

27 January 2022

Quarterly Activities Report 31 December 2021

Tyranna Resources Ltd (**Tyranna** or the **Company**) provides shareholders its quarterly report for the three-month period ending 31 December 2021.

WA NICKEL PROJECTS

During the quarter, the Company was focused on the finalisation of the Jumbuck sale to Marmota. On 15 December 2021 the Company announced that as a result of delays encountered with the sale of Tyranna's Jumbuck Gold Project, Tyranna did not commence drilling activities on the tenements within 24 months of Completion in accordance with the original agreement executed by the parties.

Tyranna advised that the Acquisition Agreement had been varied where, deferred consideration securities will be required to be issued if certain exploration milestones are met, being:

- an ASX announcement within 48 months of Completion of the completion of 1,000 metres of reverse circulation drilling on targets identified by the Company's proposed moving loop electromagnetic survey to be conducted on the Tenements; and
- an ASX announcement of drill intersection of nickel sulphides of at least 0.7% Ni at any of the Tenements within 48 months of Completion.

Furthermore, if Tyranna does not commence drilling activities on any of the Tenements within 48 months after Completion, Tyranna will be obliged to transfer the Clean Power Resources Pty Ltd shares back to the Vendors.

Tyranna Resources continues to investigate the potential to utilise surface moving loop electromagnetic (MLEM) survey to define potential deeper drilling targets, which has been a successful strategy followed by St George Mining Limited. The Company continues to examine the best strategies and a suitable geological team to identify and progress suitable drilling targets for the prospects.

Weebo Gold Project

No additional work has been undertaken in relation to this project at the end of the quarter. The Company is currently looking for local geological expertise to assist with the further development of this project in the near future.

JUMBUCK GOLD PROJECT (JGP)

On 15 November 2021 the Company announced that in accordance with the Share and Asset Sale Agreement, Tyranna received \$3,000,000 for the Jumbuck Gold Project, comprised of:

- \$2,500,000 total cash consideration, \$300,000 of which Tyranna had received prior to Completion; and


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- 9,547,626 fully paid ordinary shares in Marmota at an issue price of \$0.0524 per share, being the volume weighted average price of Marmota's shares over the six months prior to the announcement of the Transaction. The Company notes Marmota's closing price on 12 November was \$0.045.

The Company is pleased to have finalised this transaction and move forward in exploring other potential projects in its portfolio.

OTHER PROJECTS

Pacific Express Ni Project

Tyranna did not undertake any work program on this project during the quarter.

The project, located in northern NSW comprises a single licence (EL8733) for ~ 108 km. The area is prospective for lateritic Ni-Co mineralisation. Historical exploration has defined several target areas which require further investigation.

CORPORATE

Financial Snapshot

The Company's net cashflow used in operations for the quarter was \$322k. The operational expenses mainly comprised of Exploration and Evaluation expenditure (\$31k) and Administration and corporate costs (\$292k). The Company delayed the payment of certain creditors in order to conserve cash while the Jumbuck sale to Marmota was being finalised, these were settled on completion of the transaction.

The Company's cash position at the of the quarter is \$2,146k.

Listing Rule 5.4.5

In item 6 of the attached Appendix 5B, payments to related parties of approximately \$79k comprising of director remuneration (\$39k), bookkeeping (\$6k), corporate consultancy (\$29)and serviced office (\$5k) were paid during the quarter.

Subsequent to quarter end the Company advised on 6 October 2021 that 303,963,259 quoted options exercisable at \$0.04 had expired.

Authorised by the Board of Tyranna Resources Ltd

Joe Graziano
Director

Appendix 1: Mining Tenements as at 31 December 2021

South Australia Tenement Schedule				
Exploration License No	Tenement Name	Registered Holder	Interest at Beginning of Qtr	Interest at End of Qtr
6002	Irra Outstation (Jumbuck)	Trafford Resources Pty Ltd	100%	0%
6003	Garford Outstation West	Trafford Resources Pty Ltd	100%	0%
6004	Garford Outstation East	Trafford Resources Pty Ltd	100%	0%
6097	Wildingi Claypen	Trafford Resources Pty Ltd	100%	0%
6171	Indooroopilly	Trafford Resources Pty Ltd	100%	0%
6214	Hilga Crutching Shed	Trafford Resources Pty Ltd	100%	0%
6215	Mt Christie	Trafford Resources Pty Ltd	100%	0%
6216	Commonwealth Hill	Trafford Resources Pty Ltd	100%	0%
6398 (Was EL 5460)	Mt Christie Siding	Trafford Resources Pty Ltd	100%	0%
6519 (Was EL 5680)	Isthmus	Half Moon Pty. Ltd.	100%	0%
6457 (Was EL 5510)	Mathews Tank	Trafford Resources Pty Ltd	100%	0%
6501 (Was EL 5551)	Brickies - Wynbring	Trafford Resources Pty Ltd	100%	0%
6456 (Was EL 5526)	Galaxy Tank	Trafford Resources Pty Ltd	100%	0%
6005	Eagle Hawk	Trafford Resources Pty Ltd	100%	0%
6098	Deep Leads	Trafford Resources Pty Ltd	100%	0%
5817	Sandstone	Half Moon Pty. Ltd.	100%	0%
5818	Lake Anthony	Half Moon Pty. Ltd.	100%	0%
5819	Irra	Half Moon Pty. Ltd.	100%	0%
5820	Barton Area	Half Moon Pty. Ltd.	100%	0%

South Australia Tenement Schedule				
Exploration License No	Tenement Name	Registered Holder	Interest at Beginning of Qtr	Interest at End of Qtr
ELA2012/291	Barton Siding	Trafford Resources Pty Ltd	100%	0%
5772	Warrior Outstation	Half Moon Pty. Ltd.	100%	0%
5998	Campfire Bore	Challenger 2 Pty Ltd (90%); Coombedown Resources Pty Ltd (10%)	70% rights to the gold	0%
6173	Mulgathing	Challenger 2 Pty Ltd (100%)	78% rights to the gold	0%
5732	Sandstone JV	Challenger 2 Pty Ltd (90%); Coombedown Resources Pty Ltd (10%)	70% rights to the gold	0%
5661	Jumbuck	Challenger 2 Pty Ltd (100%)	78% rights to the gold	0%
6532 (Was EL 5720)	Mobella	Challenger 2 Pty Ltd (100%)	78% rights to the gold	0%
5767	Sandstone	Challenger 2 Pty Ltd (100%)	78% rights to the gold	0%
6012	Blowout	Challenger 2 Pty Ltd (100%)	78% rights to the gold	0%

Western Australia Tenement Schedule				
Exploration License No	Tenement Name	Registered Holder	Interest at Beginning of Qtr	Interest at End of Qtr
E37/1353	Weebo	Tyranna Resources Ltd	100%	100%
E37/1342	Weebo	Tyranna Resources Ltd	100%	100%
E37/1366	Knight	Clean Power Resources Pty Ltd	100%	100%
E29/1034	Dragon	Clean Power Resources Pty Ltd	100%	100%

New South Wales Tenement Schedule				
Exploration License No	Tenement Name	Registered Holder	Interest at Beginning of Qtr	Interest at End of Qtr
EL8733	Pacific Express	Clean Power Resources Pty Ltd	100%	100%

Appendix 5B

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

Name of entity

TYRANNA RESOURCES LIMITED

ABN

79 124 990 405

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	(31)	(312)
(b) development	-	-
(c) production	-	-
(d) staff costs	-	-
(e) administration and corporate costs	(292)	(361)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
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	(322)	(673)
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	-	-
(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	2,400	2,400
	(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	2,400	2,400

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	68	419
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(322)	(673)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	2,400	2,400
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 (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	2,146	2,146

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	2,146	68
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)	2,146	68

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	79
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.

Director Remuneration - \$39,000

Non-Director Services:

- Bookkeeping - \$6,000
- Corporate Consultancy – 29,000
- Serviced Office - \$5,000

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.</i>		
<i>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 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.		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(322)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(322)
8.4 Cash and cash equivalents at quarter end (item 4.6)	2,146
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	2,146
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	7
<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?	
	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?	
	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?	
	N/A
<i>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.</i>	

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:27 January 2022.....

Authorised by:By the Board.....
(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.