



Quarterly Activities Report - Period Ended 31 December 2021

Aus Tin Mining Ltd
("the Company", "ANW"
or "Aus Tin Mining")

ASX CODE: ANW

At Time of Publication

Shares on Issue

12.72 Billion

Unlisted Options

16.5 Million

Market Capitalisation

\$12.7M (at \$0.001/share)

DIRECTORS

Brian Moller (Chairman)
Nick Mather
Richard Willson
Brad Gordon

CHIEF EXECUTIVE OFFICER

Rob Kidd (Interim)

COMPANY SECRETARY

John Haley

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REVIEW OF PROJECT ACTIVITIES

Summary

- Aus Tin Mining announced on 8 November a major transaction, being the divestment of the Taronga Tin Project to First Tin plc ("First Tin") for an estimated \$34m in cash and equity. First Tin is a globally diverse tin company and ANW directors supported this transaction in order to accelerate the mine development at Taronga. The transaction is subject to a number of conditions (detailed below) including First Tin listing on the London Stock Exchange which is expected to occur in March 2022.
- **The Ashford Coking Coal Project (40% Aus Tin Mining)**
Following the planned divestment of the Taronga Project, the Ashford Coking Coal Project will become the immediate focus of the Company. During 2022 all efforts will be directed towards advancing the project to development.

The Taronga Divestment

- Execution of Sales and Purchase Agreement announced 8 November 2021.
- The Purchaser is First Tin Limited, a UK based tin focused company with substantial tin assets in Saxony, Germany.

➤ Under the terms of the SPA:

1. Aus Tin will receive 60 million shares in First Tin, or a minimum of 22.6% of the shares in First Tin at an expected issue price of not less than 30 pence in conjunction with a Capital Raising by First Tin of not less than £20 million. Aus Tin has been provided with an anti-dilution mechanism whereby its share consideration will increase in the event the issue price is lowered below 30 pence so its equity % shareholding is maintained.
2. The shares which Aus Tin is granted in First Tin will be subject to a maximum escrow period of 12 months. Under the SPA, the escrow period for some of the shares may be reduced if there is a change in control of First Tin or upon listing the First Tin shares trade at prices substantially in excess of the anticipated issue price during the escrow period.
3. In addition to share consideration in First Tin, Aus Tin has now received cash of A\$1.35 million.



4. Aus Tin will be granted one Board seat provided its shares in First Tin constitute more than 10% of First Tin. Nicholas Mather is expected to fill that position.
5. A Services Agreement with Robert Kidd (Interim CEO of Aus Tin) will be executed to appoint him as the Project Manager of the Taronga Project as a consultant to First Tin on completion of the deal.
6. Subsequent to the end of the 31 December 2021 quarter, Aus Tin received shareholder approval for the sale of the Taronga Project at its Annual General Meeting on 28 January 2022. This approval is a condition of the sale of the Project and is also a requirement under ASX Listing Rules.

➤ **Sale consideration payable to Aus Tin:**

1. 60 million First Tin shares at an expected issue price of 30p = £18 million which at current exchange rates is currently notionally equivalent to A\$33.96 million.
2. Cash of A\$1.35 million (which has now been received).
3. Expected Total Consideration = A\$35.31 million.

➤ **Taronga Project advances towards development as a significant tin producer**

1. First Tin is on track with its Initial Public Offering (IPO) in the UK and expects to list on the London Stock Exchange (LSE) towards the end of Quarter 1 2022 after raising £20 million (approximately AUD\$38M).
2. First Tin has advanced A\$1.35M to Taronga Mines Pty. Ltd to facilitate the purchase of a property immediately adjacent and to the north of the Taonga Project. This A\$ 1.35M is in addition to the A\$1.35M paid to Aus Tin under the terms of the SPA. The property, known as “Wellcamp” covers approximately 2,080 hectares and its ownership will simplify the processes required to permit water and tailings dams as well as treatment plant facilities, and may also assist in providing environmental offsets.
3. Taronga Mines is currently in the process of finalising another purchase of freehold land around the Taronga Project. Again, the acquisition of this property will simplify the development of the project as access agreements and compensation agreements for loss of income by the landholder will not be necessary.

About First Tin

First Tin Ltd is a well-funded, UK based, public unlisted company that is planning a standard listing on the London Stock Exchange (LSE) in the first quarter of 2022, after raising between £20M to £30M. The company holds two advanced stage tin projects in Germany: Tellerhauser and Gottesberg, with combined resources of 216,000t tin plus significant copper, zinc, indium and magnetite. These projects are well located in the heart of Europe, being in the Erzgebirge (Ore Mountains) district in the state of Saxony, south-eastern Germany, close to the Freiberg Cluster – a hub for raw materials research and development and home to the largest collection of smelters in Europe. A long tradition of mining exists in the area, with the first written mine records dating back to the year 1268.

A pre-feasibility study (PFS) has shown the Tellerhauser project to be viable and a definitive feasibility study (DFS) is planned to commence in early 2022, along with a large drilling programme designed to increase the resource base and convert additional inferred mineralisation to indicated status. It is planned to make this project a showcase for environmentally friendly mining, being a “zero waste mine” with all waste rock and tailings remaining or returning underground.

First Tin has a very strong management team including the CEO, Thomas Buenger, who was previously Chief Operating Officer of Arubis, the largest smelting conglomerate in Europe, and has the aim of becoming a globally significant producer of tin in Tier 1 jurisdictions where tracing tin from mine to end product will be entirely transparent. The addition of the Taronga project to First Tin's portfolio of projects will significantly strengthen that position, with a second DFS planned to be run concurrently, starting in early 2022. The total resource base of the company will increase to over 273,000t tin, equivalent to the fourth largest undeveloped tin resource worldwide. Subject to completing the two DFSs, annual production is targeted to be between 5,000t and 6,000t tin in concentrates.

The Taronga project contains 36.3 million tonnes of ore at an average grade of 0.16% Sn containing 57,200 tonnes of tin metal, 26,400 tonnes of copper and 4.4 million ounces of silver (see Table 1 and Table 2 below for a full report of the JORC 2012 compliant resource).

Table 1: Taronga Tin Project - Tin Mineral Resource (JORC 2012)

Taronga Tin Deposit - Mineral Resource (JORC 2012) (0.1% Sn Cut-off Grade)									
	Indicated			Inferred			Total		
	Mt	Assay % Sn	Tin Metal Tonnes	Mt	Assay % Sn	Tin Metal tonnes	Mt	Assay % Sn	Tin Metal tonnes
Northern Zone	19.3	0.16	30,800	7.7	0.12	9,300	27.0	0.15	40,100
Southern Zone	7.6	0.19	14,400	1.7	0.16	2,700	9.3	0.19	17,100
Total	26.9	0.17	45,200	9.4	0.13	12,000	36.3	0.16	57,200

Table 2: Taronga Tin Project - Copper and Silver Mineral Resource (JORC 2012)

Taronga Tin Deposit – Copper and Silver Mineral Resource (JORC 2012)									
	Indicated			Inferred			Total		
	Mt	Assay % Cu & g/t Ag	Contained Metal tonnes or oz	Mt	Assay % Cu & g/t Ag	Contained Metal tonnes or oz	Mt	Assay % Cu & g/t Ag	Contained Metal tonnes or oz
Northern Zone									
Copper	-	-	-	27.0	0.07	19,000t	27.0	0.07	19,000t
Silver	-	-	-	27.0	3.8	3,300,000oz	27.0	3.8	3,300,000oz
Southern Zone									
Copper	-	-	-	9.3	0.08	7,400t	9.3	0.08	7,400t
Silver	-	-	-	9.3	3.8	1,100,000oz	9.3	3.8	1,100,000oz
Total									
Copper	-	-	-	36.3	0.07	26,400t	36.3	0.07	26,400t
Silver	-	-	-	36.3	3.8	4,400,000oz	36.3	3.8	4,400,000oz

The Granville (Tasmania) Tin Project

The Company now holds a substantial tenement base in the area to the east of Granville Harbour as detailed in Appendix 1 and shown in Figure 1 below. Aus Tin will continue to maintain these properties in good standing as it considers expressions of interest in its Tasmanian tin properties. The Granville Project remains under care and maintenance. It is noted that the tin price recently touched a record all-time high

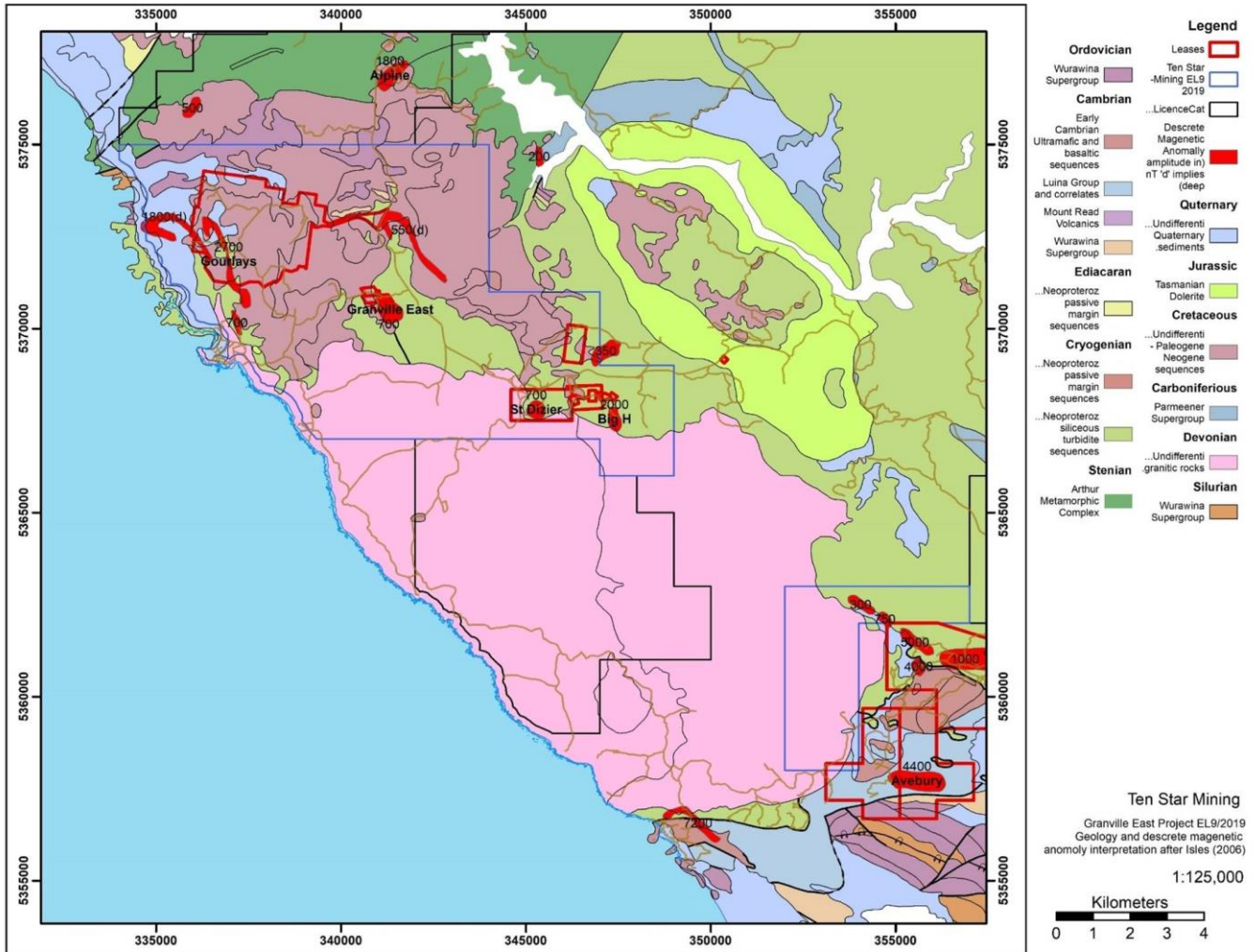


Figure 1 – Geological map highlighting EL/9/2019 and surrounding leases

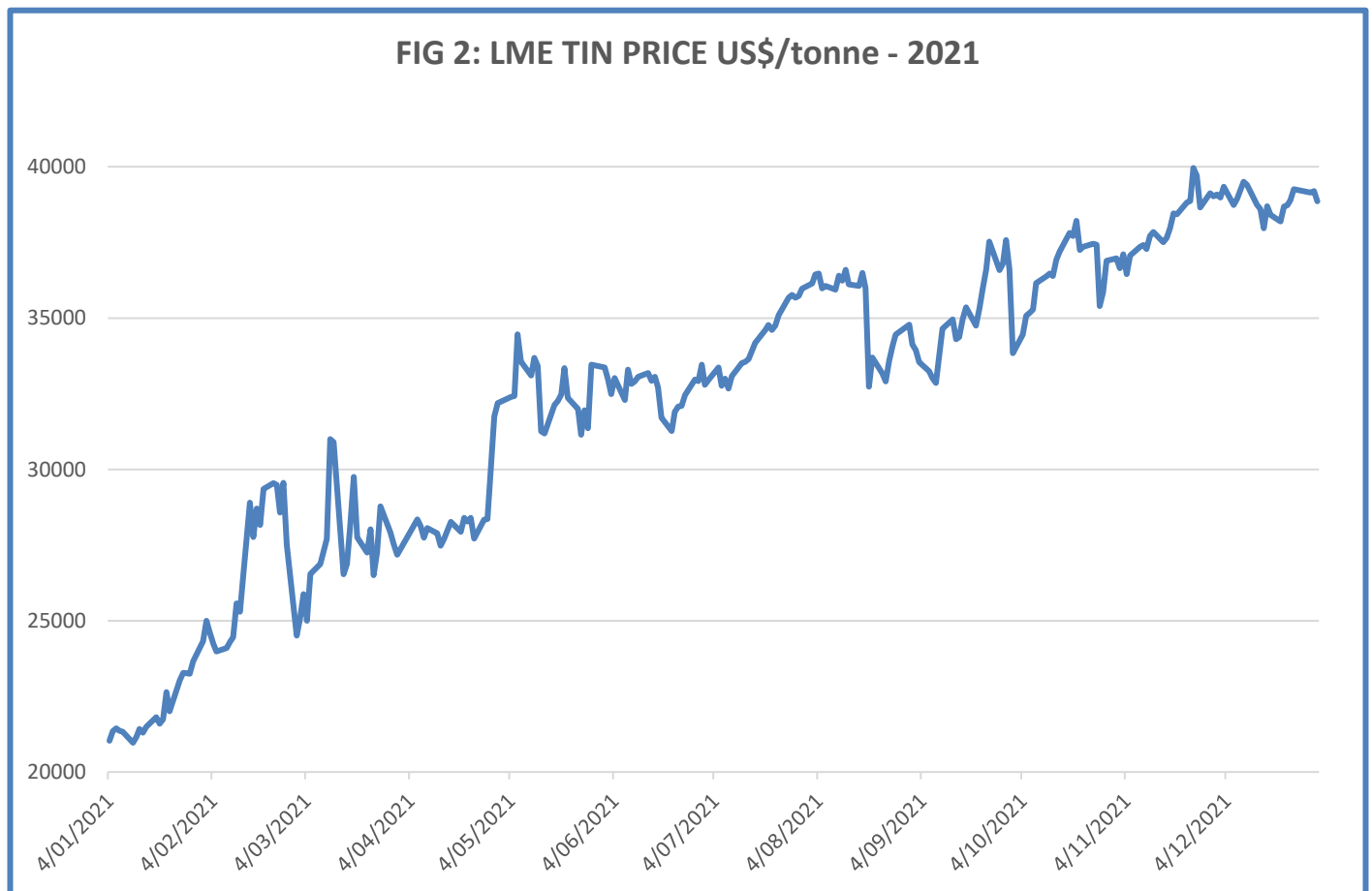
London Metals Exchange Tin Price

The tin price has performed strongly again during the December Quarter and finished the year at a price almost double that at the beginning of the year. The price performance is illustrated below in Figure 2.

On the supply side, the Malaysia Smelting Corporation said they would lift force majeure on December 20 which should see their production ramp up to full capacity. However, the International Tin Association (ITA) expects the 2021 deficit of tin supply compared to demand to be 18,000 tonnes.

Demand for tin remains strong. As semiconductor shortages dissipate, production of consumer electronics is expected to ramp up to meet pent-up demand for electrical goods. There has also been strong demand for both conventional and electrical vehicles.

The tin price movements during 2021 may be seen below in Figure:2.

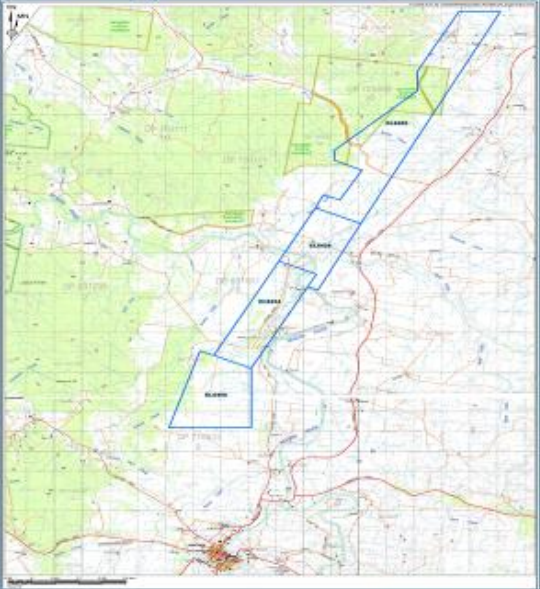


Coking Coal

Ashford Coking Coal Project (Ashford Project)

Ashford Coking Coal Project

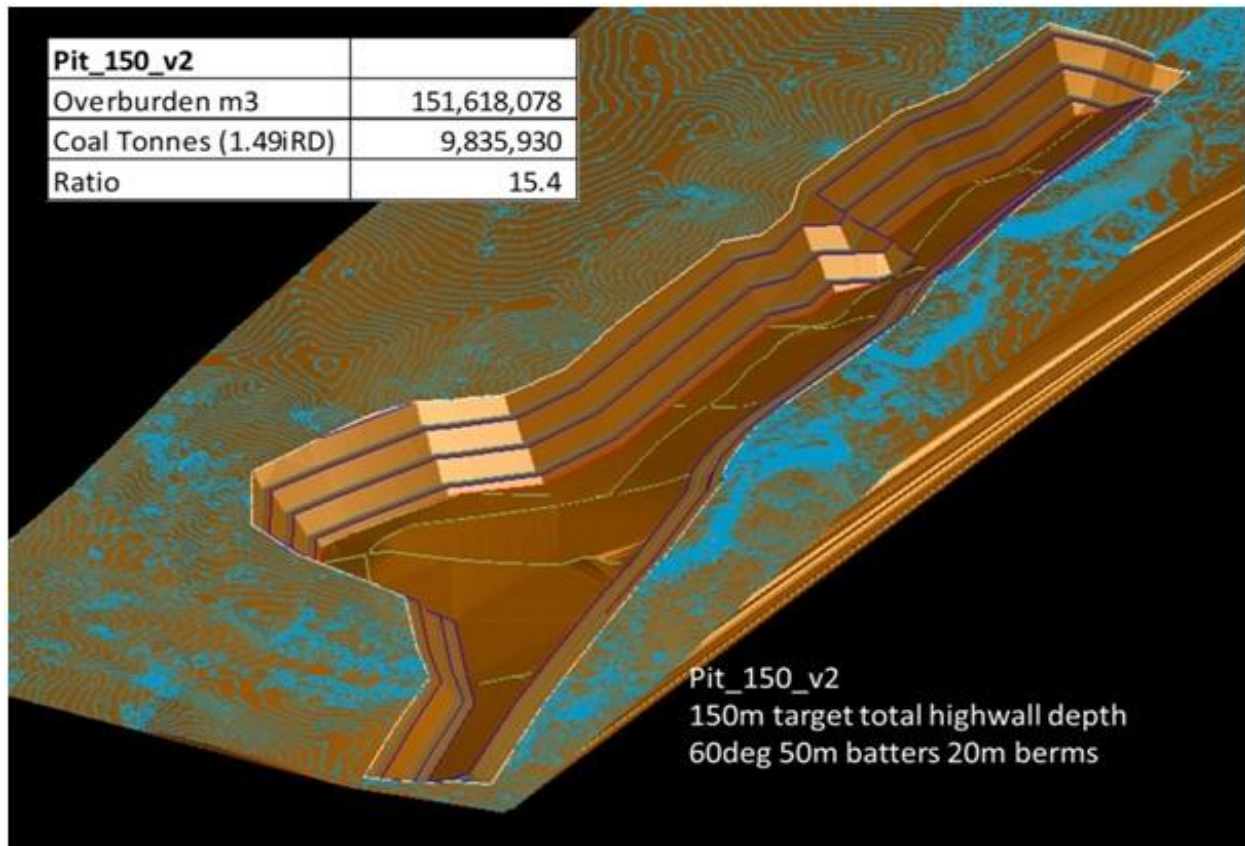
- Northern NSW
- Approx. 60km north of Inverell
- Falls within EL 6234 and EL 6428
- Project Area covers approx. 14 km²
- Approx. 14.8 Mt Resource of hard coking coal



Hansen Bailey

A number of outstanding issues requiring resolution in order to progress the Ashford Project toward production are being addressed and advanced.

- **Mine Design** – a conceptual mine plan is now completed to a high level with pit plan completed in first draft. Infrastructure construction, taking into account, waste, haul roads will be added to the pit design to allow the Environmental Foot Print to be assessed for advance of Environmental Impact Studies (“EIS”) surveys .



Ashford Pit Preliminary Design

- **EIS Portion of Development Consent (James Bailey & Ass. Currently Engaged)** - Background monitoring, water studies, and flora and fauna studies are all required to be undertaken based on the disturbance area calculated from the mine design work.
- **Native Title (Gomeri People)** - Completion of the Right to Negotiate process is well underway.

Exploration – Emmaville and Torrington

Exploration activities on the tenements have been extremely limited due to Covid-19 related restrictions. Border closures between Queensland and NSW have been in force during the period, making access onto the tenements impossible. Activities have been limited to desktop studies.

Cobalt and Nickel (Queensland Projects)

The Company committed limited expenditure on the tenements during the quarter.



Quarterly Expenditure

Due to the ongoing logistical and border crossing restrictions imposed as a result of COVID, the Company only spent approximately \$70,000 on exploration and project related asset purchases in the quarter. This does not include time for the CEO which may ultimately be capitalised to the cost of projects on a time-spent basis.

No funds were expended in relation to mining or production related activities.

Related Party Payments

During the quarter, the Company paid Directors Fees of \$53,000 during the quarter.

CFO and Company Secretary appointment

Mr. John Haley was appointed Chief Financial Officer (“CFO”) and Company Secretary of the Company during the quarter.

Convertible Security Funding Agreement (“CSFA”)

During the quarter, the CSFA with the Australian Special Opportunity Fund LP, a fund managed by the Lind Partners, was repaid in full in cash.

Tenement Management

The Company’s interest in tenements for the quarter is outlined in the attached Appendix 1.

Authorised by the Board of Directors

John Haley
Company Secretary

Electronic copies and more information are available on the Company website: www.austinmining.com.au

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Forward Looking Statement

This announcement may contain certain statements and projections provided by or on behalf of Aus Tin Mining Limited (Aus Tin Mining) with respect to the anticipated future undertakings. These forward-looking statements reflect various assumptions by or on behalf of Aus Tin Mining. Accordingly, these statements are subject to significant business, economic and competitive uncertainties and contingencies associated with exploration and/or mining which may be beyond the control of Aus Tin Mining which could cause actual results or trends to differ materially, including but not limited to price fluctuations, exploration results, reserve and resource estimation, environmental risks, physical risks, legislative and regulatory changes, political risks, project delay or advancement, ability to meet funding requirements, factors relating to property title, native title and aboriginal heritage issues, dependence on key personnel, share price volatility, approvals and cost estimates. Accordingly, there can be no



assurance that such statements and projections will be realised. Aus Tin Mining makes no representations as to the accuracy or completeness of any such statement of projections or that any forecasts will be achieved.

Additionally, Aus Tin Mining makes no representation or warranty, express or implied, in relation to, and no responsibility or liability (whether for negligence, under statute or otherwise) is or will be accepted by Aus Tin Mining or by any of their respective officers, directors, shareholders, partners, employees, or advisers as to or in relation to the accuracy or completeness of the information, statements, opinions or matters (express or implied) arising out of, contained in or derived from this presentation or any omission from this presentation or of any other written or oral information or opinions provided now or in the future to any interested party or its advisers. In furnishing this presentation, Aus Tin Mining undertakes no obligation to provide any additional or updated information whether as a result of new information, future events or results or otherwise.

Nothing in this material should be construed as either an offer to sell or a solicitation of an offer to buy or sell securities. It does not include all available information and should not be used in isolation as a basis to invest in Aus Tin Mining Limited.

Competent Persons Statement

The information in this presentation that relates to 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.

Appendix 1:

Details of Exploration Tenements Held by Aus Tin Mining Limited

Mining Leases /Exploration Licences held at 31 December 2021

Tenement	Location	% Interest	Grant Date	Renewal Submitted	Expiry Date
2M/2018	TAS (Zeehan)	100%	06.08.18		05.03.22
32M/1988	TAS (Zeehan)	100%	01.11.88		01.11.24
EL/2019	Tas (Zeehan)	100%	29.08.19		11.06.26
EPM 19366	QLD (Kilkivan)	100%	09.08.12		08.08.22
ML 1774	NSW (Emmaville)	100%	21.09.18		21.12.29
EL 8407	NSW (Taronga- Emmaville)	100%	04.11.15		04.11.23
EL 7800	NSW (Torrington)	100%	04.07.11		04.07.22
EL 7801	NSW (Pound Flat- Emmaville)	100%	19.08.21		04.07.24
EL 8335	NSW (Torrington)	100%	05.01.15		05.01.24
EL 6428	NSW (Apple Tree Flat)	40%	07.07.05		07.06.22
EL 6234	NSW (Ashford)	40%	19.04.04		19.04.26

Mining Lease / Exploration Licences acquired during the period

Tenement	Location	% Interest	Grant Date	Application Date	Expiry Date
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Exploration Licences surrendered during the period

Tenement	Location	% Interest	Grant Date	Surrender Date	Expiry Date
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Mining Lease / Exploration Licences Applications outstanding for the period

Tenement	Location	% Interest	Grant Date	Application Date	Expiry Date
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Appendix 5B

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

Name of entity

AusTin Mining Ltd

ABN

84 122 957 322

Quarter ended ("current quarter")

31 December 2021

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation		
(b) development		
(c) production		
(d) staff costs		
(e) administration and corporate costs	(263)	(662)
1.3 Dividends received (see note 3)		
1.4 Interest received	5	5
1.5 Interest and other costs of finance paid	(1)	(2)
1.6 Income taxes paid	(21)	(21)
1.7 Government grants and tax incentives		
1.8 Other (provide details if material)		
1.9 Net cash from / (used in) operating activities	(280)	(680)

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities		
(b) tenements		
(c) property, plant and equipment	(1,536)	(1,558)
(d) exploration & evaluation	(70)	(128)
(e) investments		
(f) other non-current assets		

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 (6 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities		
	(b) tenements		
	(c) property, plant and equipment	1,350	1,350
	(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	(256)	(336)
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	1,505	1,505
3.6	Repayment of borrowings	(1,550)	(1,550)
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	(45)	(45)
4.	Net increase / (decrease) in cash and cash equivalents for the period	(582)	(1,061)
4.1	Cash and cash equivalents at beginning of period	1,269	1,749
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(280)	(680)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(256)	(336)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(45)	(45)

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 (6 months) \$A'000
4.5	Effect of movement in exchange rates on cash held		
4.6	Cash and cash equivalents at end of period	688	688

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	688	1,269
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)	688	1,269

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	53
6.2	Aggregate amount of payments to related parties and their associates included in item 2	
<i>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.</i>		

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

7.	Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
	<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>		
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	<p>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.</p> <p>Aus Tin Mining Ltd entered into a Convertible Security Funding Agreement (CFSA) with The Australian Special Opportunity Fund LP for an aggregate of \$3.5 million that had a face value of \$4.2 million. The Convertible Notes issued under the CFSA are secured by a General Security Agreement over the Company and guarantee and indemnities from its wholly owned subsidiaries. Since the series of drawdowns, the CFSA was partially repaid by the allotment of shares. In the 31 December 2021 quarter, the remaining balance of the facility was repaid in cash. As at 31 December 2021 the balance outstanding was nil.</p>		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(280)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(70)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(350)
8.4	Cash and cash equivalents at quarter end (item 4.6)	688
8.5	Unused finance facilities available at quarter end (item 7.5)	
8.6	Total available funding (item 8.4 + item 8.5)	688
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	1.96
	<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: Yes. The Company is also considering a capital raising. It is noted that the Company has successfully completed a number of capital raisings in the past.	
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: Yes, see above under 8.8.1.	

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

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: Yes, refer above.

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:

Authorised by: The Company Secretary
(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.