



TRIGG MINING LIMITED

ABN 26 168 269 752

2018 Annual Report

For the year ended 30 June 2018



CORPORATE DIRECTORY

DIRECTORS

Non-Executive Chairperson
Managing Director & CEO
Non-Executive Director

Michael Ralston
Keren Paterson
William Bent

COMPANY SECRETARY

Ms Karen Logan

REGISTERED OFFICE

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WEST PERTH WA 6005
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AUDITOR

BDO Audit (WA) Pty Ltd
38 Station Street
SUBIACO WA 6008

PRINCIPAL PLACE OF BUSINESS

Level 2, 50 St Georges Terrace
Perth WA 6000

BANKER

National Australia Bank
Level 14, 100 St Georges Terrace
Perth WA 6000



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REVIEW OF ACTIVITIES

Introduction

In July 2017, Trigg Mining executed an agreement with K2O Minerals Pty Ltd, whereby it could earn an 80% interest in two Sulphate of Potash (“SOP”) tenements east of Laverton via expenditure of \$800,000 over two years (“**Joint Venture**”). The Company achieved the first and second earn-in milestones during the year and now holds an 80% beneficial interest under the Joint Venture. During the financial year ended 30 June 2018, the Company also achieved:

- The raising of \$1.8m in seed capital;
- Successful application for and grant of additional tenements under the Joint Venture at Lake Hope Campbell, East Laverton and an extension to the tenure at Lake Rason, taking total tenure to 2,670km²;
- Reconnaissance and shallow pit sampling work at Lake Rason and Lake Hope Campbell Prospects;
- Completion of an 11-hole drilling program at Lake Rason Prospect and established an Exploration Target;
- The grant of the Lake Hope Campbell tenements;
- Successful negotiation of a native title access agreement with the Ngaanyatjarra for Lake Throssell; and
- Successful application for a \$150,000 grant under the Western Australian Government’s Exploration Incentive Scheme (EIS) to drill the Lake Hope Campbell Prospect.

Location

The Projects: Laverton Links comprising Prospects (Lake Rason, Lake Hope Campbell and East Laverton) and Lake Throssell cover a combined area of 2,670km² in the Eastern Goldfields of Western Australia (Figure 1) within a 225 km radius east of Laverton. The tenure contains more than 400 km² of playa lakes and 300 km of interpreted palaeochannels where potassium and other minerals are thought to have concentrated in the ancient drainage systems from the dissolution of potassium rich weathered basement rocks. With a high net evaporation environment of approximately 3m per year these systems are highly prospective for brine-hosted sulphate of potash (Figure 2).

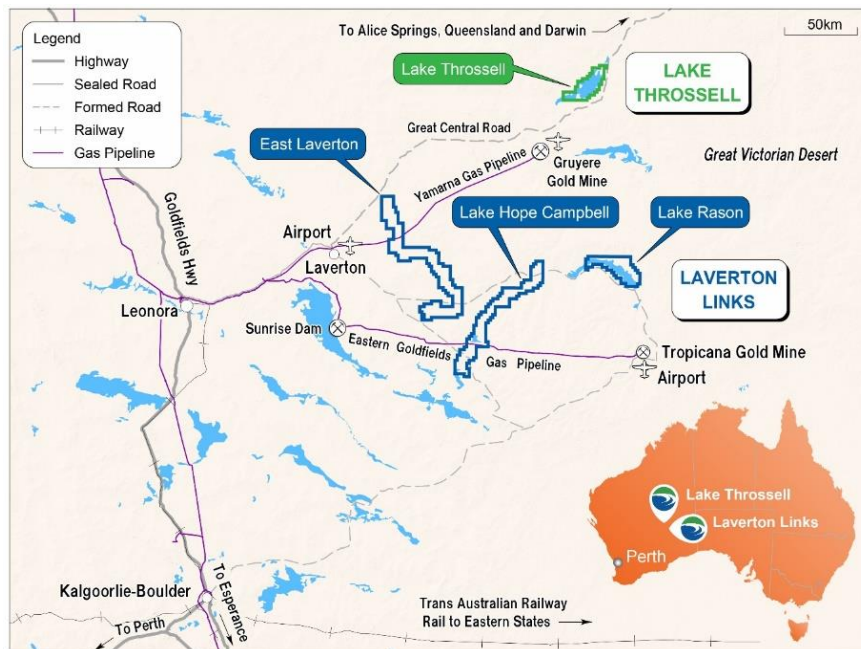


Figure 1: Project locations and existing infrastructure

The Projects are accessible via numerous gravel roads, including the Rason Lake Road connecting Laverton to the Tropicana Gold Mine and runs parallel to the Lake Rason Prospect. The Great Central Road from Laverton through to Alice Springs and Queensland via the Outback Highway runs parallel to Lake Throssell is a well-formed gravel road, with various governments announcing upgrades to seal the route to provide a reliable trade route through central Australia. The Eastern Goldfields and Yamarna gas pipelines pass directly through the Laverton Links Project and the terminus of the is Yamarna gas pipeline at the Gruyere Gold Mine is approximately 60km to the south west. The area is also well serviced by two airstrips and a commercial airport within 60 km of the Projects.

REVIEW OF ACTIVITIES

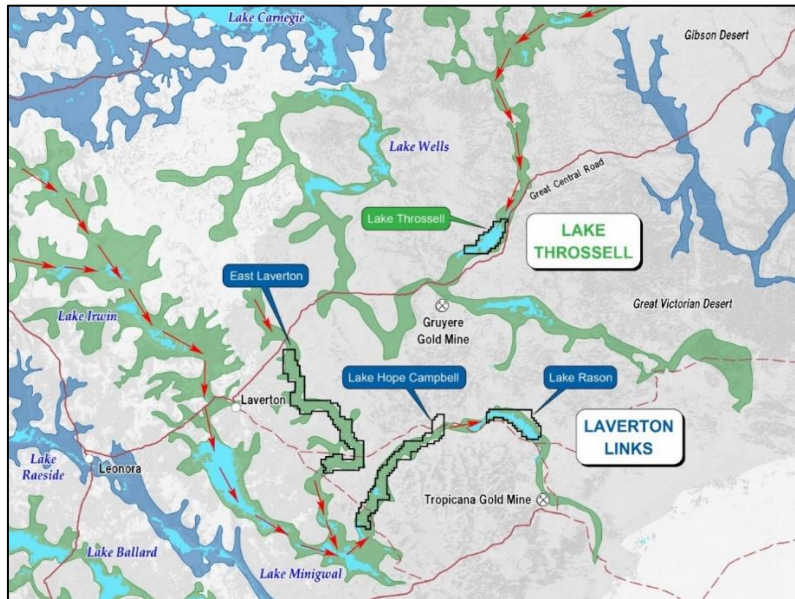


Figure 2: Palaeodrainage systems of the Eastern Goldfields region of Western Australia showing location of the Projects.

The Projects

Laverton Links Project (80%, acquiring 100% on IPO)

The Laverton Links Project is located from 35km to 190km east of Laverton in the Eastern Goldfields and comprises three granted tenements and five applications. The tenements are accessible from Laverton via the Rason Lake Road, Mt Senton Road, Great Central Road and the Tropicana Gold Mine Access Road from Kalgoorlie. The Eastern Goldfields and Yamarna Gas Pipelines pass directly through the Lake Hope Campbell and East Laverton Prospects.

Lake Rason Prospect

E38/3089 E38/3298

The Company's exploration work focussed on the Laverton Links Project and the first tenement to be granted at Lake Rason. Work at Lake Rason included geophysical surveys including ground gravity and passive seismic to determine the geometry of the underlying palaeochannel, shallow pit sampling to obtain sample grades of the surface brine water, a 1,050m aircore drilling program and a preliminary in-lab evaporation trial were carried out during the period.

This work led the establishment of an Exploration Target¹ for the Lake Rason Prospect of 2.5-9.0 Mt of drainable SOP with a weighted average grade of 4.3-6.3 kg/m³ SOP (Table 1). It should be noted that the Exploration Target is conceptual in nature and there is insufficient exploration to define a Mineral Resource. It is uncertain if further exploration will result in the estimation of a Mineral Resource.

Table 1: Lake Rason Exploration Target

Unit	Aquifer Volume (Mm ³)	Specific Yield (%)		Potentially Drainable Brine (Mm ³)		SOP Grade (kg/m ³)			SOP (Mt)	
		Min	Max	Min	Max	-1 δ	\bar{x}	+1 δ	Min	Max
Surficial Aquifer	2,000	8	12	200	300	4.35	5.34	6.33	0.8	1.8
Mixed Aquitard	5,000	2	10	100	500				0.5	3.5
Silcrete Aquifer	300	5	15	20	50				0.1	0.3
Basal Sand Aquifer	1,000	15	25	200	300				0.8	1.9
Saprolite Aquifer	4,000	1	2	40	80	2.05	3.72	5.38	0.1	0.5
Saprock Aquifer	7,000	2	3	100	200				0.3	1.1
									2.5	9.0

¹ An Exploration Target is conceptual and there has been insufficient exploration to estimate a Mineral Resource. It is uncertain if further exploration will result in the estimation of a Mineral Resource.

REVIEW OF ACTIVITIES

The Exploration Target range is derived from:

- Aquifer volume for each hydrostratigraphic unit from Leapfrog® model.
- Min and max specific yield (from estimates, peers and published work).
- Min grade based on 1 standard deviation lower than mean.
- Max grade based on 1 standard deviation above mean.
- Grade statistics calculated for transported material and basement material respectively and based on all hydrostratigraphic units within each type (following review of grade distribution with depth).
- Conversion to SOP based on potassium (K mg/L) x 2.23.

Lake Hope Campbell Prospect

E39/2047, E38/3259

The Lake Hope Campbell Prospect comprises two granted exploration licences located approximately 105 km to 140 m east of Laverton. At the Prospect reconnaissance and shallow pit sampling were carried out across the playa surfaces with results of up to 6.7kg/m³ K₂SO₄ (SOP), indicating strong potential for mineralisation of the hypersaline brine in the palaeochannel. Historical Airborne Electromagnetic Surveys indicate very high electromagnetic conductance of the palaeochannel reinforcing the significant prospectively of these tenements.

The Company successfully applied for a grant under the Western Australian Government's Exploration Incentive Scheme ("EIS") most recent funding round and was the only sulphate of potash company to be awarded a grant under the EIS. The grant will co-fund up to \$150,000 of the Company's initial drilling program and Programs of Work have been submitted and received ready to execute the program in the coming year.

East Laverton Prospect

E38/3299 – 3302

The East Laverton Prospect comprises four exploration licence applications and covers approximately 130 km of prospective palaeochannel. The Prospect is located approximately 35 km to 95 km east of Laverton and access may be gained via the Rason Lake Road that connects Laverton to Lake Rason, a further 100 km to the east.

Lake Throssell Project

E38/3065

The Lake Throssell Project is located approximately 200 km northeast of Laverton on the Great Central Road through to Alice Springs and Queensland via the Outback Highway and 60 km northeast of the newly established Gruyere Gold Mine. The Project comprises one tenement application covering 323 km² of predominantly the Lake Throssell playa and underlying palaeochannel.

During the year the Company successfully negotiated an exploration access agreement with traditional owners, the Ngaanyatjarra people, paving the way for the tenement to be granted.

Tenement Schedule

(at 30 June 2018)¹

Prospect	Tenement	Area (Block)	Area (km ²)	Status	Application Date	Grant Date	Expiry date
Lake Throssell	E 38/3065	106	323	Pending	08-Jun-15		
Lake Rason	E 38/3089	105	316	Live	14-Oct-15	04-May-16	03-May-21
	E 38/3298	33	99	Pending ²	11-Jan-18		
East Laverton	E 38/3299	68	205	Pending	11-Jan-18		
	E 38/3300	67	202	Pending	11-Jan-18		
	E 38/3301	64	193	Pending	11-Jan-18		
	E 38/3302	172	517	Pending	11-Jan-18		
Lake Hope Campbell	E 39/2047	200	600	Live	07-Aug-17	26-Feb-18	25-Feb-23

REVIEW OF ACTIVITIES

Prospect	Tenement	Area (Block)	Area (km ²)	Status	Application Date	Grant Date	Expiry date
	E 38/3259	71	214	Live	07-Aug-17	09-Feb-18	08-Feb-23

Note:

¹ All applications have subsequently been granted.

² An objection to this application has been raised by AngloGold Ashanti Australia Ltd. A small area of the tenement application was excised and the tenement was subsequently granted 27 September 2018.

Competent Person's Statement

The information in this report that relates to the Exploration Target at the Lake Rason Prospect is based on information compiled by Mr Duncan Gareth Storey of AQ2 Pty Ltd (**AQ2**). The reporting is consistent with the guidelines of the JORC Code. Mr Storey is a Director and Consulting Hydrogeologist with AQ2 and has almost 30 years of international experience. He is a Chartered Geologist with, and Fellow of the Geological Society of London (a Recognised Professional Organisation under the JORC Code). Mr Storey has experience in the assessment and development of paleochannel aquifers, including the development of hypersaline brines in Western Australia. His experience and expertise are such that he qualifies as a Competent Person as defined in the 2012 edition of the "Australian Code for Reporting of Exploration Results, Mineral Resources and Ore reserves". Mr Storey consents to the inclusion of matter related to information for the AQ2 studies in the form and context as it appears in this Report.



DIRECTORS' REPORT

The directors are pleased to present their report together with the financial report of Trigg Mining Limited (the **Company**) for the year ended 30 June 2018 and the auditor's report thereon.

DIRECTORS

The directors of the Company at any time during or since the end of the financial year are:

Keren Paterson BEng (Mining), MBA (Economics), AdvDip (Corporate Governance), FAusIMM, MAICD
Managing Director & CEO – appointed 26 February 2014

Ms Paterson is an externally recognised mining industry leader with 20 years' international experience spanning the entire mining value chain. Her roles have involved greenfields exploration, feasibility studies, mine development, operations management, debt and equity financing, corporate advisory and mergers & acquisitions.

Prior to founding Trigg Mining, Ms Paterson was founder and managing director of a uranium company that listed on ASX in 2009. She has held corporate roles with Fortescue Metals Group, CopperCo, Energia Minerals and Resource Capital Funds, and operational roles with Mines and Resources Australia (Areva) where she led the feasibility study and was the Mine Manager at Frogs' Leg Gold Mine, MPI Mines, Outokumpu, Goldfields and RGC.

Ms Paterson is a Mining Engineer from the WA School of Mines, holds an MBA in economics and was a Telstra Western Australian Young Business Women of the Year. She holds a WA First Class Mine Manager Certificate and is a Fellow of the Australasian Institute of Mining and Metallurgy and a Member of the Australian Institute of Company Directors.

Michael Ralston BComm, ACMA
Non-Executive Chairperson – appointed 22 May 2017

Mr Ralston is an experienced mining executive (previously undertaking roles as chairman, managing director and chief financial officer) having worked for four junior ASX-listed resource companies over the last 13 years. In April 2017 he resigned as Managing Director of Balamara Resources having led its development from a start-up in 2011 to a substantial pre-production company, via the acquisition and development of three significant coal projects in southern Poland.

Prior to Balamara, Mr Ralston was CFO of Kangaroo Resources taking the company from a listed shell to a market capitalisation of over A\$600 million over a 2-year period before the company's trade sale to a leading international producer. He has extensive experience in developing several junior resource companies through IPOs and beyond on the ASX, AIM and LSE and he has worked as a senior executive across a broad range of industries in Australia, Africa and the UK over the last 25 years.

William Bent BSc, MBA
Non-Executive Director – appointed 22 May 2017

Mr Bent has 25 years' international experience in resources and corporate advisory. He is a Director of Mainsheet Capital and was the Managing Director of Chalice Gold from 2012 to 2014 where he led the acquisition of exploration and development projects for the company. Prior to Chalice, he was VP Business Development at Mirabela Nickel for 3 years, as part of the operational ramp-up and the refinancing and restructuring team. His advisory experience includes 10 years in strategy and M&A for the mining resources and utility sectors in both Australia and UK.

Mr Bent started his career as a metallurgist for AngloGold in South Africa before moving to Genesis Oil & Gas Consultants as a process engineer, during which time he became a Chartered Engineer with the Institute of Chemical Engineers (UK).

COMPANY SECRETARY

Karen Logan BComm, Grad Dip AppCorpGov, FCIS, FGIA, F Fin, GAICD
Company Secretary – appointed 14 September 2017

Ms Logan is a Chartered Secretary with extensive compliance, capital raising, merger and acquisition, IPO and backdoor listing experience in a diverse range of industries including technology, media, resources, health care and life science. She has assisted a substantial number of private start-ups and established businesses transition to being publicly-listed companies for over 15 years.

DIRECTORS' REPORT

Ms Logan has participated as a mentor of the University of Western Australia's Career Mentor Link program for over 9 years. She is the founder and principal of a consulting firm and company secretary of a number of ASX-listed companies, providing corporate services to those clients.

DIRECTORS' MEETING

The number of meetings of directors and the number of meetings attended by each of director were as follows:

Director	Board Meetings	
	Held while director	Attended
Keren Paterson	13	13
Michael Ralston	13	13
William Bent	13	13

The directors have determined that the Company is not of sufficient size to merit the establishment of Board committees and duties ordinarily assigned to committees are carried out by the full Board.

PRINCIPAL ACTIVITY

The principal activities of the Company during the year consisted of exploration activities and raising of capital to fund its exploration plans.

RESULTS

The Company has incurred a loss from ordinary activities of \$3,252,776 (2017: \$249) after income tax for the year.

REVIEW OF ACTIVITIES

Since its incorporation, the Company focused its activities in capital raising and development of interests in exploration projects particularly in the sulphate of potash (**SOP**) industry. For information regarding operating activities undertaken by the Company during the year, refer to section entitled Review of Activities in this report.

DIVIDENDS

No dividend has been declared or paid by the Company to the date of this report (2017: \$nil).

STATE OF AFFAIRS

The Company was incorporated on 26 February 2014 as a proprietary company for the purpose of exploring SOP in the eastern Goldfields of Western Australia. It transitioned to a public company limited by shares on 6 April 2018 following shareholder approval at an extraordinary general meeting held on 19 February 2018.

Fully paid ordinary shares (**Shares**) issued during the year were as follows:

- 22,625,000 Shares at \$0.08 each to raise \$1,810,000 via seed capital raising;
- 5,000,000 Shares at \$0.01 each to raise \$50,000; and
- 1,500,000 Shares at \$0.08 each to raise \$120,000 from the Managing Director pursuant to the loan funded plan, of which 750,000 Shares vested on 13 March 2018.

There were a total of 54,125,000 Shares on issue at 30 June 2018.

On 30 April 2018, the Company lodged a prospectus with the Australian Securities and Investments Commission for the initial public offering of its shares (**IPO**) and applied for admission to the official list of the Australian Securities Exchange (**ASX**) in which the Company sought to raise up to a maximum of \$6 million at an offer price of \$0.20 per share. However due to the recent weakness in equity markets, the Company lodged a supplementary prospectus on 30 May 2018 withdrawing the IPO and ASX listing.

The Company proposes to complete a seed capital raising ahead of a proposed IPO and ASX listing.

DIRECTORS' REPORT

ENVIRONMENTAL REGULATION

The Company's operations are subject to environmental regulations under the Commonwealth and State legislations. The directors believe that the Company has adequate systems in place for the management of the requirements under those regulations and are not aware of any breach of such requirements as they apply to the Company.

EVENTS SUBSEQUENT TO BALANCE DATE

Subsequent to balance date:

1. The Company agreed to a variance of the terms of the share purchase agreement with Trigg Mining whereby Trigg Mining will acquire 100% of the issued capital of K2O Minerals Pty Ltd (**K2O Minerals**) by issue of shares in Trigg Mining to shareholders of K2O Minerals.
2. The Company cancelled 10,000,000 options exercisable at \$0.20 each on or before 13 March 2022 held by directors of Trigg Mining.
3. A total of 1,000,000 performance rights were cancelled and forfeited in accordance with the terms and conditions of the performance rights plan.
4. Pursuant to shareholder approval obtained at an extraordinary general meeting held on 30 August 2018, the Company:
 - (a) cancelled and forfeited 750,000 Shares (on a pre-Consolidation basis) issued to the Managing Director pursuant to the loan funded plan in accordance with the terms and conditions of the plan;
 - (b) completed a consolidation of capital on the basis of every 5 securities being consolidated into 3 securities (**Consolidation**);
 - (c) completed a buy-back of 6,000,000 Shares (on a post-Consolidation basis) for total cost of \$600;
 - (d) agreed to issue 1,000,000 Shares to the Managing Director (on a post-Consolidation basis) under the loan funded plan;
 - (e) agreed to issue 5,00,000 options to the Managing Director, of which
 - (a) 3,000,000 options are exercisable at \$0.20 each on or before 31 October 2021;
 - (b) 2,000,000 options exercisable at \$0.25 each on the date that is four years after the date of grant of the options; and
 - (f) amended the constitution of Trigg Mining.
5. Subject to the completion of the IPO and prior to admission to the ASX, the Company agreed to issue a total of 8,387,500 free attaching options with an exercise price of \$0.20 each on or before 31 October 2021 (**Options**) for nil consideration to certain existing shareholders of the Company.

Other than any matters described above, there has not arisen in the interval between the year end and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the directors, to significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

LIKELY DEVELOPMENTS

The Company will continue to pursue its main objective of developing interests in exploration projects.

Further information about likely developments in the operations of the Company and the expected results of those operations in future financial years have not been included in this report because disclosures of such information would likely result in unreasonable prejudice to the Company.

MATERIAL BUSINESS RISKS

The proposed future activities of the Company are subject to a number of risks and other factors which may impact its future performance. Some of these risks can be mitigated by the use of safeguards and appropriate controls. However, many of the risks are outside the control of the directors and management of the Company and cannot be mitigated. An investment in the Company is not risk free and should be considered speculative.

DIRECTORS' REPORT

This section provides a non-exhaustive list of the risks faced by the Company or by investors in the Company. The risks should be considered in connection with forward looking statements in this Annual Report. Actual events may be materially different to those described and may therefore affect the Company in a different way.

Investors should be aware that the performance of the Company may be affected by these risk factors and the value of its Shares may rise or fall over any given period. None of the directors or any person associated with the Company guarantee the Company's performance.

Business risks

Mitigating actions

Exploration and evaluation

- Geological, exploration and development: The exploration, development and mining of mineral resources is a high risk, high cost exercise with no guarantee of success. These activities take place over an extended period of time and are often subject to increases, often material, in the costs and timing associated with these activities. Factors beyond the control of the Company may result in the Company's failure to find and/or to be able to economically develop any mineral projects and therefore there is no guarantee as to the financial success of any such activities.
- Exploration Target: An Exploration Target for SOP mineralisation contained in brine water at the Lake Rason Prospect has been reported in accordance with section 17 of the JORC Code (refer to section entitled Review of Activities in this Annual Report).
- Results of studies: There can be no guarantee that any of the studies will confirm the economic viability of the Projects or the results of other studies undertaken by the Company. Even if a study confirms the economic viability of the Projects, there can be no guarantee that the project will be successfully financed and brought into production as assumed or within the estimated parameters in the feasibility study once production commences.
- Inability to abstract brine and volume: There is a risk that the Company will be unable to abstract the brine at the rates required to establish a full scale commercially viable operation. This can occur due to low permeability of aquifer material, variability in the mineralisation and continuity of the various aquifer layers. As a result, pumping rates may be lower than expected, or require additional bores and/or trenches. Each bore is likely to have a specific life expectancy and will eventually run dry as the brine is extracted. This life expectancy may be variable and shorter than expected.
- Variability in brine: The brine deposit may be variable due to the geological layering of the host rock, the location within the palaeodrainage system, inflows of other waters carrying other impurities of fresh water, all of which may affect the brine chemistry across the deposit. Additionally, there is the potential for dilution after rainfall which may cause changes in the brine recovery and this variability may cause different evaporation rates.

The Company plans to undertake systematic and staged exploration and evaluation programs on its Projects, utilising specialist consultants, as required. As further information becomes available through additional field work and analysis, the Exploration Target may change. This may result in alterations to the exploration and evaluation programs. Subject to the results of these exploration and evaluation programs, the Company intends to progressively undertake a number of studies in respect to its Projects, which may include scoping, prefeasibility and feasibility studies. These studies will be completed within parameters designed to determine the economic feasibility of the Projects within certain limits.

DIRECTORS' REPORT

Business risks

Mitigating actions

Human Resources and Occupational Health and Safety

- New operational commodity and lack of experience: The exploration of potash products by way of brine exploration and evaluation is an emerging industry in Australia and there may be a lack of suitably trained professionals to conduct such activities.
- Hazardous activities: The Company's exploration and evaluation activities may be hazardous, with potential to cause illness or injury.

Although composed of a small management team, the Company operates under a strong human resources and employee relations framework, as well as a competitive remuneration structure. Trigg Mining will seek to attract diverse, engaged and suitably qualified employees and consultants, as required.

In addition, the Company is firmly committed to ensuring all work activities are carried out safely with all practical measures taken to remove risks to the health, safety and welfare of workers, contractors, authorised visitors to the Projects and anyone else who may be affected by the Company's activities.

Finance

- Additional funding may be required by the Company in the event exploration costs exceed the Company's estimates, and will be required once those funds are depleted. To effectively implement its plans in the future, to take advantage of opportunities for acquisitions or investments, joint ventures or other business opportunities, and to meet any unanticipated liabilities or expenses which the Company may incur, additional equity or other finance will be required. Depending on the success of its exploration and evaluation activities, further funding may be required to progress the next phases of work programs.

The Board regularly assesses the financial position of the Company and continues to assess all funding alternatives to ensure that Trigg Mining can continue exploration and evaluation activities and progressively undertake studies in respect to the Projects.

The Company may seek to raise further funds through equity or debt financing, joint ventures, production sharing arrangements or other means.

OPTIONS

The following options were issued during the year:

Class	Expiry Date	Exercise Price	Number of Options
Director Options	13 March 2022	\$0.20	10,000,000

Refer to Note 23 to the financial statements for further details of the options issued to the directors.

Subsequent to balance date, the Company cancelled 10,000,000 Director Options held by the directors of Trigg Mining.

Unissued shares under option

At the date of this report, unissued ordinary shares of the Company under option are

Class	Expiry Date	Exercise Price	Number of Options
Director Options	13 March 2022	\$0.20	-

No shares were issued during or since the end of the year as a result of the exercise of an option over unissued shares or interests.

DIRECTORS' REPORT

DIRECTORS' INTERESTS

The relevant interest of each director in securities issued by the Company at the date of this report is as follows:

Director	Shares	Options
Keren Paterson ¹	2,450,000	-
Michael Ralston ²	2,600,000	-
William Bent ³	2,000,000	-

- 2,000,000 Shares are held indirectly by KP Consulting Group Pty Ltd as trustee for SBS Trust of which Ms Paterson is a director and beneficiary.
- Shares are held indirectly by Michael Ralston and Sharon Ann Ralston as trustee for the Ralston Family of which Mr Ralston is a beneficiary.
- Shares are held indirectly by Mainsheet Capital WA Pty Ltd as trustee for William Bent as trustee for Bent Family Trust, of which Mr Bent is a beneficiary.

INDEMNIFICATION OF OFFICERS AND AUDITORS

Indemnification

The Company has agreed to indemnify the current directors and company secretary of the Company against all liabilities to another person (other than the Company or a related body corporate) that may arise from their position as directors and company secretary of the Company, except where the liability arises out of conduct involving a lack of good faith.

The agreement stipulates that the Company will meet to the maximum extent permitted by law, the full amount of any such liabilities, including costs and expenses.

Insurance premiums

The Company paid a premium, during the year, in respect of a director and officer insurance policy, insuring the directors of the Company, the company secretary, and executive officers of the Company against any liability incurred as such a director, secretary or executive officer to the extent permitted by the Corporations Act 2001. The directors have not included details of the nature of the liabilities covered or the amount of the premium paid in respect of the directors' and officers' liability and legal expenses" insurance contracts as such disclosure is prohibited under the terms of the contract.

No indemnities have been given or insurance premiums paid, during or since the end of the year, for any person who is or has been an auditor of the Company.

PROCEEDINGS ON BEHALF OF THE COMPANY

No person has applied to the Court under section 237 of the Corporations Act for leave to bring proceedings on behalf of the Company, or to intervene in any proceedings to which the Company is a party for the purposes of taking responsibility on behalf of the Company for all or part of those proceedings.

The Company was not a party to any such proceedings during the year.

NON-AUDIT SERVICES

The following non-audit services were provided by the entity's auditor, BDO Audit (WA) Pty Ltd, and its related entities. The directors are satisfied that the provision of non-audit services is compatible with the general standard of independence for auditors imposed by the Corporations Act 2001. The nature and scope of each type of non-audit service provided means that auditor independence was not compromised.

DIRECTORS' REPORT

BDO Audit (WA) Pty Ltd and its related entities received or are due to receive the following amounts for the provision of non-audit services:

	\$
Other services	
BDO Corporate Tax (WA) Pty Ltd - tax compliance services	11,876
BDO Corporate Finance (WA) Pty Ltd - investigating accountant's report for inclusion in prospectus	10,200

AUDITOR'S INDEPENDENCE DECLARATION

Pursuant to section 307C of the Corporations Act 2001, the auditor's independence declaration is set out on page 15 and forms part of this Directors' Report for the year.

Signed in accordance with a resolution of the directors.



Keren Paterson
Managing Director

10 October 2018

DECLARATION OF INDEPENDENCE BY JARRAD PRUE TO THE DIRECTORS OF TRIGG MINING LIMITED

As lead auditor of Trigg Mining Limited for the year ended 30 June 2018, 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 audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Trigg Mining Limited.



Jarrad Prue
Director

BDO Audit (WA) Pty Ltd
Perth, 10 October 2018

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
 for the year ended 30 June 2018

	Notes	2018 \$	2017 \$
Finance income		9,891	-
Corporate and administrative expenses	7	(2,228,637)	(249)
Exploration and evaluation expenses		(743,457)	-
Other expenses		(290,574)	-
Loss from ordinary activities before income tax		(3,252,776)	(249)
Income tax	6	-	-
Net loss from ordinary activities for the year		(3,252,776)	(249)
Basic and diluted loss per share (cents)	19	(7.55)	(0.01)

This Statement of Profit and Loss and Other Comprehensive Income is to be read in conjunction with the accompanying notes.



STATEMENT OF FINANCIAL POSITION
as at 30 June 2018

	Notes	2018 \$	2017 \$
CURRENT ASSETS			
Cash and cash equivalents	8	149,654	2,500
Trade and other receivables	9	117,902	-
Other financial assets	10	12,657	-
Total Current Assets		280,213	2,500
TOTAL ASSETS		280,213	2,500
CURRENT LIABILITIES			
Trade and other payables	12	108,196	1,652
Employee benefits obligation	14	14,408	-
Total Current Liabilities		122,604	1,652
TOTAL LIABILITIES		122,604	1,652
NET ASSETS		157,609	848
EQUITY			
Issued capital	15	1,781,037	2,500
Reserves	16	1,631,000	-
Accumulated losses	17	(3,254,428)	(1,652)
TOTAL EQUITY		157,609	848

This Statement of Financial Position is to be read in conjunction with the accompanying notes.

STATEMENT OF CASH FLOWS
 for the year ended 30 June 2018

	Notes	2018	2017
		\$	\$
Cash flows from operating activities			
Interest received		9,854	-
Payments to suppliers and employees		(1,634,442)	-
Net cash used in operating activities	22	<u>(1,624,588)</u>	<u>-</u>
Cash flows from investing activities			
Payments for property, plant and equipment		(6,795)	-
Net cash used in investing activities		<u>(6,795)</u>	<u>-</u>
Cash flows from financing activities			
Proceeds from the issue of share capital (net)		1,778,537	2,500
Share cancellation		-	(12)
Proceeds from borrowings		100,000	-
Repayment of borrowings		(100,000)	-
Net cash provided by financing activities		<u>1,778,537</u>	<u>2,488</u>
Net increase in cash held		147,154	2,488
Cash and cash equivalents at the beginning of the year		2,500	12
Cash and cash equivalents at the end of the year	8	<u><u>149,654</u></u>	<u><u>2,500</u></u>

This Statement of Cash Flows is to be read in conjunction with the accompanying notes.

STATEMENT OF CHANGES IN EQUITY
 for the year ended 30 June 2018

	Issued Capital \$	Reserves \$	Accumulated Losses \$	Total Equity \$
At 30 June 2016	12	-	(1,403)	(1,391)
Loss for the year	-	-	(249)	(249)
Issue of share capital	2,500	-	-	2,500
Shares cancelled	(12)	-	-	(12)
At 30 June 2017	2,500	-	(1,652)	848
Balance at 1 July 2017	2,500	-	(1,652)	848
Loss for the year	-	-	(3,252,776)	(3,252,776)
Issue of share capital	2,210,000	-	-	2,210,000
Share issue costs	(431,463)	-	-	(431,463)
Share-based payments	-	1,631,000	-	1,631,000
At 30 June 2018	1,781,037	1,631,000	(3,254,428)	157,609

This Statement of Changes in Equity is to be read in conjunction with the accompanying notes.

NOTES TO THE FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

The financial statements of Trigg Mining Limited (**Trigg Mining** or the **Company**) for the year ended 30 June 2018 were authorised for issue in accordance with a resolution of the directors on 10 October 2018. Trigg Mining is a public company limited by shares incorporated and domiciled in Australia.

2. BASIS OF PREPARATION

Statement of compliance

The financial report is a general purpose financial report, which has been prepared in accordance with the requirements of the Corporations Act 2001, Australian Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board.

Basis of measurement

The financial report has been prepared on a historical cost basis. The financial report is presented in Australian dollars and all values rounded to their nearest dollar unless otherwise stated.

The financial statements provide comparative information in respect of the previous period.

Compliance with International Financial Reporting Standards (IFRS)

The financial report also complies with International Financial Reporting Standards (**IFRS**) as issued by the International Accounting Standards Board.

Going Concern

For the year ended 30 June 2018, the Company recorded a loss of \$3,252,776 (2017: \$249) and had net cash outflows from operating activities of \$1,624,588 (2017: nil). These conditions indicate a material uncertainty that may cast a significant doubt about the Company's ability to continue as a going concern and, therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business.

Management believes that there are sufficient funds to meet the Company's working capital requirements as at the date of this report. The Company has raised \$1.86 million during the year to continue with exploration activities and is undertaking a seed capital raising of \$0.4 million in advance of the proposed IPO and ASX listing.

The Company is planning to undertake an IPO of \$4.5 million in conjunction with applying to be admitted to the official list of the ASX.

The Company's financial statements have been prepared on the basis that the Company is a going concern. The ability of the Company to continue as a going concern is dependent on securing additional funding through a seed capital raising and subsequently the IPO.

Should the Company not be able to continue as a going concern, it may be required to realise assets and discharge liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements and that the financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or liabilities that might be necessary should the entity not continue as a going concern.

3. SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the material accounting policies adopted by the Company in the preparation of the Report. The accounting policies have been consistently applied, unless otherwise stated.

(a) Income tax

Deferred income tax is provided on all temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred income tax liabilities are recognised for all taxable temporary differences:

- (a) except where the deferred income tax liability arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and

NOTES TO THE FINANCIAL STATEMENTS

- (b) in respect of taxable temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, except where the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred income tax assets are recognised for all deductible temporary differences, carry-forward of unused tax assets and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry-forward of unused tax assets and unused tax losses can be utilised:

- (a) except where the deferred income tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and
- (b) in respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, deferred tax assets are only recognised to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised

The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised. Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Income taxes relating to items recognised directly in equity are recognised in equity and not in the income statement. The Company has unused tax losses. However, no deferred tax balances have been recognised, as it is considered that asset recognition criteria have not been met at this time

(b) Cash and cash equivalents

Cash and cash equivalents includes cash at bank and in hand, deposits held at call with financial institutions, other short-term highly liquid deposits with an original maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

(c) Trade and other receivables

Trade receivables and other receivables, including distributions receivable, are recognised at the nominal transaction value without taking into account the time value of money. If required a provision for doubtful debt has been created.

(d) Trade and other payables

Trade and other payables represent the liabilities for goods and services received by the Company that remain unpaid at the end of the financial period. Trade payables are recognised at their transaction price. They are subject to normal credit terms and do not bear interest.

(e) Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of borrowings using the effective interest method. Borrowings are removed from the statement of financial position when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash asset transferred or liabilities assumed, is recognised in profit or loss as other income or finance costs. Borrowings are classified as current liabilities unless the Company has an unconditional right to defer the settlement of the liability for at least 12 months after the reporting period.

(f) Revenue Recognition

Revenues are recognised at fair value of the consideration received net of the amount of GST.

NOTES TO THE FINANCIAL STATEMENTS

Interest

Revenue is recognised as interest accrues using the effective interest method. The effective interest method uses the effective interest rate which is the rate that exactly discounts the estimated future cash receipts over the expected life of the financial asset.

(g) Goods and Services Tax (GST)

Transactions are recognised net of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the balance sheet.

(h) Exploration and evaluation expenditure

Exploration and evaluation costs, comprising net direct costs (including the costs of acquiring licences) and an appropriate portion of related overhead expenditure directly attributable to the exploration property, relating to current areas of interest.

Expenditure on exploration and evaluation activities in relation to areas of interest which have not yet reached a stage which permits reasonable assessment of the existence or otherwise of economically recoverable reserves are expensed as incurred in accordance with the Company's policy on accounting for exploration and evaluation expenditure.

(i) Issued capital

Ordinary shares are classified as equity. Costs directly attributable to the issue of new shares or options are shown as a deduction from the equity proceeds, net of any income tax benefit. Costs directly attributable to the issue of new shares or options associated with the acquisition of a business are included as part of the purchase consideration.

(j) Share-based payments transactions

The Company provides benefits to employees (including directors) of the Company in the form of share options. The fair value of options granted is recognised as an employee expense with a corresponding increase in equity. The fair value is measured at grant date and spread over the period during which the employee becomes unconditionally entitled to the options. The fair value of the options granted is measured using Black-Scholes valuation model, taking into account the terms and conditions upon which the options were granted.

The cost of equity-settled transactions is recognised, together with a corresponding increase in equity, on a straight-line basis over the period from grant date to the date on which the relevant employees become fully entitled to the award ("vesting date"). The amount recognised as an expense is adjusted to reflect the actual number that vest.

The dilutive effect, if any, of outstanding options is reflected as additional share dilution in the computation of earnings per share.

(k) Accounting estimates and judgements

In the process of applying the accounting policies, management has made certain judgements or estimations which have an effect on the amounts recognised in the financial information. The carrying amounts of certain assets and liabilities are often determined based on estimates and assumptions of future events. The key estimates and assumptions that have a significant risk causing a material adjustment to the carrying amounts of certain assets and liabilities within the next annual reporting period are:

Valuation of share-based payment transactions

The valuation of share-based payment transactions is measured by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined using the Black Scholes model taking into account the terms and conditions upon which the instruments were granted.

NOTES TO THE FINANCIAL STATEMENTS

(I) Adoption of new and revised standards

Standards and Interpretations applicable to 30 June 2018

In the year ended 30 June 2018, the directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Company and effective for the current annual reporting period. As a result of this review, the directors have determined that there is no material impact of the new and revised Standards and Interpretations on the Company and, therefore, no material change is necessary to the Company's accounting policies.

Standards and Interpretations in issue not yet adopted

The directors have also reviewed all Standards and Interpretations on issue not yet adopted for the year ended 30 June 2018. As a result of this review the directors have determined that there is no material impact of the Standards and Interpretations on issue not yet adopted on the Company and, therefore, no change is necessary to the Company's accounting policies.

4. RISK MANAGEMENT

The Company's risk management framework is supported by the Board and management. The Board is responsible for approving and reviewing the Company's risk management strategy and policy. Management is responsible for monitoring that appropriate processes and controls are in place to effectively and efficiently manage risk. The Board, performing the duties ordinarily assigned to the Audit and Risk Committees, is responsible for identifying, monitoring and managing significant business risks faced by the Company and considering the effectiveness of its internal control system. Management reports to the Board.

The Company has exposure to the following risks from their use of financial assets:

- Market risk
- Credit risk
- Liquidity risk.

Financial risk management objectives

The overall financial risk management strategy focuses on the unpredictability of the equity markets and seeks to minimise the potential adverse effects due to movements in financial liabilities or assets. The Company holds the following financial instruments as at 30 June:

	2018 \$	2017 \$
Financial assets		
Cash and cash equivalents	149,654	2,500
Trade and other receivables	117,902	-
	267,556	2,500
Financial liabilities		
Trade and other payables	108,196	1,652

Market risk

Market risk is the risk that changes in market prices, such as interest rates and commodity prices will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising return. There were no changes in the Company's market risk management policies from previous years.

Interest rate risk

The Company's exposure to interest rates primarily relates to the Company's cash and cash equivalents. The Company manages market risk by monitoring levels of exposure to interest rate risk and assessing market forecasts for interest rates.

<i>Variable rate instruments</i>		
Cash at bank	124,654	2,500
<i>Fixed rate instruments</i>		
Bank term deposits	25,000	-
	149,654	2,500

NOTES TO THE FINANCIAL STATEMENTS

4. RISK MANAGEMENT (cont'd)

Cash flow sensitivity analysis for variable rate instruments

Based on cash balances held at variable rates as at 30 June 2018, a change of 25 basis points in interest rates would have increased or decreased the Company's loss by \$25 (2017: \$nil at 25 basis points). The Board assessed a 25-basis point movement as being reasonably possible based on recent RBA and press reports, whereby a movement of this magnitude is possible over the next 12 months. This analysis assumes that all other variables remain constant.

Other market price risk

The Company is involved in the exploration and development of mining tenements for minerals. Should the Company successfully progress to production, revenues associated with mineral sales, and the ability to raise funds through equity and debt, will have some dependence upon commodity prices

The Company operates within Australia and all transactions during the financial year are denominated in Australian dollars. The Company is not exposed to foreign currency risk at the end of the reporting period.

Capital

The capital of the Company consists of issued capital (shares) and borrowings. The Board aims to maintain a capital structure that ensures the lowest cost of capital available to the entity at the time when funds are obtained. The Board will assess the options available to the Company to issue more shares while taking into account the effect on current shareholder ownership percentages (dilution) or alternatively assess the ability of the Company to access debt (borrowings) where the cost associated of borrowing these funds (interest) is not considered excessive.

The Board seeks to maintain a balance between the higher returns that might be possible with higher levels of borrowings and the advantages and security afforded by a sound capital position although there is no formal policy regarding gearing levels as the Company is not yet in production.

Liquidity

Liquidity risk arises from the debts (financial liabilities being creditors and other payables) of the Company and the Company's subsequent ability to meet these obligations to repay its debts (financial liabilities) as and when they fall due.

Ultimate responsibility for liquidity risk management rests with the Board of Directors. The Board has determined an appropriate liquidity risk management framework for the administration of the Company's short, medium and long-term funding and liquidity management requirements. The Company manages liquidity risk by maintaining adequate cash reserves and monitoring actual cash flows and matching the maturity profiles of financial assets, expenditure commitments and debts (liabilities). There were no changes in the Company's liquidity risk management policies from previous years.

	Carrying amount	Contractual cash flows	Less than 1 year	2-5 years	>5 years
30 June 2018					
Trade and other payables	108,196	108,196	108,196	-	-
Total	108,196	108,196	108,196	-	-
30 June 2017					
Trade and other payables	1,652	1,652	1,652	-	-
Total	1,652	1,652	1,652	-	-

Fair value of financial instruments

The fair value of financial assets and liabilities must be estimated for recognition and measurement or for disclosure purposes. The Board considers that the carrying amounts of current financial assets and financial liabilities recorded in the financial statements approximate their fair values due to their short-term maturity.

Credit

The major current asset of the Company is its cash at bank. The assessment of the credit risk based on a rating agency review of the financial institution is set out below:

NOTES TO THE FINANCIAL STATEMENTS

4. RISK MANAGEMENT (cont'd)

	2018 \$	2017 \$
<i>Credit risk</i>		
A-1+	149,654	2,500

The equivalent S&P rating of the financial assets represents that rating of the counterparty with whom the financial asset is held rather than the rating of the financial asset itself.

Interest rate risk

The Company is currently not exposed to material interest rate movements given the low interest rate returns on offer in the market for funds on deposit.

5. AUDITOR'S REMUNERATION

	2018 \$	2017 \$
(a) Audit services		
BDO Audit (WA) Pty Ltd		
- audit and review of financial reports	31,508	-
(b) Other services		
BDO Corporate Tax (WA) Pty Ltd		
- tax compliance services	11,876	-
BDO Corporate Finance (WA) Pty Ltd		
- investigating accountant's report for inclusion in prospectus	10,200	-

6. TAXATION

(a) Income tax expense	-	-
(b) Numerical reconciliation between income tax expense and pre-tax net loss		
Loss before income tax expense	(3,252,776)	(249)
Income tax benefit calculated at 27.5% (2017: 27.5%)	(894,513)	(68)
Tax effect on amounts which are not tax deductible:		
Entertainment	1,324	-
Increase in deferred tax liability balance not previously recognised	-	-
Increase in deferred tax asset balance not previously recognised	-	-
Increase in deferred tax balance not brought to account	893,190	68
Income tax expense	-	-
(c) Deferred tax assets not brought to account		
Carry forward losses	2,430,753	-
Timing differences	61,064	-
Capital raising costs	65,761	-
Potential at 27.5%	2,555,744	-

NOTES TO THE FINANCIAL STATEMENTS

6. TAXATION (cont'd)

The tax benefits of the above deferred tax assets will only be obtained if:

- (a) the Company derives future assessable income of a nature and of an amount sufficient to enable the benefits to be utilised;
- (b) the Company continues to comply with the conditions for deductibility imposed by law; and
- (c) no changes in income tax legislation adversely affect the Company in utilising the benefits.

(d) Deferred tax liabilities not brought to account

Timing differences	-	-
Potential at 27.5%	-	-

The above deferred tax liabilities have not been recognised as they have given rise to the carry forward revenue losses for which the deferred tax asset has not been recognised.

	2018 \$	2017 \$
7. EXPENSES		
Corporate and administrative expenses		
Accounting, audit, company secretarial and tax fees	115,558	-
Insurance costs	16,435	-
Legal fees	29,833	-
Marketing and public relations expenses	44,890	-
Operating lease expenses	15,030	-
Personnel expenses	350,699	-
Share based payments expense	1,631,000	-
Other expenses	25,192	249
Total corporate and administrative expenses	2,228,637	249
8. CASH AND CASH EQUIVALENTS		
Cash at bank and on hand	124,654	2,500
Term deposit	25,000	-
	149,654	2,500
9. TRADE AND OTHER RECEIVABLES		
Sundry debtors	117,902	-
10. OTHER FINANCIAL ASSETS		
Prepaid insurance	12,657	-
11. PROPERTY, PLANT AND EQUIPMENT		
	Office Equipment	Total \$
At 1 June 2017		
Additions	6,795	-
Disposals	-	-
Depreciation charge for the year	(6,795)	-
At 30 June 2018, net of accumulated depreciation	-	-

NOTES TO THE FINANCIAL STATEMENTS

	Office Equipment	Total \$
11. PROPERTY, PLANT AND EQUIPMENT (cont'd)		
At 30 June 2018		
Cost	6,795	-
Accumulated depreciation	(6,795)	-
Net carrying amount	-	-
	2018	2017
	\$	\$
12. TRADE AND OTHER PAYABLES		
Trade payables	25,198	-
Other creditors and accruals	82,998	1,652
	108,196	1,652
13. BORROWINGS		
Loan from Director	-	-
Reconciliation		
Opening balance	-	-
Amount borrowed	100,000	
Amount repaid	(100,000)	-
Closing balance	-	-
Terms of the Borrowings		
In July 2017, the Company entered into a loan agreement with Non-Executive Chairperson, Mr Michael Ralston, for the purposes of funding its working capital. The loan was repayable within 3 months and advanced on an interest free basis provided it was repaid in full within the term of the loan. The loan was repaid in full in August 2017.		
Security		
The Loan from Director was unsecured.		
14. EMPLOYEE BENEFITS OBLIGATION		
Annual leave - current	14,408	-
Reconciliation		
Balance brought forward	-	-
Movement during the year	14,408	-
Balance carried forward	14,408	-

NOTES TO THE FINANCIAL STATEMENTS

15. ISSUED CAPITAL

54,125,000 (2017: 25,000,000) fully paid ordinary shares	1,781,037	2,500
	Number of Shares	\$
Opening balance 1 July 2016	12	12
Shares cancelled on 22 May 2017	(12)	(12)
Shares issued on 22 May 2017	25,000,000	2,500
Less: Transaction costs arising on share issue		
Balance 30 June 2017	25,000,000	2,500
Shares issued on 25 July 2017	4,187,500	335,000
Shares issued on 8 September 2017	4,687,500	375,000
Shares issued on 1 November 2017	750,000	60,000
Shares issued on 21 December 2017	13,000,000	1,040,000
Shares issued on 21 December 2017	5,000,000	400,000
Shares issued on 22 March 2018 under loan funded plan	1,500,000	-
Less: Transaction costs arising on share issue	-	(431,463)
Balance at 30 June 2018	54,125,000	1,781,037

Refer to Note 23 for further details of the share-based payment (shares issued under the loan funded plan).

Ordinary shares entitle the holder to participate in dividends and the proceeds from winding up of the Company in proportion to the number and amounts paid on the shares held.

Options

During the year, the Company granted the following options over unissued ordinary shares:

Class	Expiry Date	Exercise Price	Grant Date	Number of Options
Director Options	13 March 2022	\$0.20	13 March 2018	10,000,000

Refer to Note 23 for further details of these share-based payments (options granted to directors).

At 30 June 2018, unissued ordinary shares of the Company under option are:

Class	Expiry Date	Exercise Price	Number of Options
Director Options	13 March 2022	\$0.20	10,000,000

Performance rights

During the year, the Company granted the following performance rights:

Class	Grant date	Date Vested	Expiration date	Number issued
A	23 February 2018	13 March 2018	23 February 2025	500,000
B	23 February 2018	-	23 February 2025	500,000

Each Performance Right will vest into one (1) Share subject to the satisfaction of certain performance criteria as disclose below:

- Class A - Reporting of an Exploration Target by a Competent Person at the Lake Rason Project;
- Class B - Company being admitted to the Official List of the ASX.

If the Performance Rights do not convert into Shares within the vesting period, they will automatically lapse.

NOTES TO THE FINANCIAL STATEMENTS

15. ISSUED CAPITAL (cont'd)

Refer to Note 23 for further details of these share-based payments (performance rights granted to employees).

At 30 June 2018, performance rights on issue were:

Class	Date Vested	Expiration date	Number issued
A	13 March 2018	23 February 2023	500,000
B	-	23 February 2023	500,000

	2018 \$	2017 \$
16. RESERVES		
Share based payments reserve	1,631,000	-

Share-based payments reserve

This reserve is used to record the value of equity-settled share-based payments provided to employees and directors as part of their remuneration. Refer to Note 23 for further details of share-based payments.

17. ACCUMULATED LOSSES

Accumulated losses at the beginning of the year	(1,652)	(1,403)
Loss for the year	(3,252,776)	(249)
Accumulated losses at the end of the year	(3,254,428)	(1,652)

18. COMMITMENTS AND CONTINGENCIES

Exploration Expenditure Commitments

In order to maintain current rights of tenure to exploration tenements, the Company is required to meet the minimum expenditure requirements specified by the State Government. These obligations may vary over time, depending on the Company's exploration program and priorities, and are also subject to variations by negotiation, joint venturing and relinquishing some of the tenements.

At balance date, total exploration expenditure commitments of the Company which have not been provided for in the financial statements are estimated at \$300,800 for the subsequent 12 months. These obligations are expected to be fulfilled in the normal course of operations. Commitments beyond 30 June 2019 are dependent on whether existing rights of tenure are renewed or new rights of tenure are acquired.

Equity commitments

Farm-In Agreement

Pursuant to a Farm-In Agreement dated 12 July 2017, the vendors of K2O Minerals Pty Ltd are entitled to receive two tranches of Vendor Performance Shares to the equivalent of 3.75% of the Shares on issue in the capital of Trigg Mining immediately prior to the Company listing on ASX. The Vendor Performance Shares will convert in two tranches into Shares upon satisfaction of each of the following milestones (each, a **Milestone**):

- (Milestone 1):** Vendor Performance Shares will convert into Shares (**Milestone 1 Vendor Performance Shares**) upon completion of a Scoping Study (as defined in the JORC Code (2012 Edition)) (**JORC Code**) relating to one or more of the Tenements by 12 July 2020, which demonstrates at the time of reporting that progress to a Pre-feasibility Study can be reasonably justified; and
- (Milestone 2):** Vendor Performance Shares will convert into Shares (**Milestone 2 Vendor Performance Shares**) upon completion of a Prefeasibility Study (as defined in the JORC Code) relating to one or more of the Tenements by 12 July 2021, which demonstrates that all or part of the related Mineral Resources (as defined in the JORC Code) may be converted into an Ore Reserve (as defined in the JORC Code) at the time of reporting.

NOTES TO THE FINANCIAL STATEMENTS

For the purposes of these Milestones, “**Tenements**” means Exploration Licences E38/3089, E39/2047 and E38/3259 granted under the Mining Act 1978 (WA), Exploration Licence applications E38/3065, E38/3298, E38/3299, E38/3300, E38/3301 and E38/3302 under the Mining Act 1978 (WA), and any grant, extension, renewal, conversion or substitution of any of the foregoing.

Subsequent to balance date, the Company agreed to a variance of the terms of the Vendor Performance Shares such that they will convert into Shares upon satisfaction of the following Milestones:

- (i) **(Milestone 1):** 2,117,813 Vendor Performance Shares will convert into Shares **(Milestone 1 Vendor Performance Shares)** upon completion of a Scoping Study (as defined in the JORC Code (2012 Edition)) **(JORC Code)** relating to one or more of the Tenements by the date falling two years from the date of the Company’s admission to the official list of the ASX, which demonstrates at the time of reporting that progress to a Pre-Feasibility Study can be reasonably justified; and
- (ii) **(Milestone 2):** 4,235,626 Vendor Performance Shares less the number of Vendor Performance Shares (if any) previously converted under item (i)(i) above will convert into Shares **(Milestone 2 Vendor Performance Shares)** upon completion, by the date falling three years from the date of the Company’s admission to the official list of the ASX, of:
 - (A) a Pre-Feasibility Study (as defined in the JORC Code) relating to one or more of the Tenements, which demonstrates that all or part of the related Mineral Resources (as defined in the JORC Code) may be converted into an Ore Reserve (as defined in the JORC Code) at the time of reporting; or
 - (B) a Feasibility Study (as defined in the JORC Code) relating to one or more of the Tenements, which demonstrates that extraction is reasonably justified (economically mineable) at the time of reporting.

Managing Director Incentive Package

Pursuant to shareholder approval obtained at an extraordinary general meeting held on 30 August 2018, the Company agreed to issue:

- (a) 1,000,000 Shares to the Managing Director (on a post-Consolidation basis) under the loan funded plan;
- (b) 5,000,000 options to the Managing Director, of which
 - (a) 3,000,000 options are exercisable at \$0.20 each on or before 31 October 2021; and
 - (b) 2,000,000 options exercisable at \$0.25 each on the date that is four years after the date of grant of the options.

The Shares and Options will be issued to the Managing Director following completion of the next seed capital raising.

New Options to Seed Capital Investors

Subject to the completion of the IPO and prior to admission to the ASX, the Company agreed to issue a total of 8,387,500 free attaching options with an exercise price of \$0.20 each on or before 31 October 2021 **(Options)** for nil consideration to certain existing shareholders of the Company.

The Company has no other no commitments or contingent liabilities as at 30 June 2018.

NOTES TO THE FINANCIAL STATEMENTS

19. LOSS PER SHARE

Basic loss per share

The calculation of basic loss per share at 30 June 2018 was based on the loss attributable to ordinary shareholders of \$3,252,776 and a weighted average number of ordinary shares outstanding during the year of 43,064,045 shares calculated as follows:

	2018 \$	2017 \$
Loss attributable to ordinary shareholders		
Net loss for the year	(3,252,776)	(249)
Weighted average number of ordinary shares	Number 2018	Number 2017
Balance at beginning of year	25,000,000	12
Effect of shares cancelled on 22 May 2017	-	-
Effect of shares issued on 22 May 2017	-	2,678,571
Effect of shares issued on 25 July 2017	3,911,401	-
Effect of shares issued on 8 September 2017	3,798,935	-
Effect of shares issued on 1 November 2017	496,66	-
Effect of shares issued on 21 December 2017	9,445,055	-
Effect of shares issued on 22 March 2018	412,088	-
	43,064,045	2,678,582

20. SEGMENT INFORMATION

30 June 2018	Mineral Exploration \$	Corporate Administration \$	Company \$
Segment Revenue	-	9,891	9,891
Significant expenses within the loss			
Depreciation and amortisation	-	(6,795)	(6,795)
Share based payment expense	-	(1,631,000)	(1,631,000)
Exploration and evaluation expenses	(743,457)	-	-
Segment net operating profit/(loss) after tax	(743,457)	(2,509,319)	(3,252,776)
30 June 2017			
Segment Revenue	-	-	-
Significant expenses within the loss			
Depreciation and amortisation	-	-	-
Segment net operating profit/(loss) after tax	-	(249)	(249)
Segment assets			
At 30 June 2018	-	280,213	280,213
At 30 June 2017	-	2,500	2,500
Segment liabilities			
At 30 June 2018	-	(122,604)	(122,604)
At 30 June 2017	-	(1,652)	(1,652)

NOTES TO THE FINANCIAL STATEMENTS

21. KEY MANAGEMENT PERSONNEL DISCLOSURES

Details of key management personnel

The following were key management personnel of the Company at any time during the year and unless otherwise indicated were key management personnel for the entire year:

Directors

Ms Keren Paterson	Managing Director – appointed 26 February 2014
Mr Michael Ralston	Non-Executive Chairperson – appointed 22 May 2017
Mr William Bent	Non-Executive Director – appointed 22 May 2017

Executives

There were no executives during the 2017 or 2018 reporting periods.

Key management personnel remuneration

Details of the nature and amount of each major element of the remuneration of each key management personnel of the Company for the year are:

	Year	SHORT TERM Salary/ fees \$	POST EMPLOYMENT Superannuation benefits \$	SHARE BASED PAYMENTS Shares and Options \$	Total \$
Directors					
Ms Keren Paterson	2018	165,000	15,675	835,000	1,015,675
	2017	-	-	-	-
Mr Michael Ralston	2018	55,000	5,225	420,000	480,225
	2017	-	-	-	-
Mr William Bent	2018	27,500	2,613	280,000	310,113
	2017	-	-	-	-
Total compensation*	2018	247,500	23,513	1,535,000	1,806,013
Total compensation	2017	-	-	-	-

*In June 2018, the Board resolved to suspend payment of non-executive directors' fees effective from 1 June 2018. In addition, the Board resolved to continue payments to the Managing Director but at a rate reduced by \$5,000 per month from 1 June 2018. At completion of the IPO and ASX listing, accrued non-executive directors' fees and the balance of the Managing Director's salary will be settled in full.

A number of key management personnel, or their related parties, hold positions in other entities that result in them having control or significant influence over the financial or operating policies of those entities.

Other transactions with key management personnel

Transaction		Transactions value year ended 30 June		Balance outstanding as at 30 June	
		2018	2017	2018	2017
Mr Michael Ralston ¹	Loan agreement	100,000	-	-	-
Mr William Bent ²	Sub-lease agreement	10,430	-	-	-

1. During the financial year, the Company borrowed \$100,000 from Mr. Ralston for the purposes of funding its working capital. The loan is repayable within 3 months and interest free provided it is repaid in full within the term. The loan was repaid in full in August 2017.

2. The Company sub-leases its office space from Mainsheet Capital WA Pty Ltd, a company associated with Mr Bent, at a cost of \$500 per desk per month. The sublease commenced on 1 August 2017.

There were no other key management personnel transactions during the 2017 or 2018 financial years.

NOTES TO THE FINANCIAL STATEMENTS

21. KEY MANAGEMENT PERSONNEL DISCLOSURES (cont'd)

Options and rights over equity instruments

The movement during the reporting period in the number of options over ordinary shares in the Company held, directly, indirectly or beneficially by each key management person, including their related entities, is as follows:

	Held at 1 July 2017	Granted as compensation	Exercised	Other changes	Held at 30 June 2018	Vested during the year	Vested and exercisable at 30 June 2018
Directors							
Ms K Paterson	-	5,000,000	-	-	5,000,000	5,000,000	5,000,000
Mr Ralston	-	3,000,000	-	-	3,000,000	3,000,000	3,000,000
Mr Bent	-	2,000,000	-	-	2,000,000	2,000,000	2,000,000

	Held at 1 July 2016	Granted as compensation	Exercised	Other changes	Held at 30 June 2017	Vested during the year	Vested and exercisable at 30 June 2017
Directors							
Ms K Paterson	-	-	-	-	-	-	-
Mr Ralston	-	-	-	-	-	-	-
Mr Bent	-	-	-	-	-	-	-

Movements in shares

The movement during the year in the number of ordinary shares in the Company held, directly, indirectly or beneficially by each key management person, including their related entities, is as follows:

	Held at 1 July 2017	Held at date of appointment	Purchase	Granted as compensation	Other changes	Held at date of resignation	Held at 30 June 2018
2018							
Directors							
Ms K Paterson	5,000,000	N/A	-	1,500,000	-	N/A	6,500,000 ¹
Mr Ralston	6,500,000	N/A	-	-	-	N/A	6,500,000
Mr Bent	5,000,000	N/A	-	-	-	N/A	5,000,000 ²

Notes:

- 1,500,000 Shares are held by Ms Keren Paterson directly, while 5,000,000 Shares are held indirectly by KP Consulting Group Pty Ltd as trustee for SBS Trust, of which Ms Paterson is a director and beneficiary, after having been transferred on 13 February 2018 from Mainsheet Capital WA Pty Ltd pursuant to Ms Paterson's request to transfer direct ownership to the trust in accordance with the Declaration of Trust dated 22 May 2017.
- 5,000,000 shares are held indirectly by Mainsheet Capital WA Pty Ltd as trustee for William Bent as trustee for Bent Family Trust, of which Mr Bent is a beneficiary.

NOTES TO THE FINANCIAL STATEMENTS

21. KEY MANAGEMENT PERSONNEL DISCLOSURES (cont'd)

2017	Held at 1 July 2016	Held at date of appointment	Purchase	Granted as compensation	Other changes	Held at date of resignation	Held at 30 June 2017
Directors							
Ms K Paterson	-	N/A	5,000,000	-	-	N/A	5,000,000 ¹
Mr Ralston	-	N/A	6,500,000	-	-	N/A	6,500,000
Mr Bent	-	N/A	5,000,000	-	-	N/A	5,000,000 ²

Notes:

1. Shares are held by Mainsheet Capital WA Pty Ltd as trustee for KP Consulting Group Pty Ltd as trustee for SBS Trust, of which Ms Paterson is a director and beneficiary.
2. Shares are held indirectly by Mainsheet Capital WA Pty Ltd as trustee for William Bent as trustee for Bent Family Trust, of which Mr Bent is a beneficiary

Refer to Note 23 for further details of share-based payments

22. RECONCILIATION OF CASH FLOWS USED IN OPERATING ACTIVITIES

	2018 \$	2017 \$
Cash flows from operating activities		
Loss for the year	(3,252,776)	(249)
Adjustments for:		
Depreciation	6,795	-
Share based payments expense	1,631,000	-
Operating loss before changes in working capital and provisions	(1,614,981)	(249)
Change in trade and other receivables	(117,902)	-
Change in prepayments	(12,657)	-
Change in trade and other payables	106,544	249
Change in provisions	14,408	-
Net cash used in operating activities	(1,624,588)	-

Details of options granted to directors and performance rights granted to employees for no cash consideration are disclosed in Note 23.

23. SHARE BASED PAYMENTS

The following share-based payment arrangements existed as at 30 June 2018:

Loan Shares

The Company agreed, subject to Shareholder approval, to issue a total of 1,500,000 Shares to the Managing Director, Ms Keren Paterson, under the Company's Loan Funded Plan (**Loan Shares**). Following receipt of shareholder approval at the general meeting held on 19 February 2018, the Loan Shares were issued to the Managing Director at an issue price of \$0.08 per Share as follows:

Grant date	Quantity of Loan Funded Shares	Vesting Conditions	Date Vested
22 March 2018	750,000	Hurdle 1: Reporting of an Exploration Target by a Competent Person at the Lake Rason Prospect	13 March 2018
22 March 2018	750,000	Hurdle 2: Admission of the Company to the official list of ASX on or before 30 June 2018	Lapsed

NOTES TO THE FINANCIAL STATEMENTS

23. SHARE BASED PAYMENTS (cont'd)

The Loan Shares also have a limited recourse loan attached to them dated 13 March 2018 (**Loan**). The Loan is for \$120,000 on an interest (and fee) free basis with a mortgage given to the Company over the Loan Shares (and to which the limited recourse applies). The Loan repayment date is 2025 (i.e. a 7-year term) and the Loan must be repaid in full prior to any disposal of the Loan Shares.

The fair value of the Loan Shares was calculated at the date of grant using a Black-Scholes valuation model and the vested portion of Loan Shares were fully expensed in the reporting period. The following table gives the assumptions made in determining the fair value of Loan Shares on the date of grant:

Grant date	Life of the Loan Shares	Fair value per Loan Share	Value of Loan Shares	Underlying Share price	Estimated volatility	Risk free interest rate	Dividend yield
22 Mar 2018	7 years	\$0.18	\$270,000	\$0.20	100%	2.68%	Nil

Total expense recognised in corporate and administrative expenses was \$135,000 (2017: nil) in respect of the Loan Shares granted and vested to the Managing Director. No expense has been recognised for Loan Shares which lapsed during the year.

Options

Following receipt of shareholder approval at the general meeting held on 19 February 2018, the Company also issued to directors the following share-based payments:

Name	Class of Share Based Payment	Quantity	Grant date Fair Value	Value recognised during the year	Value to be recognised in future years
Ms K Paterson	Unlisted options	5,000,000	\$0.14	\$700,000	-
Mr M Ralston	Unlisted options	3,000,000	\$0.14	\$420,000	-
Mr W Bent	Unlisted options	2,000,000	\$0.14	\$280,000	-

Each option is convertible to one ordinary share and is exercisable at \$0.20 each on or before 13 March 2022. All options vested immediately. There are no voting or dividend rights attaching to the options.

The fair value of the options was calculated at the date of grant using a Black-Scholes valuation model and fully expensed in the reporting period. The following table gives the assumptions made in determining the fair value of options on the date of grant:

Grant date	Expiry Date	Fair value per option	Exercise price	Price of shares on grant date	Estimated volatility	Risk free interest rate	Dividend yield
13 Mar 2018	13 Mar 2022	\$0.140	\$0.20	\$0.20	100%	2.35%	Nil

The expected volatility reflects the assumption that the historical volatility is indicative of future trends, which may not necessarily be the actual outcome.

Total expense recognised in corporate and administrative expenses was \$1,400,000 (2017: nil) in respect of the options granted to directors.

Performance Rights

On 23 February 2018, the Company issued a total of 1,000,000 performance rights to certain employees pursuant to the Company's Performance Rights Plan approved by shareholders at the general meeting held on 19 February 2018, as follows:

Class	Grant date	Vesting date	Expiration date	Number issued	Undiscounted Value per Rights at Grant date	Total Undiscounted Value
A	23 Feb 2018	13 Mar 2018	23 Feb 2025	500,000	\$0.192	\$96,000
B	23 Feb 2018	-	23 Feb 2025	500,000	\$0.192	\$96,000

NOTES TO THE FINANCIAL STATEMENTS

23. SHARE BASED PAYMENTS (cont'd)

Each Performance Right will vest into one (1) Share subject to the satisfaction of certain performance criteria as disclose below:

- Class A - Reporting of an Exploration Target by a Competent Person at the Lake Rason Project;
- Class B - Company being admitted to the Official List of the ASX.

If the Performance Rights do not convert into Shares within the vesting period, they will automatically lapse.

During the year, an expense of \$96,000 was recognised in respect of 500,000 Class A which vested on 13 March 2018.

The directors assessed the likelihood of the Class B milestone being met within the vesting period and estimated that there was a 100% probability that Class B will be met within the vesting period. However, no expenses have been recognised during the year in relation to Class B performance rights.

Subsequent to balance date, a total of 500,000 Class A and 500,000 Class B performance rights lapsed in accordance with the terms and conditions of the performance rights.

24. EVENTS SUBSEQUENT TO BALANCE DATE

Subsequent to balance date:

1. The Company agreed to a variance of the terms of the share purchase agreement with Trigg Mining whereby Trigg Mining will acquire 100% of the issued capital of K2O Minerals Pty Ltd (**K2O Minerals**) by issue of shares in Trigg Mining to shareholders of K2O Minerals.
2. The Company cancelled 10,000,000 options exercisable at \$0.20 each on or before 13 March 2022 held by directors of Trigg Mining.
3. A total of 1,000,000 performance rights were cancelled and forfeited in accordance with the terms and conditions of the performance rights plan.
4. Pursuant to shareholder approval obtained at an extraordinary general meeting held on 30 August 2018, the Company:
 - (a) cancelled and forfeited 750,000 Shares (on a pre-Consolidation basis) issued to the Managing Director pursuant to the loan funded plan in accordance with the terms and conditions of the plan;
 - (b) completed a consolidation of capital on the basis of every 5 securities being consolidated into 3 securities (**Consolidation**);
 - (c) completed a buy-back of 6,000,000 Shares (on a post-Consolidation basis) for total cost of \$600;
 - (d) agreed to issue 1,000,000 Shares to the Managing Director (on a post-Consolidation basis) under the loan funded plan;
 - (e) agreed to issue 5,00,000 options to the Managing Director, of which
 - (a) 3,000,000 options are exercisable at \$0.20 each on or before 31 October 2021;
 - (b) 2,000,000 options exercisable at \$0.25 each on the date that is four years after the date of grant of the options; and
 - (f) amended the constitution of Trigg Mining.
5. Subject to the completion of the IPO and prior to admission to the ASX, the Company agreed to issue a total of 8,387,500 free attaching options with an exercise price of \$0.20 each on or before 31 October 2021 (**Options**) for nil consideration to certain existing shareholders of the Company.

The financial effect of the above transactions has not been brought to account in the financial statements for the year.



DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Trigg Mining Limited, I state that:

1. In the opinion of the directors of Trigg Mining Limited:
 - (a) the financial statements and notes of Trigg Mining Limited for the financial year ended 30 June 2018 are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the Company's financial position as at 30 June 2018 and of its performance, for the financial year ended on that date; and
 - (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001;
 - (b) the financial report also complies with International Financial Reporting Standards as disclosed in Note 2;
 - (c) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
2. This declaration has been made after receiving the declarations required to be made by the Managing Director and Non-Executive Chairperson in accordance with section 295A of the Corporations Act 2001 for the financial year ended 30 June 2018.

On behalf of the board

A handwritten signature in blue ink, appearing to read "K. Paterson", is written over a faint, larger blue signature.

Keren Paterson
Managing Director

10 October 2018

INDEPENDENT AUDITOR'S REPORT

To the members of Trigg Mining Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Trigg Mining Limited (the Company), which comprises the statement of financial position as at 30 June 2018, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and the directors' declaration.

In our opinion the accompanying financial report of Trigg Mining Limited, is in accordance with the Corporations Act 2001, including:

- (i) Giving a true and fair view of the Company's financial position as at 30 June 2018 and of its financial performance for the year ended on that date; and
- (ii) Complying with Australian Accounting Standards and the Corporations Regulations 2001.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the Financial Report section of our report. We are independent of the Company in accordance with the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material uncertainty related to going concern

We draw attention to Note 2 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 Company's ability to continue as a going concern and therefore the Company may be unable to realise its assets and discharge its liabilities in the normal course of business. Our opinion is not modified in respect of this matter.

Other information

The directors are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the Director's report, but does not include the financial report and our auditor's report thereon.



Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the directors for the Financial Report

The directors of the Company are responsible for the preparation of the 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 financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our auditor's report.

BDO Audit (WA) Pty Ltd

A handwritten signature in blue ink that reads 'J Prue'. The signature is written in a cursive style, with the first letter 'J' being large and stylized.

Jarrad Prue

Director

Perth, 10 October 2018