AUS TIN MINING LIMITED
AND CONTROLLED ENTITIES

ABN 84 122 957 322

FINANCIAL REPORT

FOR THE HALF-YEAR ENDED 31 December 2017

Registered Office& Principal Place of Business:

Level 27
111 Eagle Street
Brisbane QLD 4000

DIRECTORS' REPORT

Your Directors present their report on the consolidated entity (referred to hereafter as the group) consisting of Aus Tin Mining Ltd and the entities it controlled at the end of, or during, the half-year 31 December 2017.

DIRECTORS

The names of the Directors in office during the financial period and up to the date of this report are:

Brian Moller
Nicholas Mather
John Bovard
Richard Willson

CORPORATE STRUCTURE

Aus Tin Mining Limited ("Aus Tin Mining" or "the Company") is a company limited by shares that is incorporated and domiciled in Australia.

Aus Tin Mining Limited's registered office is at Level 27, 111 Eagle Street, Brisbane.

PRINCIPAL ACTIVITIES

The principal activities of the Group during the period involved exploration for tin, nickel and other commodities.

SIGNIFICANT EVENTS AFTER REPORTING DATE

On 31 January 2018, the company extinguished the liability for all amounts previously drawn under the Convertible Security Funding Agreement with The Australian Special Opportunity Fund LP via a mixture of cash repayment ($565,000) and equity conversions.

On 1 March 2018, the company issued 7,500,000 unlisted options each exercisable for $0.05 expiring 30 June 2020 under the employee share option scheme.

No other matter or circumstance has occurred subsequent to period end that has significantly affected, or may significantly affect, the operations of the group, the results of those operations or the state of affairs of the group or economic entity in subsequent financial period.

REVIEW AND RESULTS OF OPERATIONS

Granville Tin Project (TAS)

During the half the Company processed ore and reclaimed tailings under the Level 1 permit which provides that up to circa 2,500 tonnes of material be treated per annum. Processing under the Level 1 permit concluded in late 2017. During the half, the Company dispatched a five tonne parcel of high grade concentrate to pilot the logistics chain and provide the receiving smelter with a "trial" parcel of tin concentrate. During the half, recovery of tin to pre-concentrate further improved with reconfiguration of circuit for fine/coarse streams, multiple gravity stages and introduction of dewatering. At the end of Level 1 processing operations, the plant tails grade at 0.4%Sn was slightly higher than laboratory test work (approx. 0.3%Sn) but when normalised for a higher feed grade anticipated for fresh Run of Mine ore, tin recovery approximates that expected for Level 2 operations.

Figure 1a – Shipment Number 1 sold to Traxys Europe S.A

Figure 1b – DSM screen being installed prior to jig to improve tin recovery

During the half year the Company also undertook preparations for the transition to Level 2 operations, including the selection process for a mining and civil contractor. Ground conditions at the site were not yet sufficiently dry at the end of the calendar year to commence ground disturbing activities but subsequent to year end this has improved and the Company anticipates commencing civil works for Level 2 operations during the March quarter which are expected to take approximately six weeks. The change from Level 1 to Level 2 operations will permit the Company to increase the annual processing rate from 1,000m^3 (approximately 2,500 tonnes) to 16,000m^3 (approximately 40,000 tonnes), resume mining at the high-grade Granville East Mine, and facilitate an increase in plant utilisation.

Taronga & Torrington Tin Project (NSW)

In late December 2017 the Company received approval from the Glen Innes Severn Council for the Taronga Stage 1 Development Application, and follows the preparation and submission of a comprehensive Environmental Impact Statement (EIS) and extensive discussions with various NSW Government agencies and community groups. The approval contained a number of environmental and operating permit conditions imposed by various government agencies, most of which were contemplated in the EIS. Engineering work to satisfy certain other permit conditions, notably permeability thresholds for the Tailings Storage Facility and Waste Rock Emplacement, are underway.

The Taronga Stage 1 Project will comprise a trial mine and pilot plant to process approximately 340,000 tonnes of ore and produce a saleable concentrate over an 18 to 24 month period. A primary objective of the Stage 1 Project will be to assess areas of upside identified during the 2014 Pre-feasibility Study[1] (Updated PFS), including the potential for a higher resource grade, increased tin recovery and concentrate grade, and potential recovery of by-product credits including copper and silver. In itself, a higher resource grade could significantly improve the economics of the project and the trial mine will provide ore reconciliation data to assess this potential. All data generated from the Stage 1 Project will be used to support the larger scale development of the Taronga ore reserves as contemplated in the Updated PFS.

At Torrington the Company currently holds exploration licences totalling approximately 350km^2 (Figure 2) in one of Australia's oldest tin fields with reported historic production of 88,000 tonnes of contained tin.

[1] Refer ASX Announcement 7th April 2014

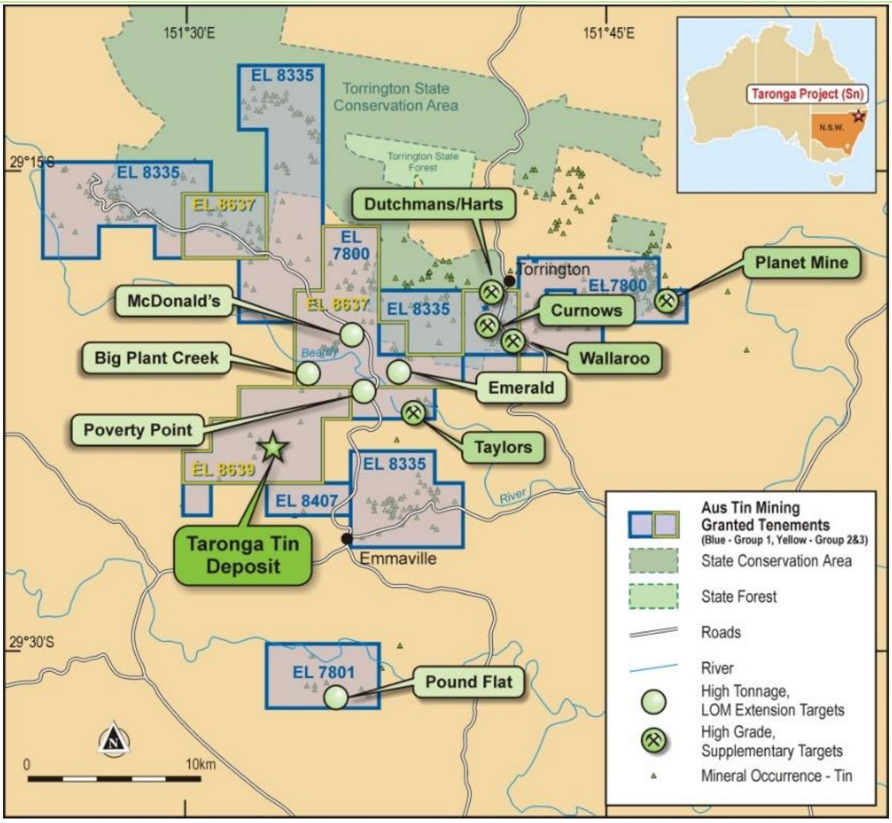


Figure 2 – Aus Tin Mining New England (NSW) exploration tenure

During the half year the Company was granted two exploration licences (EL 8637 and EL 8639) over an area that it considers prospective for the lithium bearing mica mineral, zinnwaldite[2]. The New England geological setting is dominated by the intrusion of highly differentiated granites (locally the Mole Granite) into an acid volcanic and meta sediment pile, and both rock types are above crustal abundance in rubidium, cesium and lithium and the metals silver, molybdenum, tin, tantalum and tungsten. The Company has identified at least three locations close to the contact of the Mole Granite where historic mining activities coincide with reported presence of zinnwaldite. With the granting of the two exploration licences a geologist has been engaged to progress a program of exploration.

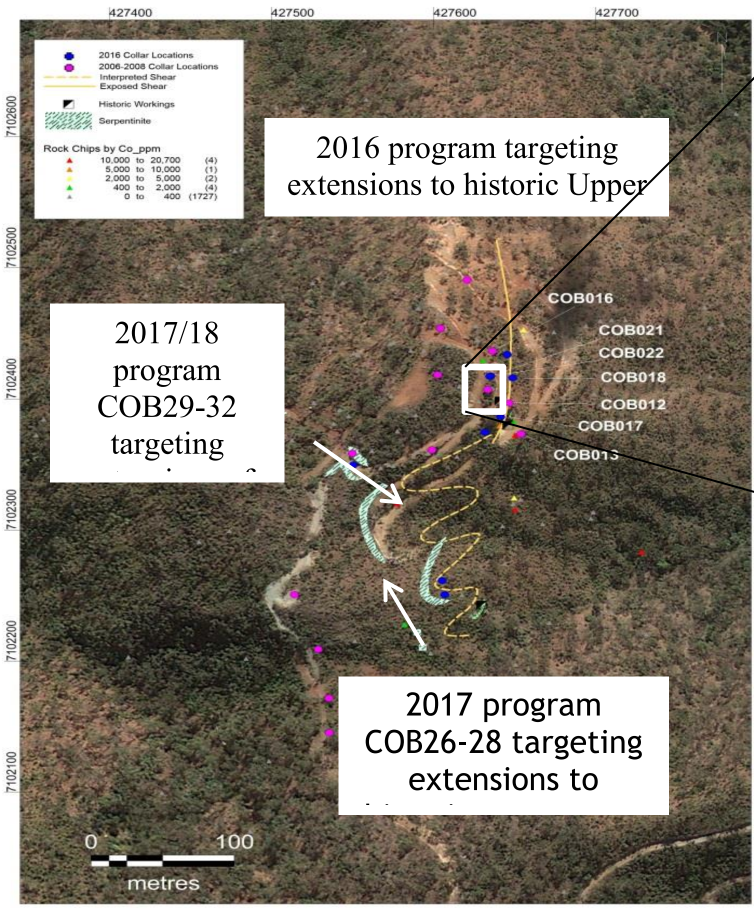
During the half year the Company commenced field reconnaissance at the historic Great Britain tin mine east of Emmaville which is reported as the richest deposit mined within the broader Vegetable Creek mine which yielded some 15,000 tonnes of tin[3]. Previous production was sourced primarily from alluvial material but exploration will focus on the potential source of tin, thought to be a sheeted vein system similar to the Taronga deposit.

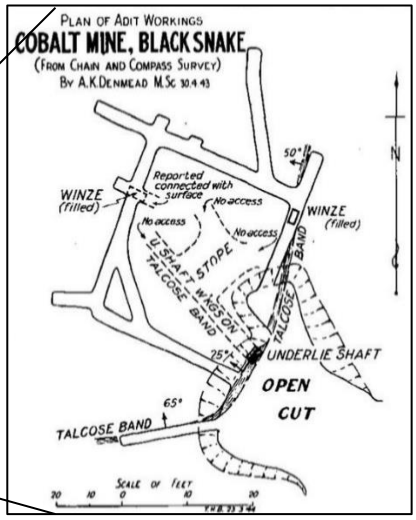
Mt Cobalt (QLD)

During the half year the Company undertook field reconnaissance at Mt Cobalt and commenced a program of diamond drilling targeting mineralisation below and along strike from the historic Smiths Mine Company (**Figure 3**). The drilling program was completed in January 2018, and subsequent to the half, high grade drilling results were reported, including 28.15m @ 0.29%Co & 0.73%Ni (COB029) and an average 0.32%Co & 0.62%Ni over 25m of assayed intervals for COB030. Both COB029 (0.13%Co) and COB030 (1.48%Co) finished in mineralisation.

Hole COB030 completed in January 2018 unexpectedly terminated in a void, thought to be historic workings. The Company has sourced a historic plan[4] (circa 1944) showing the extent of underground workings proximate to what is understood to be the Upper Adit and are approximately 100m north east of drill holes COB029 to COB32 (**Figure 3**). It is possible that historic underground mining operations extended to the north from the Smiths mine and further investigations are being conducted by the Company.

[2] Refer ASX Announcement dated 16th June 2016
[3] Source Geological Survey of New South Wales, Exploration Data Package, Henley & Brown, 2000
[4] Source: Queensland Government Mining Journal, April 1944





Plan of historic workings at Mt Cobalt (circa 1943)

Figure 3 – Location of 2016 & 2017 drilling programs and interpreted historic workings

During the half year the Company also announced an expanded exploration program at Mt Cobalt incorporating five additional targets as follows:

- Extensive nickel-cobalt oxide mineralisation at Mt Cobalt over an area 650m x 250m up to 100m depth;
- Previously untested magnetic anomaly immediately north of Mt Cobalt;
- Large scale nickel-cobalt mineralisation at Ridleys and Jackson North south east of Mt Cobalt;
- Nickel-cobalt sulphides at Pembroke south of Mt Cobalt; and
- Cobalt mineralisation in the historic Tablelands pit south of Mt Cobalt.

The periphery of the Black Snake Porphyry (Figure 4) is considered prospective for nickel, cobalt, copper, and silver. The historic gold mines at Shamrock and Tablelands also highlight the potential for gold mineralisation within the region.

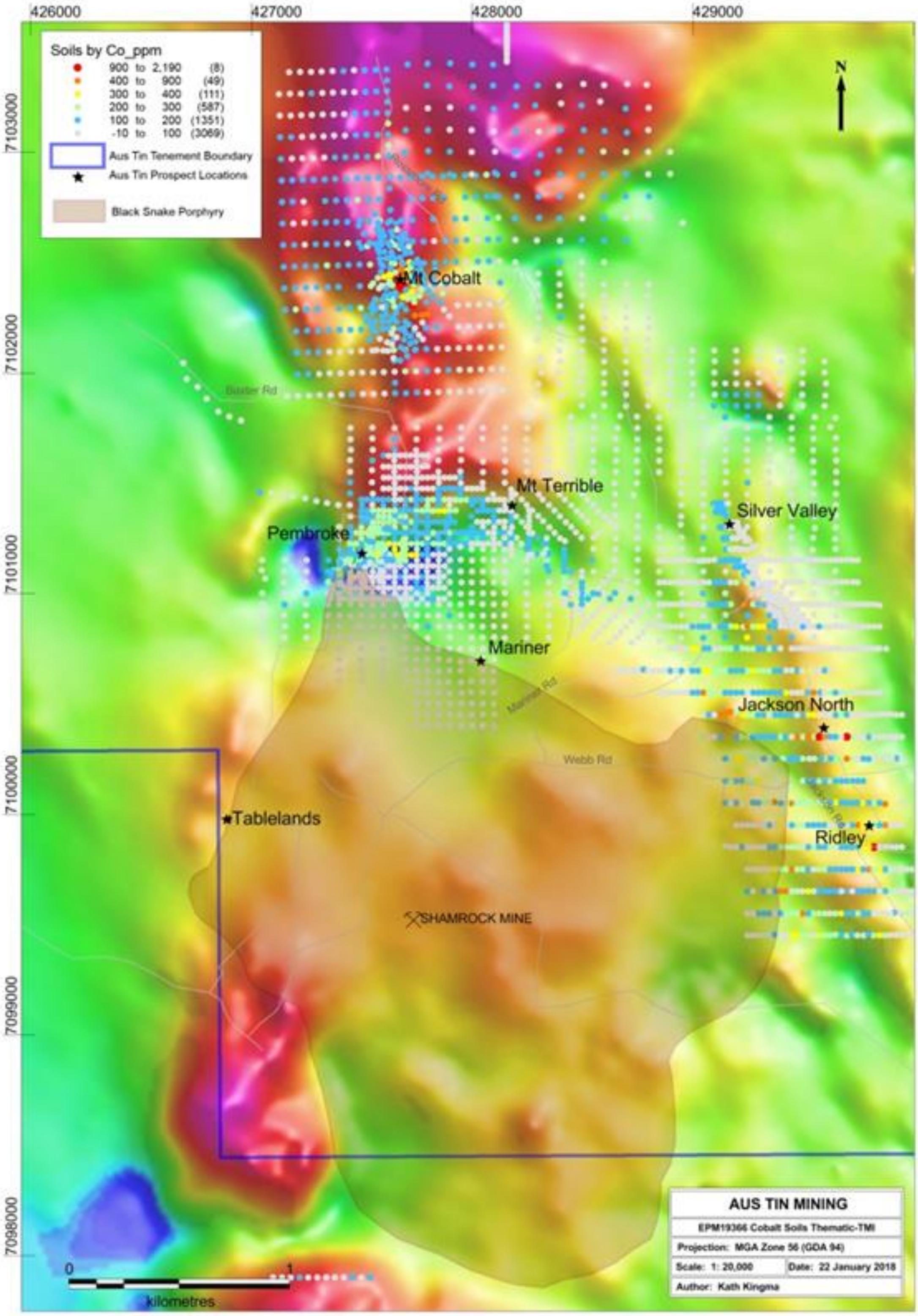


Figure 4 – Soil geochemistry and Magnetic Survey (TMI) data for Mt Cobalt to Ridley

The loss after income tax for the Group for the half-year ended 31 December 2017 was $1,467,408 (31 December 2016 loss of $788,417).

AUDITOR'S INDEPENDENCE DECLARATION

The Auditor's Independence Declaration forms part of the Directors' Report and can be found on page 8.

Signed in accordance with a resolution of the Board of Directors:

Nicholas Mather
Director
Brisbane
Date: 14 March 2018

COMPETENT PERSON STATEMENT

The information in this presentation that relates to Exploration Targets and Exploration Results is based on information compiled by Mr Nicholas Mather B.Sc (Hons) Geol., who is a Member of The Australian Institute of Mining and Metallurgy. Mr Mather is employed by Samuel Capital Pty Ltd, which provides certain consultancy services including the provision of Mr Mather as a Director of Aus Tin Mining. Mr Mather has more than five years experience which is relevant to the style of mineralisation and type of deposit being reported 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, Minerals Resources and Ore Reserves' (the JORC Code). This public report is issued with the prior written consent of the Competent Person(s) as to the form and context in which it appears.

The information in this Announcement that relates to Mineral Resources is based on information extracted from the report entitled "Maiden JORC Resource Estimated for the Taronga Tin Project" created on 26th August 2013 and is available to view on www.austinmining.com.au Aus Tin Mining 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.

In the information in this Announcement that relates to Ore Reserves is based on information extracted from the report entitled "Pre-Feasibility Advances the Taronga Tin Project" created on 7th April 2014 and is available to view on www.austinmining.com.au. Aus Tin Mining 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.

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DECLARATION OF INDEPENDENCE BY D P WRIGHT TO THE DIRECTORS OF AUS TIN MINING LIMITED

As lead auditor for the review of Aus Tin Mining Limited for the half-year ended 31 December 2017, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Aus Tin Mining Limited and the entities it controlled during the period.

D P Wright
Director

BDO Audit Pty Ltd

Brisbane, 14 March 2018

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the half year ended 31 December 2017

	Notes	31 December 2017 $	31 December 2016 $
Revenue	3	61,511	-
Cost of sales	4	(34,194)	-
Gross profit/(loss)		**27,317**	**-**
Other income	3	-	627
Other expenses	4	(1,482,697)	(787,044)
Profit/(loss) before income tax and net finance expenses		**(1,455,380)**	**(786,417)**
Finance income		780	1,870
Financial expenses	4	(12,808)	(3,870)
Profit/(loss) before income tax expense		**(1,467,408)**	**(788,417)**
Income tax (expense)/benefit		-	-
Profit/(loss) for the period		**(1,467,408)**	**(788,417)**
Other comprehensive income		-	-
Total comprehensive profit/(loss) for the period		**(1,467,408)**	**(788,417)**

Earnings per share		Cents per share	Cents per share
Basic earnings per share	5	(0.1)	(0.1)
Diluted earnings per share	5	(0.1)	(0.1)

The above consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 31 December 2017

	Notes	31 December 2017 $	30 June 2017 $
Current assets			
Cash and cash equivalents		1,521,719	591,849
Trade and other receivables		35,746	30,547
Inventories	4	1,014,235	917,670
Other current assets		121,080	121,080
Total current assets		**2,692,780**	**1,661,146**
Non-current assets			
Other financial assets		210,409	210,409
Property, plant and equipment		278,691	322,901
Exploration and evaluation assets		10,151,454	10,008,508
Total non-current assets		**10,640,554**	**10,541,818**
Total assets		**13,333,334**	**12,202,964**
Current liabilities			
Trade and other payables		1,024,991	1,092,389
Other financial liabilities	6	-	62,499
Total current liabilities		**1,024,991**	**1,154,888**
Non-current liabilities			
Provisions		150,000	150,000
Other financial liabilities	6	1,087,415	1,000,000
Total non-current liabilities		**1,237,415**	**1,150,000**
Total liabilities		**2,262,406**	**2,304,888**
Net assets		**11,070,928**	**9,898,076**
Equity			
Issued capital	7	19,889,602	17,577,453
Share-based payments reserve		1,545,763	1,217,652
Accumulated losses		(10,364,437)	(8,897,029)
Total equity attributable to owners of Aus Tin Mining Limited		**11,070,928**	**9,898,076**

The above consolidated statement of financial position should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the half year ended 31 December 2017

	Issued Capital $	Share-based payments Reserve $	Accumulated losses $	Total Equity $
Balance at 1 July 2016	**15,269,783**	**1,183,307**	**(7,036,095)**	**9,416,995**
Loss for the period	-	-	(788,417)	(788,417)
Total comprehensive loss for the period	**-**	**-**	**(788,417)**	**(788,417)**
Shares issued during the period	2,406,658	-	-	2,406,658
Share issue costs, net of tax	(141,412)	34,345	-	(107,067)
Balance at 31 December 2016	**17,535,029**	**1,217,652**	**(7,824,512)**	**10,928,169**
Loss for the period	-	-	(1,030,093)	(1,030,093)
Total comprehensive loss for the period	-	-	(1,030,093)	(1,030,093)
Shares issued during the period	-	-	-	-
Share issue costs, net of tax	42,424	-	(42,424)	-
Balance at 30 June 2017	**17,577,453**	**1,217,652**	**(8,897,029)**	**9,898,076**
Loss for the period	-	-	(1,467,408)	(1,467,408)
Total comprehensive loss for the period	**-**	**-**	**(1,467,408)**	**(1,467,408)**
Shares issued during the period	2,400,000	-	-	2,400,000
Share issue costs	(87,851)	-	-	(87,851)
Share based payments	-	328,111	-	328,111
Balance at 31 December 2017	**19,889,602**	**1,545,763**	**(10,364,437)**	**11,070,928**

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CASH FLOWS
For the half year ended 31 December 2017

	Notes	31 December 2017 $	31 December 2016 $
Cash flows from operating activities			
Receipts from customers		61,511	-
Payments to suppliers and employees (inclusive of goods and services tax)		(716,240)	(1,038,699)
Interest paid		(12,808)	(3,526)
Interest received		780	1,870
Net cash flows from operating activities		**(666,757)**	**(1,040,355)**
Cash flows from investing activities			
Net payments for security deposits		-	(1,280)
Acquisition of property, plant and equipment		(33,375)	(59,789)
Payments for exploration and evaluation assets		(178,898)	(166,159)
Net cash flows from investing activities		**(212,273)**	**(227,228)**
Cash flows from financing activities			
Proceeds from the issue of shares		1,457,800	1,867,881
Transactions costs on the issue of shares		(86,400)	(72,948)
Proceeds from the issue of convertible notes		500,000	-
Repayment of borrowings		(62,500)	-
Net cash flows from financing activities		**1,808,900**	**1,794,933**
Net increase/(decrease) in cash and cash equivalents		929,870	527,350
Cash and cash equivalents at the beginning of the period		591,849	(55,172)
Cash and cash equivalents at the end of the period		**1,521,719**	**472,178**

The above consolidated statement of cash flows should be read in conjunction with the accompanying notes.

NOTES TO THE FINANCIAL STATEMENTS
For the half year ended 31 December 2017

Note 1: Summary of Significant Accounting Policies

Corporate Information
The financial report of Aus Tin Mining Limited (the "Company") and its controlled entities (the "Group") for the half year ended 31 December 2017 was authorised for issue in accordance with a resolution of the Directors on 14 March 2018.

Aus Tin Mining Limited is a public company limited by shares incorporated and domiciled in Australia. The Company's registered office is located at Level 27, 111 Eagle Street, Brisbane, Qld 4000.

The nature of the operations of the operations and principal activities of the Company are described in the Directors' Report.

Basis of Preparation
This general purpose financial report for the half-year ended 31 December 2017 has been prepared in accordance with the Australian Accounting Standard AASB 134 Interim Financial Reporting and the *Corporations Act 2001*.

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Group as the full financial report. Accordingly, this half year financial report is to be read in conjunction with the annual financial report for the year ended 30 June 2017 and any public announcements made by the Company during the half-year reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

Except for as set out in the report, the same accounting policies and methods of computation have generally been followed in this half-year financial report as compared with the most recent annual financial report.

Going concern
The half-year report has been prepared on a going concern basis which contemplates the continuity of normal business activities and the realisation of assets and discharge of liabilities in the ordinary course of business.

For the half-year ended 31 December 2017, the Group generated a consolidated loss of $1,467,408 and incurred operating cash outflows of $666,757. As at 31 December 2017 the Group had cash and cash equivalents of $1,521,719, net current assets of $1,667,789 and net assets of $11,070,928. Current liabilities included:

1. Trade and other payables to the Group's major shareholder, DGR Global Limited, totalling $369,752; and
2. Trade and other payables to Directors, management and their related entities totalling $327,793.

The ability of the Group to continue as a going concern is dependent upon the Group being able to manage its liquidity requirements by taking some or all of the following actions:

1. Continued production and generation of revenue from the Granville assets;
2. Raising additional capital or securing other forms of financing, as and when necessary to meet the levels of expenditure required for the Group to continue to explore the mineral properties in which it has an interest and to meet the Group's working capital requirements;
3. Conversion to equity of amounts payable to DGR Global Limited, Directors and other related parties;
4. Reducing its level of capital expenditure through farm-outs and/or joint ventures;
5. Reducing its working capital expenditure; and
6. Disposing of non-core assets.

These conditions give rise to a material uncertainty which may cast significant doubt over the Group's ability to continue as a going concern.

NOTES TO THE FINANCIAL STATEMENTS
For the half year ended 31 December 2017

Note 1: Summary of Significant Accounting Policies (continued)

Going concern (continued)

Notwithstanding the above, the Directors consider it appropriate to prepare the financial statements on a going concern basis after having regard to the following matters:

1. Continued revenue and cash flows commencing during the second half of financial year ending 30 June 2018 on production at the Granville mine;
2. The Group's major shareholder, DGR Global Ltd, and Directors have given written assurance that they will not call for the payment of the outstanding amounts owing until such time as the Group is in a position to pay same. These parties may also consider the conversion of all or part of the outstanding amounts as part of any such capital raising, dependent on the circumstances;

Should the Group be unable to continue as a going concern, it may be required to realise its assets and liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements.

The financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts, or to the amount and classification of liabilities that might be required should the Group not be able to achieve the matters set out above and thus be able to continue as a going concern.

Note 2: Segment Information

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources. The Company does not yet have any products or services from which it derives an income.

Accordingly, management currently identifies the Group as having only one reportable segment, being exploration for Tin, Nickel, Gold and Copper. The financial results from this segment are equivalent to the financial statements of the Group. There have been no changes in the operating segments during the year.

All assets are located in Australia.

NOTES TO THE FINANCIAL STATEMENTS
For the half year ended 31 December 2017

	31 December 2017 $	31 December 2016 $
Note 3: Revenue and other income		
Revenue		
- Revenue from contracts with customers	61,511	-
Total Revenue	**61,511**	**-**
Other Income		
- Other	-	627
Total Other Revenue	**-**	**627**
Note 4: Cost of Sales and other expenses		
Production costs		
Opening inventory	917,670	530,000
Employment and labour expenses	74,798	174,645
Chemicals and consumables	2,357	18,296
Earthmoving	17,781	10,370
Laboratory expenses	35,823	5,318
Closing inventory	(1,014,235)	(738,629)
Total production costs	**34,194**	**-**
Other expenses		
Administration and consulting expense	737,942	473,719
Exploration costs written off	43	-
Depreciation and amortisation	77,585	57,296
Legal expenses	2,484	2,362
Other operating costs	99,117	253,667
Share based payments expense	328,111	-
Movement in fair value of convertible note	237,415	-
Total other expenses	**1,482,697**	**787,044**
Financial expenses		
Interest paid	12,808	3,870
	12,808	**3,870**

Note 5: Earnings Per Share (EPS)

(a) Earnings	31 December 2017 $	31 December 2016 $
Earnings used to calculate basic and diluted EPS	(1,467,408)	(788,417)

	Number of Shares	Number of Shares
(b) Weighted average number of shares and options		
Weighted average number of ordinary shares outstanding during the period, used in calculating basic earnings per share	1,701,058,067	1,536,799,389
Weighted average number of dilutive options outstanding during the period*	-	-
Weighted average number of ordinary shares and potential ordinary shares outstanding during the period, used in calculating diluted earnings per share	1,701,058,067	1,536,799,389

*Options are not considered dilutive as they are currently out of the money. Options may become dilutive in the future.

NOTES TO THE FINANCIAL STATEMENTS
For the half year ended 31 December 2017

Note 6: Other financial liabilities

(i) Current other financial liabilities	31 December 2017 $	30 June 2017 $
Secured		
Bank loans	-	62,499
Total secured current other financial liabilities		**62,499**

The bank loan was secured by a first registered mortgage over certain freehold properties owned by the Group. The interest rate was 6.21% and was repayable in August 2017.

(ii) Non-current other financial liabilities	31 December 2017 $	30 June 2017 $
Secured		
Convertible note	1,087,415	1,000,000
Total secured other financial liabilities	**1,087,415**	**1,000,000**
Movements in carrying value		
Opening balance	1,000,000	-
Face value of convertible notes issued	500,000	1,000,000
Conversions/repayments	(650,000)	-
Movement in fair value	237,415	
Closing balance	**1,087,415**	**1,000,000**

On 16 June 2017, Aus Tin Mining Ltd entered into a Convertible Security Funding Agreement with The Australian Special Opportunity Fund LP for an aggregate of $1 million. On 31 October 2017, an additional $0.5 million was drawn down. This Convertible Securities subscription is to fund the start-up of the Granville Tin Mine in Tasmania as well as for general corporate and working capital purposes.

The principal terms of the Convertible Notes issued by Aus Tin Mining are as follows:

Issue Amount:	Up to $3.5 million
Issue Price:	Face value of up to $4.2 million
Interest Rate:	10% per annum
Interest Payments:	Interest paid at the end of term (included in face value)
Maturity Date:	24 months
Conversion Terms:	The Conversion Price will be the lesser of: (i) 90% of the average of five consecutive daily VWAPs, chosen by Investor, during the 20 trading days prior to conversion or (ii) AU$0.016.
Security:	The Convertible Notes will be secured by a General Security Agreement over the Company and guarantee & indemnities from its wholly owned subsidiaries.
Options:	62,500,000 options exercisable at $0.02 per share expiring 16 June 2020 and 31,250,000 options exercisable at $0.0135 expiring 3 November 2020.
Collateral Shares:	15,000,000 shares.
Commitment Fee:	$25,000

AusTinMining

NOTES TO THE FINANCIAL STATEMENTS
For the half year ended 31 December 2017

	31 December 2017 $	30 June 2017 $
Note 7: Issued Capital		
(a) Issued and paid up capital		
Ordinary shares fully paid	20,348,728	17,948,728
Share issue costs	(459,126)	(371,275)
	19,889,602	**17,577,453**

Ordinary shares participate in dividends and the proceeds on winding up the Company. At shareholder meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on show of hands.

(b) Reconciliation of issued and paid-up capital	Number of Shares	Number of Shares
Opening balance	**1,672,657,946**	1,438,779,987
Shares issued (1)	-	68,181,818
Shares issued (2)	-	150,696,141
Shares issued (3)	-	15,000,000
Shares issued (4)	25,000,000	-
Shares issued (5)	175,000,000	-
Shares issued (6)	55,555,556	-
Closing balance	**1,928,213,502**	**1,672,657,946**

(1) On 6 September 2016, 68,181,818 $0.011 ordinary shares were issued in a private placement for cash, net of share issue costs of $49,349.
(2) On 26 October 2016, 150,696,141 $0.011 ordinary shares were issued in pursuant to a non-renounceable rights issue. Of this total 104,838,749 shares were issued for cash and 45,857,392 shares were issued for settlement of debts, net of share issue costs of $92,063.
(3) On 16 June 2017, 15,000,000 ordinary shares were issued for nil consideration as collateral shares pursuant to the Convertible Security Funding Agreement with the Australian Special Opportunity Fund, L.P., a fund managed by the Lind Partners.
(4) On 14 September 2017, 25,000,000 $0.006 ordinary shares were issued as conversion shares pursuant to the Convertible security funding agreement with the Australian Special Opportunity Fund, L.P., a fund managed by The Lind Partners.
(5) On 18 December 2017, 175,000,000 $0.01 ordinary shares were issued in a private placement for cash, net of share issue cost of $86,311.
(6) On 27 December 2017, 55,555,556 $0.009 ordinary shares were issued as conversion shares pursuant to the Convertible security funding agreement with the Australian Special Opportunity Fund, L.P., a fund managed by the Lind Partners, net of share issue cost of $1,540.

(c) Options

As at 31 December 2017, there were 162,000,000 unissued ordinary shares of AusTin Mining Ltd under option, held as follows:

Options on Issue in DGR Global Ltd	Number	Exercise Price	Expiry
Unlisted Convertible Note options	62,500,000	$0.02	16/06/20
Unlisted Convertible Note Options	31,250,000	$0.0135	03/11/20
Unlisted employee options	28,250,000	$0.02	14/06/20
Unlisted Director options	40,000,000	$0.02	16/06/20

NOTES TO THE FINANCIAL STATEMENTS
For the half year ended 31 December 2017

Note 8: Fair Value:

Fair value hierarchy
The following table details the consolidated entity's assets and liabilities, measured or disclosed at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement being:
Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
Level 3: Unobservable inputs for the asset or liability.

(a) The following table presents the Group's assets and liabilities measured and recognised at fair value at 31 December 2017 and 30 June 2017:

	Level 1 $	Level 2 $	Level 3 $	Total $
31 December 2017				
Convertible note payable	-	-	1,087,415	1,087,415
30 June 2017				
Convertible note payable	-	-	1,000,000	1,000,000

(b) The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurements:

Description	Fair value at reporting date $	Unobservable Inputs*	Range of inputs	Relationship of unobservable inputs to fair value
31 December 2017				
Convertible note payable	1,087,415	Share price volatility	110%	Higher volatility (+10 bps) would increase FV by $1,357; lower volatility (+10 bps) would decrease FV by $19,974.
		Risk-free interest rate	1.89 - 1.96%	Lower discount rate (-25 bps) would decrease FV by $329; higher discount rate (+25 bps) would decrease FV by $327.

* There were no significant inter-relationships between unobservable inputs that materially affect fair values.

Note 9: Cash flow reconciliation

	31 December 2017 $	31 December 2016 $
Loss after income tax	(1,467,408)	(788,417)
Non-cash items		
- Depreciation and amortisation	77,585	57,296
- Write-back of exploration expenditure written off	43	-
- Debt to equity conversions	300,000	504,431
- Share based payments	328,111	-
- Movement in fair value of convertible note	237,415	-
Changes in operating assets and liabilities*		
(Increase) decrease in trade and other receivables	(5,199)	(17,131)
(Increase) decrease in prepayments	-	(1,698)
Increase (decrease) in trade and other payables	(137,304)	(794,836)
Net cash flows from operating activities	**(666,757)**	**(1,040,355)**

* Net of amounts relating to exploration and evaluation assets.

NOTES TO THE FINANCIAL STATEMENTS
For the half year ended 31 December 2017

Note 10: Contingent Assets and Contingent Liabilities

The directors are not aware of any contingent assets or contingent liabilities at the date of this report.

Note 11: Subsequent Events

On 31 January 2018, the company extinguished the liability for all amounts previously drawn under the Convertible Security Funding Agreement with The Australian Special Opportunity Fund, L.P via a mixture of cash repayment ($565,000) and equity conversions.

On 1 March 2018, the company issued 7,500,000 unlisted options each exercisable for $0.05 expiring 30 June 2020 under the employee share option scheme.

No other matter or circumstance has occurred subsequent to period end that has significantly affected, or may significantly affect, the operations of the group, the results of those operations or the state of affairs of the group or economic entity in subsequent financial periods.

DIRECTORS' DECLARATION

In accordance with a resolution of the Directors of Aus Tin Mining Limited, I state that:

In the opinion of the Directors:

1. The attached half-year financial report and notes of the consolidated entity are in accordance with the Corporations Act 2001, including:

    (a) Giving a true and fair view of the financial position as at 31 December 2017 and the performance for the half-year ended on that date of the consolidated entity; and

    (b) Complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

2. There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

On behalf of the board

Nicholas Mather
Director
Brisbane
Date: 14 March 2018

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Aus Tin Mining Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Aus Tin Mining Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2017, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year then ended, notes comprising a statement of accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of the Group is not in accordance with the *Corporations Act 2001* including:

(i) Giving a true and fair view of the Group's financial position as at 31 December 2017 and of its financial performance for the half-year ended on that date; and

(ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

Emphasis of matter – Material uncertainty relating to going concern

We draw attention to Note 1 in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our conclusion is not modified in respect of this matter.

Directors' responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2017 and its financial performance for the half-year ended on that date and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of the Group, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001,* which has been given to the directors of the Group, would be in the same terms if given to the directors as at the time of this auditor's review report.

BDO Audit Pty Ltd

BDO

D P Wright
Director

Brisbane, 14 March 2018