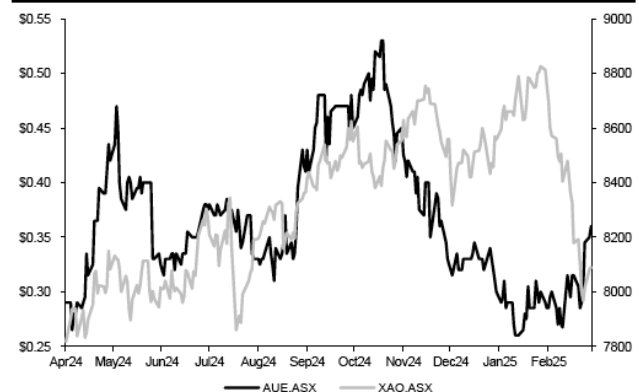
Company Data

Shares – ordinary (M)	231.2
Listed Options AUEO ex 22.5c (M)	7.3
Options / Performance Rights (M)	79.3
Total (fully diluted) (M)	317.7
Market capitalisation (\$M)	80.9
12 month low/high (\$)	0.21 / 0.55
Average monthly turnover (\$M)	7.8
GICS Industry	Metals & Mining

Financial Summary (fully diluted/normalised)

Year End Jun	FY28F	FY29F	FY30F	FY31F	FY32F
Revenue (\$M)	0.0	0.0	262.2	314.6	314.6
Costs (\$M)	4.0	4.0	141.7	156.4	156.4
EBITDA (\$M)	-4.0	-4.0	120.5	158.2	158.2
NPAT (A\$M)	-8.2	-15.2	70.4	101.4	106.4
EPS (cps)	-1.6	-3.0	13.9	20.1	21.1
EPS Growth (%)	54.6	84.9	>100	43.9	5.0
PER (x)	na	na	2.5	1.7	1.7
Cashflow (A\$M)	-6.2	-13.2	109.9	131.3	128.3
CFPS (c/sh)	-1.2	-2.6	21.7	26.0	25.4
PCFPS	na	na	1.6	1.3	1.4
EV	236	355	255	133	14
EV/EBITDA	na	na	2.1	0.8	0.1
Payout ratio (%)	na	na	na	na	na
DPS	0.0	0.0	0.0	0.0	0.0

AUE – performance over one year



Disclosure and Disclaimer

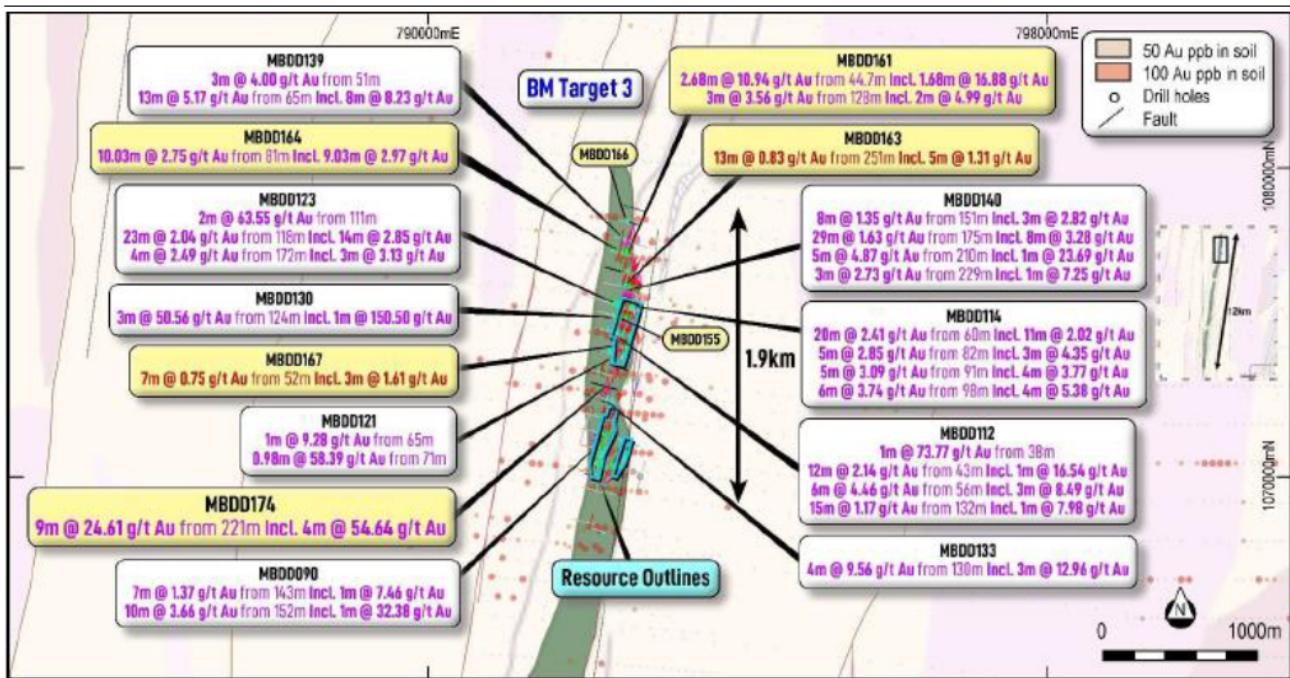
This report must be read with the disclosure and disclaimer on the final page of this document. Petra Capital was Sole Lead Manager for this company's placement to raise \$17.0M by way of a placement at A\$0.33/sh on 11th June 2024 and Joint Lead Manager for this company's placement to raise \$10.0M by way of a placement at A\$0.35/sh on 6th Dec. 2024, for which fees were received.

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New high-grade hits outside current Resource

AUE has released new high-grade intercepts (Figures. 1 & 3) from diamond drilling (19 holes for 3,711m) targeting prospects on the Boundiali BM tenement. Results demonstrate the emerging potential and continued upside of the Boundiali Gold Project, with the latest drilling confirming ~1,900m of gold mineralisation along strike at BMT3. This is double the 950m included in the existing Mineral Resource Estimate. This mineralisation, hosted within a magnetic gabbro, has been traced a further 10km south of the latest drill hole (see inset middle right Figure 1) and this occurrence remains to be drill tested. The latest results will be incorporated into the next Resource updated expected in Jun. Q'25.

Figure 1: BM drilling plan (new significant results in yellow).



Source: AUE.

We expect the current Mineral Resource of 1.59Moz (Figure 2) to grow as drilling continues. The Boundiali Resource supports AUE's hub and spoke strategy, with five deposits located within a 40km radius of a potential central processing hub (Figure 4). The CY25 100,000m drill program aims to:

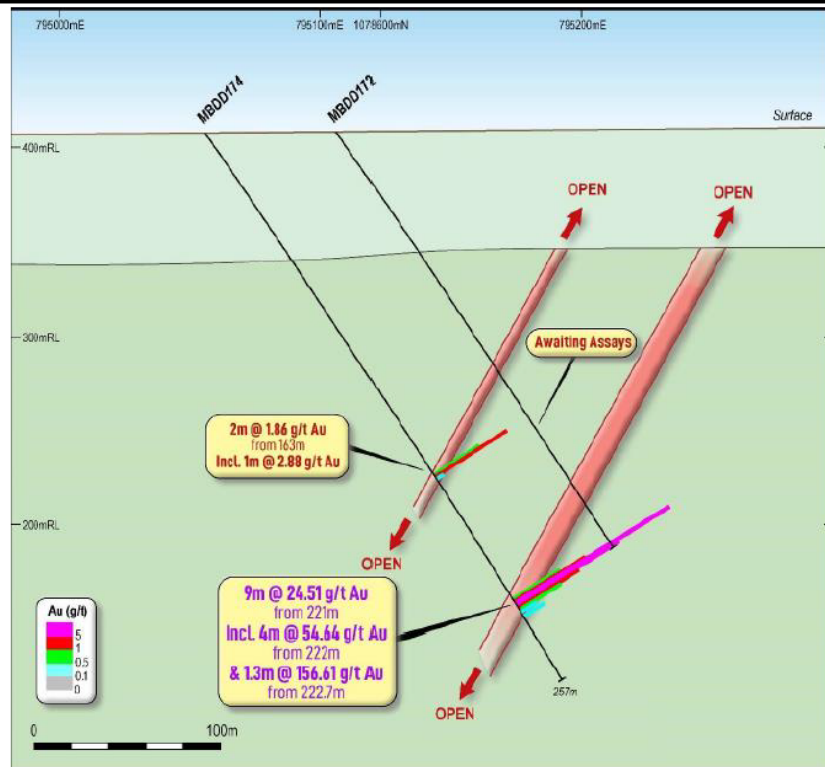
- Increase the size and confidence of Resources at BST, BD and BM (40,000m)
- Advance known prospects for incorporation into two planned Resource updates (30,000m)
- Target new prospects identified via soil anomalies and geological mapping to drive Resource growth (30,000m).

Figure 2: Boundiali JORC Mineral Resource Estimate (100% basis)

Deposit	Tonnes (MT)	Gold Grade (g/t)	Gold Ounces (koz)
BST Nyangboue (100%)	11.0	1.0	360.0
BDT1 (80-88%)	11.9	0.9	340.0
BDT2 (80-88%)	16.3	0.8	440.0
BMT1 (80-88%)	7.5	1.2	300.0
BMT3 (80-88%)	4.2	1.1	150.0
Total	50.9	1.0	1,590.0

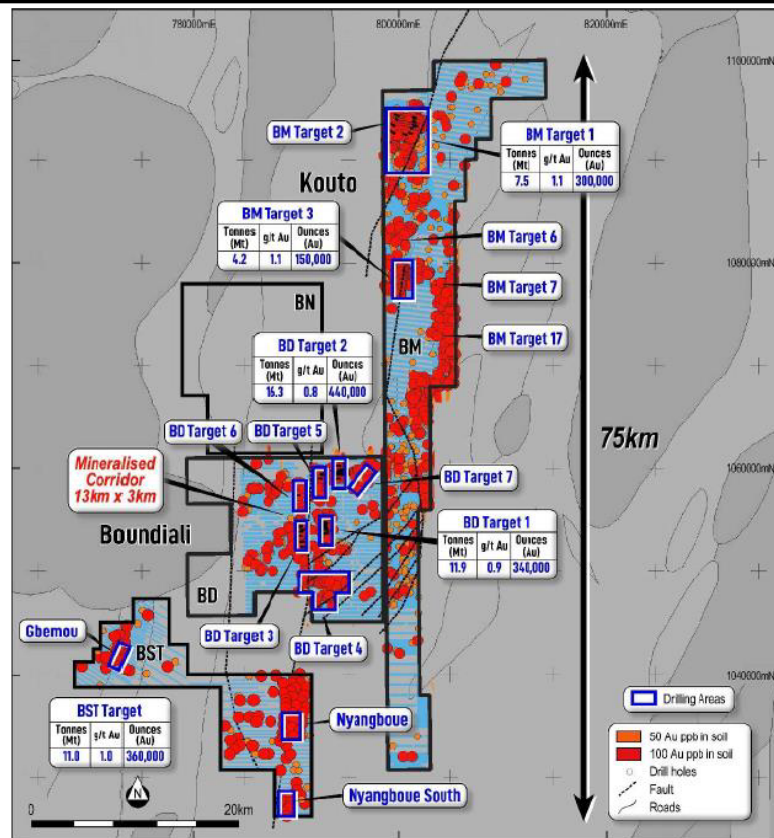
Source: AUE.

Figure 3: BMT3 Cross Section looking northeast showing MBDD174 drill results



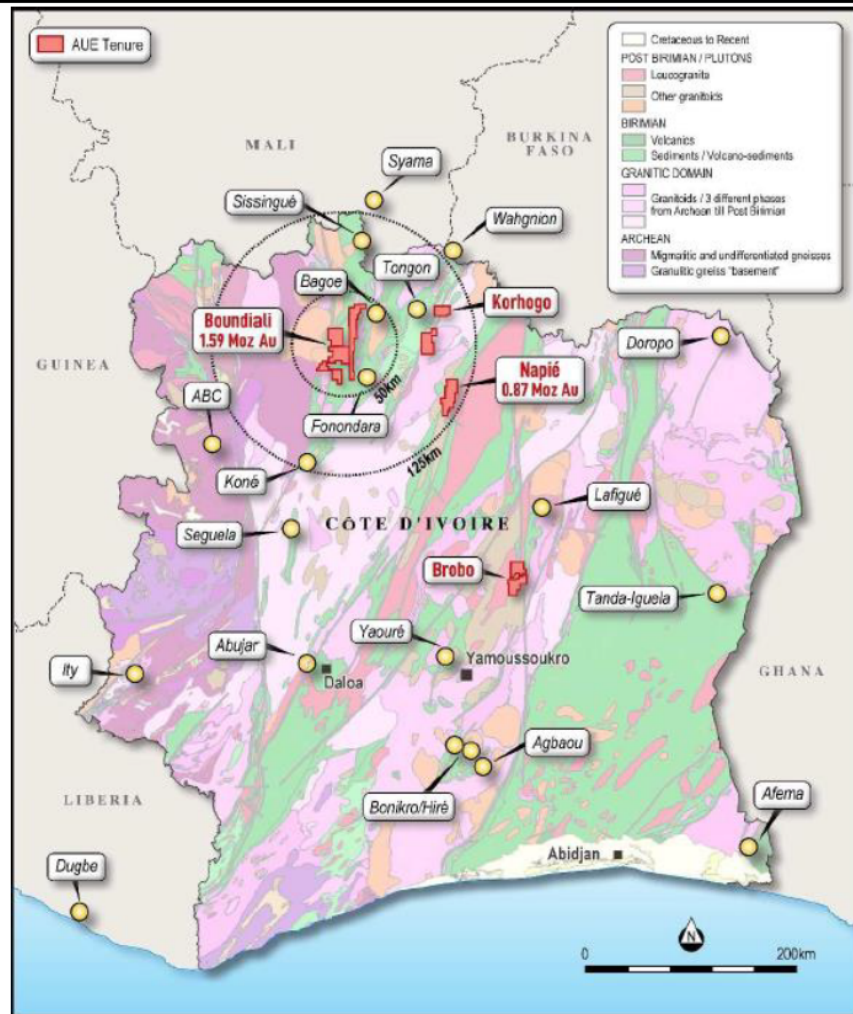
Source: AUE.

Figure 4: AUE's Boundiali Deposits with existing Resource Estimates



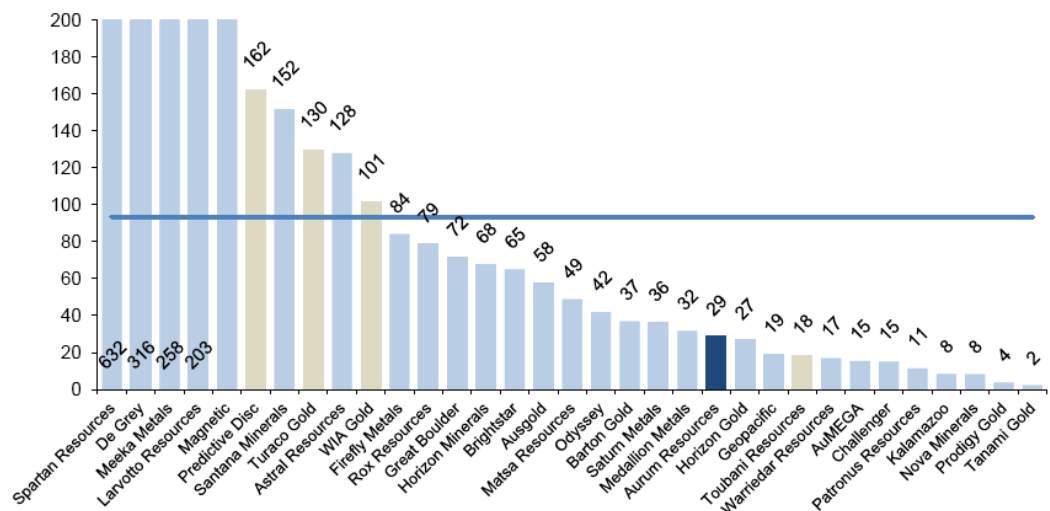
Source: AUE.

Figure 5: Location map of AUE's tenements in Côte d'Ivoire



Source: AUE.

Figure 6: ASX Gold Developers – EV/Resource (A\$/oz)



Source: Iress, Companies, compiled by Petra Capital. Aurum Resources highlighted in dark blue. Select African peers in light grey comprising Predictive Discovery (Guinea), Turaco Gold (Côte d'Ivoire), WIA Gold (Namibia) and Toubani Resources (Mali).

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