



ASX ANNOUNCEMENT

27 February 2020

Interim Financial Report

Trigg Mining Limited (ASX: TMG) (Trigg or the Company) is pleased to release a copy of its interim financial report for the half year ended 31 December 2019.

It is recommended that the report be read in conjunction with the Annual Report of Trigg for the year ended 30 June 2019, together with any public announcements made by Trigg in accordance with the continuous disclosure obligations under the ASX Listing Rules and the Corporations Act 2001.

This announcement was authorised to be given to ASX by the Board of Directors of Trigg Mining Limited.

Keren Paterson
Managing Director
Trigg Mining Limited

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About Trigg Mining

Trigg Mining is looking to secure Australia's sustainable agriculture future through the exploration of essential potassium fertiliser, sulphate of potash (SOP), necessary for global food production and human nutrition. SOP provides essential macro nutrients for plant growth without any detrimental elements, such as chloride found in muriate of potash (MOP). In addition, SOP can be produced sustainably through the solar evaporation of potassium-rich hypersaline brine water, without the need for large open pits or waste-rock dumps.

The Trigg Mining SOP Projects are located nearby established energy and transport infrastructure for access to Australian and international agricultural markets, approximately 200 km east of Laverton in WA and include a JORC Compliant Exploration Target. The Projects cover more than 3,000 km² and contain over 400km² of salt lake playa and 375 km of interpreted palaeochannels (ancient underground rivers) all highly prospective for brine hosted SOP.



TRIGG MINING LIMITED

ABN 26 168 269 752

Interim Financial Report

For the half year ended 31 December 2019

2. CORPORATE DIRECTORY

DIRECTORS

Non-Executive Chairperson	Michael Ralston
Managing Director & CEO	Keren Paterson
Non-Executive Director	William Bent

COMPANY SECRETARY

Ms Karen Logan

PRINCIPAL PLACE OF BUSINESS

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2. DIRECTORS' REPORT

The directors are pleased to present their interim financial report of Trigg Mining Limited (**Trigg Mining** or the **Company**) and of the Consolidated Entity consisting of the Company and its subsidiary for the half year ended 31 December 2019 and the auditor's review report thereon.

DIRECTORS AND COMPANY SECRETARY

The directors of the Company at any time during or since the end of the interim period and until the date of this report are:

Keren Paterson, Managing Director & CEO

Michael Ralston, Non-Executive Chairperson

William Bent, Non-Executive Director

The following person held the office of Company Secretary of the Company during the interim period:

Karen Logan

PRINCIPAL ACITIVITIES

The principal activities of the Consolidated Entity during the interim period consisted of exploration and evaluation activities of sulphate of potash projects, raising of capital to supplement its working capital and facilitating the initial public offer (**IPO**) and listing on the Australian Securities Exchange (**ASX**).

REVIEW OF OPERATIONS

Introduction

During the 6 months to 31 December 2019, the Company successfully listed on the Australian Securities Exchange through a \$4.5 million Initial Public Offer (**IPO**) and subsequent admission to the official list of the ASX on 1 October 2019, with trading of the Company's securities commencing on 3 October 2019.

This coincided with the Company increasing its ownership of its two-key sulphate of potash (**SOP**) projects in Western Australia – Lake Throssell and Laverton Links – from 80% to 100% through the acquisition of K20 Minerals Pty Ltd following the completion of a share sale agreement.

As a result of the K20 Minerals transaction, and recent tenement acquisitions and new applications, Trigg Mining now has approximately 3,180km² granted tenements across the two project areas, located near Laverton in Western Australia (Figure 1).

At both projects, the Company is targeting brine-hosted SOP mineralisation situated close to existing infrastructure, including potential energy and transport solutions to domestic and international markets, in a well-established mining district.

Key operational milestones during the half-year included:

Lake Throssell Sulphate of Potash Project

- The successful completion of a heritage clearance with the Ngaanyatjarra traditional owners over Lake Throssell, paving the way for ground-based exploration programs to commence.
- The completion of an inaugural hand auger brine sampling program which encountered high grades of up to 6,600mg/l potassium (K), equivalent to 14,800mg/l SOP, with an average grade of 5,296mg/l K (equivalent to 11,800mg/l SOP) returned across 18 samples collected.
- An additional two tenement applications were submitted at the Lake Throssell SOP Project, more than doubling the project area to 752km² and extending the potential strike length of the prospective palaeochannel under tenure to 100km.

2. DIRECTORS' REPORT

Laverton Links Sulphate of Potash Project

- A ground gravity survey was completed to assist with defining the margins of the palaeochannel and aquifer targeting across the Lake Hope Campbell and East Laverton Prospects.
- An aircore drilling program comprising 26 holes for 1,880m was completed across the Project.
- The Lake Rason Prospect area was increased to 499km², securing the vast majority of the Lake Rason playa.

Lake Throssell Sulphate of Potash Project (E38/3065, E38/3458 and E38/3459)

The Lake Throssell SOP Project is located 180km east of Laverton, Western Australia and is situated close to established transport and energy infrastructure (Figure 1). The Project lies adjacent to the Great Central Road which connects Laverton through to the Northern Territory and Queensland and approximately 20km from Gold Road's Gruyere Gold Mine, airstrip and the terminus of the Yamarna Gas Pipeline.

The Project comprises one granted tenement and two applications covering a total area of 752km² and encompasses the highly prospective Lake Throssell playa lake and underlying palaeochannel for more than 100km in strike length.

During the reporting period, the Company completed a heritage clearance survey with the Traditional Owners, the Ngaanyatjarra, which was immediately followed by an inaugural hand auger brine sampling program to assess the tenor of brine within the surface aquitard (Figure 2).

A total of 35 brine samples and duplicates were collected at 16 sites across the project area from a depth of up to 2 metres, with free-flowing brines documented at each sample site. Assay results (Figure 2 and Table 1) revealed high grades of up to 6,600mg/l K (equivalent to 14,800mg/l SOP) with an average grade of 5,296mg/l K (equivalent to 11,800mg/l SOP) (Table 1).

The brine chemistry also suggests favourable characteristics for solar evaporative concentration and low levels of waste salts, with a low overall Na: K ratio of 15.5:1 and high SO₄ concentration.

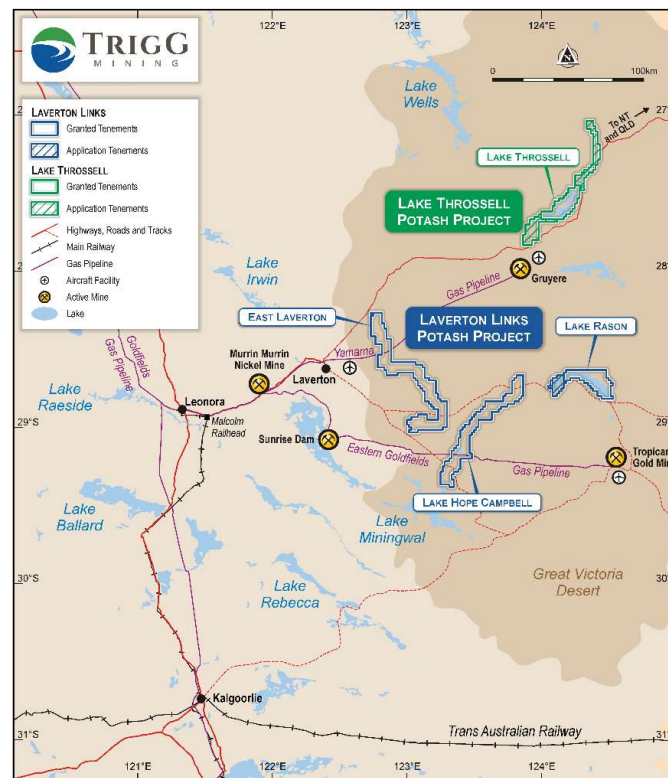


Figure 1: Location of Trigg Mining's Sulphate of Potash Projects showing established infrastructure and Project Locations

2. DIRECTORS' REPORT

With such strong indications of the potential for extensive SOP mineralisation across the Lake Throssell area, the Company applied for two additional tenements during the reporting period along the interpreted underlying palaeochannel to the north and south, effectively securing the Lake Throssell palaeo-system.

Together these tenements cover an additional 434km² of potential SOP mineralisation (Figure 2), taking the total Lake Throssell SOP Project area to 752km².

Planning is now underway for the next phase of exploration at the Lake Throssell SOP Project, including:

- Further sampling of the surface aquitard;
- Aircore drilling to define the nature and tenor of basal aquifers hosted within the palaeochannel; and
- Establishing a JORC Compliant Mineral Resource.

Table 1: Lake Throssell Hand-auger Locations (MGA51 Z51)

Site ID	Easting	Northing	RL (m)	Water level (cm below surface)	Hole depth (cm)	K (mg/l)	SOP Equiv. ¹ (K ₂ SO ₄ mg/l)	Mg (mg/l)	Cl (mg/l)	Na (mg/l)	SO ₄ (mg/l)	TDS (mg/l)
LT001	625864	6959997	364	70	120	3,840	8,551	5,440	94,250	57,600	13,700	187,000
LT002	620233	6959250	365	30	110	5,120	11,407	9,750	145,650	85,800	25,000	284,000
LT003	618832	6955734	366	50	120	5,090	11,341	6,740	122,550	75,900	20,600	237,000
LT004	623424	6,955635	363	33	120	5,610	12,499	7,830	143,900	88,500	20,900	276,000
LT005	622383	6950849	364	32	110	5,150	11,474	6,510	136,400	82,700	18,000	256,000
LT006	617496	6950979	365	39	120	4,910	10,939	4,920	115,400	69,900	15,300	220,000
LT007	610629	6951011	363	36	110	6,580	14,660	7,180	133,600	81,000	23,900	259,000
LT008	620071	6946977	369	38	120	5,240	11,675	8,250	149,000	89,100	20,300	280,000
LT009	616099	6945768	368	39	120	4,820	10,739	5,910	125,550	78,200	18,800	235,000
LT010	611438	6946320	371	39	120	5,600	12,477	6,740	145,850	89,500	20,300	272,000
LT011	613656	6942220	365	38	120	5,040	11,229	8,170	141,300	84,900	21,700	269,000
LT012	609780	6942352	369	81	110	4,840	10,784	7,420	133,750	84,400	23,000	263,000
LT013	605549	6940072	371	51	120	4,880	10,873	7,220	118,550	72,100	20,500	231,000
LT014	599651	6940332	374	50	100	5,370	11,964	12,100	160,350	92,900	30,300	317,000
LT015	602745	6944274	370	95	110	5,980	13,323	13,300	160,150	91,900	32,400	322,000
LT016	613817	6953422	364	42	80	6,660	14,838	10,300	156,150	92,100	28,200	308,000
¹ SOP equivalent is calculated by converting the molecular mass of K to K ₂ SO ₄ – utilising a factor of K x 2.228. When reporting as kg/m ³ 10,000 mg/l SOP is stated as 10 kg/m ³												

2. DIRECTORS' REPORT

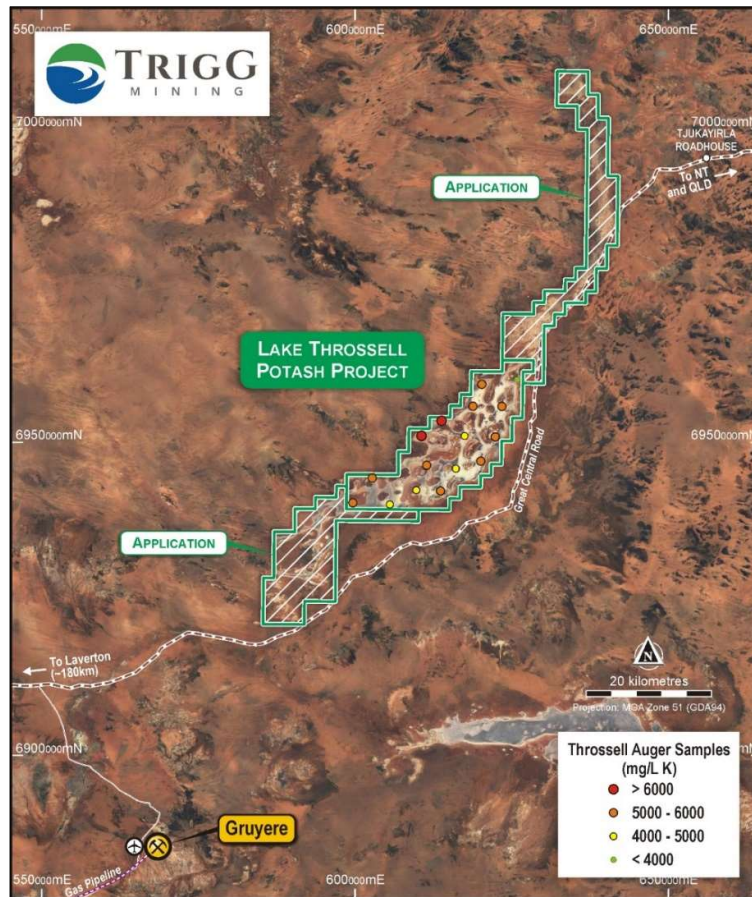


Figure 2: The Lake Throssell SOP Project Location and potassium assay results of the inaugural brine sampling program

Laverton Links Sulphate of Potash Project

(E38/3089, E38/3298, E38/3437 and E38/3464, EL38/3259 and EL39/2047, E38/3299, E38/3300, E38/3301 and E38/3302)

The Laverton Links SOP Project (Figure 1) comprises three Prospects (Lake Rason, Lake Hope Campbell and East Laverton) for a total granted and applied area of 2,424km² and covers some 293km² of playa lake and 291km of palaeochannel, all prospective for SOP mineralisation.

The Prospects are located within a 35-225km radius east of Laverton, Western Australia and close to the Tropicana Gold Mine. The Laverton Links SOP Project is accessible from Laverton via numerous roads and tracks and from Kalgoorlie via the Tropicana Gold Mine Access Road. The Eastern Goldfields and Yamarna Gas Pipelines pass directly through the Lake Hope Campbell and East Laverton Prospects.

The Lake Rason Prospect hosts an Exploration Target of 2.5-9.0 Mt of drainable SOP with a weighted average grade of 4,300-6,300 mg/l SOP (Table 2, refer to the Prospectus for additional information). 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.

A 1,880m aircore drilling program was carried out across the Project area (Figure 3) during the reporting period. Results from this program will be reported in the following period.

2. DIRECTORS' REPORT

Table 2: Lake Rason Exploration Target

Unit	Aquifer Volume	Specific Yield (%)		Potentially Drainable Brine (Mm³)		SOP Grade (kg/m³)			SOP (Mt)	
	(Mm³)	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

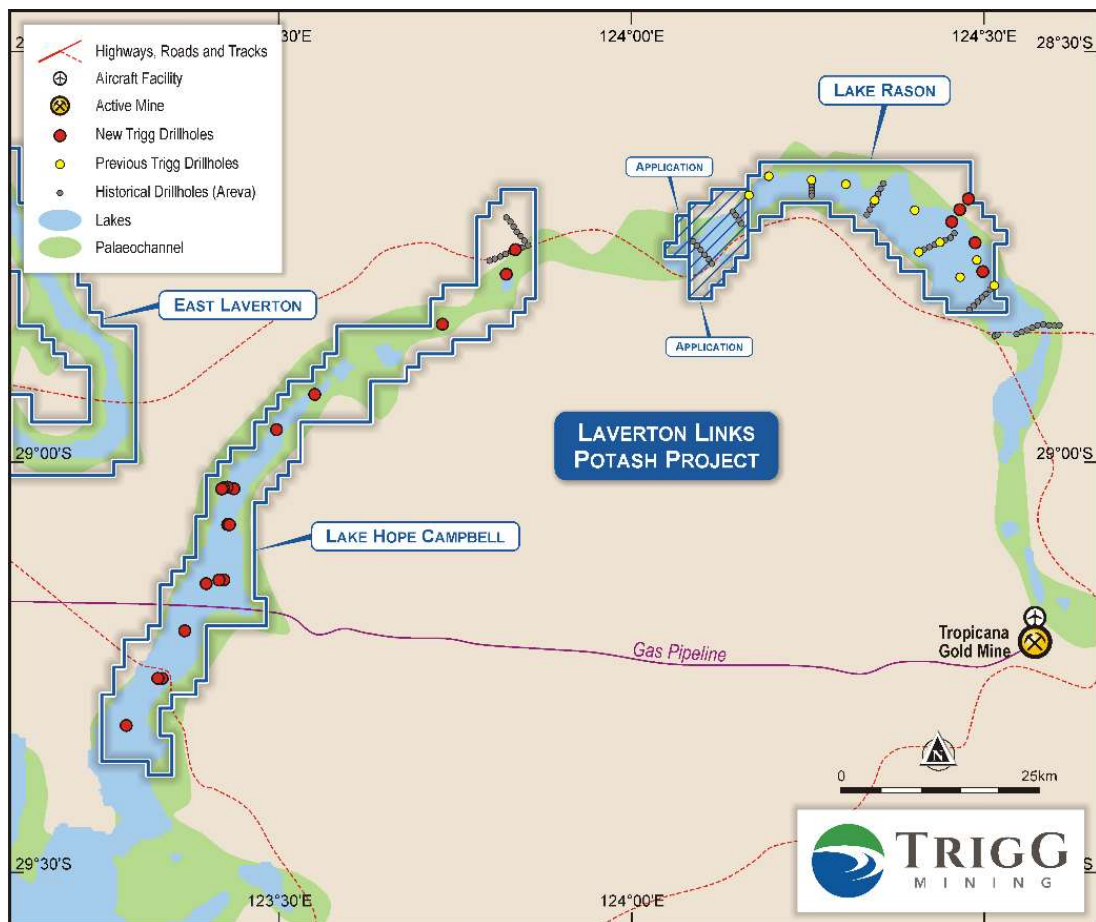


Figure 4: Sample Locations – showing infrastructure, approved and pending tenements

2. DIRECTORS' REPORT

Schedule of Tenements as at 31 December 2019

Tenement Number	Location	Registered Owner/Applicant	Status	Interest
E38/3065	Lake Throssell	K2O Minerals Pty Ltd	Granted	100%
E38/3458	Lake Throssell	K2O Minerals Pty Ltd	Application	100%
E38/3459	Lake Throssell	K2O Minerals Pty Ltd	Application	100%
E38/3298	Lake Rason	K2O Minerals Pty Ltd	Granted	100%
E38/3089	Lake Rason	K2O Minerals Pty Ltd	Granted	100%
E38/3437	Lake Rason	Mining Equities Pty Ltd	Application	100%
E38/3464	Lake Rason	K2O Minerals Pty Ltd	Application	100%
E38/3259	Lake Hope Campbell	K2O Minerals Pty Ltd	Granted	100%
E39/2047	Lake Hope Campbell	K2O Minerals Pty Ltd	Granted	100%
E38/3299	East Laverton	K2O Minerals Pty Ltd	Granted	100%
E38/3300	East Laverton	K2O Minerals Pty Ltd	Granted	100%
E38/3301	East Laverton	K2O Minerals Pty Ltd	Granted	100%
E38/3302	East Laverton	K2O Minerals Pty Ltd	Granted	100%

Competent Person Statement

The information in this report that relates to exploration results is based upon information compiled by Mr Neil Inwood, as Trigg's Technical Manager. Mr Inwood is a Fellow of the Australasian Institute of Mining and Metallurgy and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Inwood consents to the inclusion in the report of the matters based upon the information in the form and context in which it appears.

RESULTS

The Consolidated Entity has incurred a loss from ordinary activities of \$2,612,062 (2018: \$495,766) after income tax for the half-year ended 31 December 2019. The loss from ordinary activities includes \$1,052,500 of non-cash costs of acquiring 100% of the issued capital of K2O Minerals.

At 31 December 2019, the Consolidated Entity had net assets of \$2,552,616 (30 June 2019: deficiency in net assets of \$139,902), including cash and cash equivalents of \$2,743,246 (30 June 2019: \$49,987).

During the interim period, the Company successfully completed the IPO, raising \$4,500,000 before costs and was admitted to the official list of ASX on 1 October 2019.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

Significant changes to the state of affairs during the half year ended 31 December 2019 were as follows:

- On 30 September 2019, the Company successfully completed the IPO and issued 22,500,000 Shares and free-attaching 11,250,000 Quoted Options at an issue price of \$0.20 per Share raising \$4,500,000 (before costs).
- Following successful completion of the IPO, on 30 September 2019, Trigg Mining:
 - issued 5,262,500 Shares and 4,235,626 performance shares to vendors on completion of the acquisition of 100% of the issued capital of K2O Minerals;
 - issued 8,387,500 Quoted Options to existing seed capitalists on the basis of 1 Quoted Option for every 2 Shares held;
 - issued 7,500,000 Unquoted Options to lead manager to the IPO for nil consideration.

2. DIRECTORS' REPORT

3. On 1 October 2019, the Company was admitted to the official list of the ASX and official quotation of its Shares and Options on ASX commenced on 3 October 2019.

There was a total of 57,987,500 Shares on issue as at 31 December 2019.

ENVIRONMENTAL REGULATION

The Consolidated Entity'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 Consolidated Entity.

LIKELY DEVELOPMENTS

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

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

DIVIDENDS

No dividend has been declared or paid by the Company to the date of this report (2018: nil).

EVENTS SUBSEQUENT TO BALANCE DATE

There has been no transaction or event of a material and unusual nature likely, in the opinion of the directors of the Company, to affect significantly the operations of the Consolidated Entity, the results of those operations, or the state of affairs of the Consolidated Entity, in future financial years.

AUDITOR'S INDEPENDENCE DECLARATION

Section 370C of the Corporations Act 2001 requires our auditors, BDO Audit (WA) Pty Ltd, to provide the directors of the Company with an Independence Declaration in relation to the review of the interim financial report. This Auditor's Independence Declaration is set out on page 11 and forms part of this Directors' Report for the period.

This report is made in accordance with a resolution of the directors.



Keren Paterson
Managing Director & CEO

Dated at Perth, Western Australia this 27th day of February 2020.

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

As lead auditor for the review of Trigg Mining Limited for the half-year ended 31 December 2019, I declare that, to the best of my knowledge and belief, there have been:

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

This declaration is in respect of Trigg Mining Limited and the entity it controlled during the period.



Jarrad Prue

Director

BDO Audit (WA) Pty Ltd

Perth, 27 February 2020

4. FINANCIAL STATEMENTS

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME for the half year ended 31 December 2019

	Notes	Consolidated December 2019 \$	Company December 2018 \$
Finance income		6,803	1,682
Research & Development tax rebate		-	306,536
Corporate and administrative expenses	3	(583,654)	(623,880)
Exploration and evaluation expenses		(1,897,756)	(106,198)
Other expenses		(137,455)	(73,906)
Loss from ordinary activities before income tax		(2,612,062)	(495,766)
Income tax		-	-
Net loss from ordinary activities for the period		(2,612,062)	(495,766)
Basic and diluted loss per share (cents) (restated)		(7.01)	(1.60)

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

4. FINANCIAL STATEMENTS

STATEMENT OF FINANCIAL POSITION as at 31 December 2019

	Notes	Consolidated December 2019 \$	Company June 2019 \$
CURRENT ASSETS			
Cash and cash equivalents	4	2,743,246	49,987
Trade and other receivables	5	122,338	25,323
Total Current Assets		2,865,584	75,310
TOTAL ASSETS		2,865,584	75,310
CURRENT LIABILITIES			
Trade and other payables	6	267,482	185,178
Employee benefits obligation	8	45,486	30,034
Total Current Liabilities		312,968	215,212
TOTAL LIABILITIES		312,968	215,212
NET ASSETS		2,552,616	(139,902)
EQUITY			
Issued capital	9	6,559,076	2,168,437
Reserves		1,444,027	530,086
Accumulated losses		(5,450,487)	(2,838,425)
TOTAL EQUITY		2,552,616	(139,902)

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

4. FINANCIAL STATEMENTS

STATEMENT OF CASH FLOWS for the half year ended 31 December 2019

	Notes	Consolidated December 2019 \$	Company December 2018 \$
Cash flows from operating activities			
Interest received		6,803	1,803
Payments to suppliers and employees		(1,521,683)	(283,526)
Proceeds from R&D tax incentive refund		-	306,536
Net cash (used in)/ provided by operating activities		(1,514,880)	24,813
Cash flows from financing activities			
Proceeds from issue of share capital (net)		4,208,139	388,000
Payment for share buy-back		-	(600)
Proceeds from borrowings		100,000	-
Repayment of borrowings		(100,000)	-
Net cash provided by financing activities		4,208,139	387,400
Net increase in cash held		2,693,259	412,213
Cash and cash equivalents at the beginning of the period	4	49,987	149,654
Cash and cash equivalents at the end of the period		2,743,246	561,867

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

4. FINANCIAL STATEMENTS

STATEMENT OF CHANGES IN EQUITY for the half year ended 31 December 2019

	Issued Capital \$	Reserves \$	Accumulated Losses \$	Total Equity \$
At 1 July 2019	2,168,437	530,086	(2,838,425)	(139,902)
Loss for the period	-	-	(2,612,062)	(2,612,062)
Issue of share capital	5,552,500	-	-	5,552,500
Share issue costs	(1,161,861)	-	-	(1,161,861)
Equity-settled share-based payments	-	913,941	-	913,941
At 31 December 2019	6,559,076	1,444,027	(5,450,487)	2,552,616
At 1 July 2018	1,781,037	1,631,000	(3,254,428)	157,609
Loss for the period	-	-	(495,766)	(495,766)
Issue of share capital	400,000	-	-	400,000
Share issue costs	(12,000)	-	-	(12,000)
Shares bought back	(600)	-	-	(600)
Equity-settled share-based payments	-	351,858	-	351,858
Transfer from reserves	-	(1,496,000)	1,496,000	-
At 31 December 2018	2,168,437	486,858	(2,254,194)	401,101

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

5. NOTES TO THE FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

Trigg Mining Limited (**Trigg Mining** or the **Company**) is a public company limited by shares incorporated and domiciled in Australia whose shares are publicly traded on the Australian Securities Exchange (**ASX**). The consolidated interim financial report for the period ended 31 December 2019 comprises the Company and its subsidiary (together referred to as the **Consolidated Entity**). The interim financial report was authorised for issue in accordance with a resolution of the directors on 27 February 2020.

2. BASIS OF PREPARATION

(a) Statement of compliance

This interim financial report for the half year reporting period ended 31 December 2019 has been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Act 2001. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

This interim financial report does not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Company as in the full financial report.

It is recommended that this interim financial report be read in conjunction with the any public announcements made by Trigg Mining up to the date of this report in accordance with the continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

(b) Basis of measurement

The interim financial report has been prepared on a historical cost basis. The interim 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.

(c) Going Concern

The interim financial statements have been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business.

Notwithstanding the fact that the Consolidated Entity incurred a loss of \$2,612,062 (2018: \$495,766) and had net cash outflows from operating activities of \$1,514,880 (2018: net cash from operating activities of \$24,813), the directors are of the opinion that there are reasonable grounds to believe that the Consolidated Entity will be able to continue as a going concern for the following reasons:

- The Company has access to cash reserves of \$2,743,246 as at 31 December 2019 (30 June 2019: \$49,987).
- The Company has the ability to adjust its exploration expenditure subject to results of its exploration activities.

(d) Significant accounting policies

The accounting policies and methods of computation adopted are consistent with those of the previous financial year and corresponding interim reporting period. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards. The Company has adopted AASB 16 Leases as at 1 July 2019. There is no material impact as a result of adoption of AASB 16. Refer to note 2(g).

(e) Principles of Consolidation

Subsidiaries

Subsidiaries are all entities over which the Company has control. The Company controls an entity when the Company is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Company. They are deconsolidated from the date that control ceases.

Intercompany transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred

5. NOTES TO THE FINANCIAL STATEMENTS

asset. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Company.

Non-controlling interests in the results and equity of subsidiaries are shown separately in the consolidated statement of profit or loss, statement of comprehensive income, statement of changes in equity and balance sheet respectively.

(f) Accounting estimates and judgements

The preparation of the interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim financial report, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended 30 June 2019. On the significant judgements made on acquisition of K2O Minerals Pty Ltd, refer to note 12.

(g) Adoption of new and revised standards

Standards and Interpretations applicable to 31 December 2019

In the half year ended 31 December 2019, 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 half year ended 31 December 2019. 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.

3. EXPENSES

	Consolidated December 2019 \$	Company December 2018 \$
Corporate and administrative expenses		
Accounting, audit, company secretarial, professional services and tax fees	233,720	50,340
Insurance costs	12,489	20,736
Legal fees	765	29,431
Marketing and public relations expenses	120,854	20,066
Operating lease expenses	6,705	5,167
Personnel expenses	135,845	133,201
Regulatory costs	21,816	4,289
Share-based payments expense	43,941	351,858
Other expenses	7,519	8,792
Total corporate and administrative expenses	583,654	623,880

4. CASH AND CASH EQUIVALENTS

	Consolidated December 2019 \$	Company June 2019 \$
Cash at bank and on hand	2,738,246	24,987
Term deposit	5,000	25,000
	2,743,246	49,987

5. NOTES TO THE FINANCIAL STATEMENTS

	Consolidated December 2019 \$	Company June 2019 \$
5. TRADE AND OTHER RECEIVABLES		
Sundry debtors	122,338	25,323
6. TRADE AND OTHER PAYABLES		
Trade payables	205,290	63,484
Other creditors and accruals	62,192	121,694
	267,482	185,178
7. BORROWINGS		
Loan from Director	-	-
Reconciliation		
Opening balance	-	-
Amount borrowed	100,000	-
Amount repaid	(100,000)	-
Closing balance	-	-

Terms of the Borrowings

On 23 July 2019, the Company entered into a loan agreement with Non-Executive Chairperson, Mr Michael Ralston, under which the Lender agreed to lend to the Company an amount of up to \$250,000 (**Loan**) to facilitate the Company's ongoing working capital and expenditure requirements during the initial public offer (**IPO**) process. The Loan was repayable by the earlier of 5 business days of the issue of securities under the IPO and 3 months after commencement of the Loan. The Loan was advanced on an interest free basis provided it was repaid in full within the term of the Loan. An amount of \$100,000 was drawn down on the Loan which was repaid in full in October 2019.

Security

The Loan from Director was unsecured.

8. EMPLOYEE BENEFITS OBLIGATION

Annual leave - current	45,486	30,034
Reconciliation		
Balance brought forward	30,034	14,408
Movement during the period	15,452	15,626
Balance carried forward	45,486	30,034

5. NOTES TO THE FINANCIAL STATEMENTS

9. ISSUED CAPITAL

	Consolidated December 2019	Company June 2019
57,987,500 (30 June 2019: 29,225,000) fully paid ordinary shares	6,559,076	2,168,437
	Number of Shares	\$
Opening balance 1 July 2018	54,125,000	1,781,037
Shares cancelled on 30 August 2018 pursuant to forfeiture under Loan Funded Plan	(750,000)	-
Shares cancelled on 19 September 2018 pursuant to selective buy-back	(6,000,000)	(600)
Shares cancelled on 4 September 2018 pursuant to 3 for 5 consolidation of capital	(21,350,000)	-
Shares issued on 20 November 2018	3,200,000	400,000
Shares issued on 7 January 2019 under Loan Funded Plan	1,000,000	-
Less: Transaction costs arising on share issue	-	(12,000)
Balance at 30 June 2019	30,225,000	2,168,437
Opening balance 1 July 2019	30,225,000	2,168,437
Shares issued on 30 September 2019	22,500,000	4,500,000
Shares issued on 30 September 2019 pursuant to the Acquisition of K2O Minerals	5,262,500	1,052,500
Less: Transaction costs arising on share issue	-	(1,161,861)
Balance at 31 December 2019	57,987,500	6,559,076

Vendor Performance Shares

During the interim period, the Company issued 2,117,813 Milestone 1 Vendor Performance Shares and 2,117,813 Milestone 2 Vendor Performance Shares.

The Vendor Performance Shares 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) 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.

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.

These Vendor Performance Shares are disclosed as contingent liabilities. Refer to note 14.

5. NOTES TO THE FINANCIAL STATEMENTS

9. ISSUED CAPITAL (continued)

Options

At 31 December 2019, unissued ordinary shares of the Company under option are:

Class	Expiry Date	Exercise Price	Number of Options
Tranche 1 Unquoted Options	7 January 2023	\$0.25	2,000,000
Tranche 2 Unquoted Options	31 October 2021	\$0.20	3,000,000
Unquoted Options	31 October 2021	\$0.20	8,100,000
Quoted Options	31 October 2021	\$0.20	19,037,500

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

Class	Expiry Date	Exercise Price	Grant Date	Number of Options
Unquoted Options	31 October 2021	\$0.20	30 September 2019	8,100,000
Quoted Options	31 October 2021	\$0.20	30 September 2019	19,037,500

Refer to Note 11 for further details of 7,500,000 Unquoted Options granted to the lead manager to the IPO (share-based payments).

	Consolidated December 2019 \$	Company June 2019 \$
10. RESERVES		
Share based payments reserve	1,444,027	530,086
Reconciliation		
Balance at beginning of the period	530,086	1,631,000
Share based payments during the period	913,941	395,086
Transfer to accumulated losses (options and performance rights cancelled)	-	(1,496,000)
Balance at end of the period	1,444,027	530,086

Share- based payments reserve

This reserve is used to record the value of equity-settled share-based payments provided to employees, directors and advisers as part of their remuneration. Refer to Note 11 for further details of share-based payments.

11. SHARE BASED PAYMENTS

The following share-based payment arrangements were entered into during the interim period:

Options

The following table shows the options issued during the interim period:

	2019		2018	
	Weighted average exercise price	Number of Options	Weighted average exercise price	Number of Options
As at 1 July	\$0.22	5,000,000	\$0.20	10,000,000
Issued during the period	\$0.20	7,500,000	-	-
Cancelled during the period	-	-	\$0.20	(10,000,000)
Exercised during the period	-	-	-	-
Expired during the period	-	-	-	-
As at 31 December	\$0.20	12,500,000	-	-
Exercisable at 31 December	\$0.20	12,500,000	-	-

All options vested immediately. There are no voting or dividend rights attaching to the options.

5. NOTES TO THE FINANCIAL STATEMENTS

11. SHARE BASED PAYMENTS (continued)

Fair value of options issued

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
30 Sep 2019	31 Oct 2021	\$0.116	\$0.20	\$0.20	100%	1.47%	Nil

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

Options on issue

Options outstanding at the end of the interim period have the following expiry dates and exercise prices:

Class	Expiry Date	Exercise Price	Number of Options
Tranche 1 Unquoted Options	7 January 2023	\$0.25	2,000,000
Tranche 2 Unquoted Options	31 October 2021	\$0.20	3,000,000
Unquoted Options	31 October 2021	\$0.20	7,500,000

Expenses arising from share-based payment transactions

Total expenses arising from share-based payment transactions recognised during the interim period as part of corporate and administrative expense were as follows:

	Consolidated December 2019 \$	Company December 2018 \$
Options to directors	-	343,545
Loan Shares issued to the Managing Director & CEO under Loan Funded Plan	43,941	51,541
	43,941	395,086

Upon cancellation of the 10,000,000 Director Options and 1,000,000 performance rights on 30 August 2018, the expense of \$1,496,000 recorded in the 2018 financial year was transferred to accumulated losses during the 2019 financial year.

12. ACQUISITION OF K2O MINERALS PTY LTD

On 30 September 2019, Trigg Mining acquired 100% of the issued capital of K2O Minerals Pty Ltd (**K2O Minerals**) by the issue of 5,262,500 fully paid ordinary shares in Trigg Mining to shareholders of K2O Minerals (the **Acquisition**).

The Company has considered whether the Acquisition falls within the scope of AASB 3 Business Combinations and therefore is required to be accounted for as a business combination. A business combination involves an acquirer obtaining control of one or more business by transferring cash, incurring liabilities or issuing shares. A business is an integrated set of activities and assets that is capable of being conducted and managed for the purpose of providing a return in the form of dividends, lower costs or other economic benefits directly to investors. The Company does not consider that the Acquisition meets the definition of a business combination in accordance with AASB 3 Business Combinations as the acquired assets are not deemed to be a business for accounting purposes, Trigg Mining has accounted for the Acquisition as an asset acquisition.

5. NOTES TO THE FINANCIAL STATEMENTS

12. ACQUISITION OF K2O MINERALS PTY LTD (continued)

A summary of the acquisition details with respect to the Acquisition is set out below:

	\$
Purchase consideration	
Shares issued	1,052,500
Total consideration	1,052,500
Net assets of K2O Minerals acquired	
Total assets	-
Total liabilities	-
Total net assets acquired	-
Fair value attributable to exploration and evaluation assets acquired	1,052,500

The Company's accounting policy in relation to exploration and evaluation expenditure is to expense costs as incurred. As such, the fair value attributable to exploration and evaluation assets acquired of \$1,052,500 has been included in exploration and evaluation expenses in the Consolidated Entity's statement of profit or loss and other comprehensive income.

13. RELATED PARTY TRANSACTIONS

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. The related party transactions with key management personnel are set out below.

	Transaction	Transactions value year ended 31 December		Balance outstanding as at 31 December	
		2019	2018	2019	2018
Mr Michael Ralson ¹	Loan agreement	100,000	-	-	-
Mr William Bent ²	Sub-lease agreement	7,800	5,095	-	-

- The Company borrowed \$100,000 from Mr Ralston for the purposes of funding its ongoing working capital and expenditure requirements during the IPO process. The loan was unsecured and interest free. Refer to Note 7 for further details of the loan.
- The Company sub-leases its office space from Mainsheet Capital WA Pty Ltd, a company associated with Mr Bent. The terms of the sub-lease are based on market rates, and amounts are payable on normal commercial terms.

The terms and conditions of these transactions were no more favourable than those available, or which might reasonably be expected to be available, on similar transactions to unrelated entities on an arm's length basis.

There were no other related party transactions during the 2018 or 2019 interim periods.

14. 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 \$930,500 for the subsequent 12 months. These obligations are expected to be fulfilled in the normal course of operations. Commitments beyond 31 December 2019 are dependent on whether existing rights of tenure are renewed, or new rights of tenure are acquired.

5. NOTES TO THE FINANCIAL STATEMENTS

14. COMMITMENTS AND CONTINGENCIES (continued)

Equity commitments

Farm-In Agreement

On 30 September 2019, pursuant to the Farm-In Agreement dated 12 July 2017 (as amended on 20 July 2018), Trigg Mining issued 2,117,813 Milestone 1 Vendor Performance Shares and 2,117,813 Milestone 2 Vendor Performance Shares to the vendors of K2O Minerals. The Vendor Performance Shares will convert into Shares upon satisfaction of the specific milestones. Refer to Note 9 for terms of the Vendor Performance Shares.

The Company has no other no commitments or contingent liabilities as at 31 December 2019.

15. SEGMENT INFORMATION

31 December 2019	Mineral Exploration \$	Corporate Administration \$	Consolidated Entity \$
Segment Revenue	-	6,803	6,803
Significant expenses within the loss			
Exploration and evaluation expenses	(1,897,756)	-	(1,897,756)
Share-based payment expenses	-	(43,941)	(43,941)
Segment net operating profit/(loss) after tax	<u>(1,897,756)</u>	<u>(714,306)</u>	<u>(2,612,062)</u>
31 December 2018			
Segment Revenue	306,536	1,682	308,218
Significant expenses within the loss			
Exploration and evaluation expenses	(106,199)	-	(106,199)
Share-based payment expenses	-	(351,858)	(351,858)
Segment net operating profit/(loss) after tax	<u>200,337</u>	<u>(696,103)</u>	<u>(495,766)</u>
Segment assets			
At 31 December 2019	-	2,865,584	2,865,584
At 30 June 2019	-	75,310	75,310
Segment liabilities			
At 31 December 2019	-	(312,968)	(312,968)
At 30 June 2019	-	(215,212)	(215,212)

16. EVENTS SUBSEQUENT TO BALANCE DATE

There has been no transaction or event of a material and unusual nature likely, in the opinion of the directors of the Company, to affect significantly the operations of the Consolidated Entity, the results of those operations, or the state of affairs of the Consolidated Entity, in future financial years.

6. DIRECTORS' DECLARATION

In the opinion of the directors of Trigg Mining Limited:

- (a) the financial statements and notes set out on pages 12 to 23 are in accordance with the *Corporations Act 2001* (Cth), including:
 - (i) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the Consolidated Entity's financial position as at 31 December 2019 and of its performance for the half-year ended on that date; and
- (b) there are reasonable grounds to believe that Trigg Mining Limited will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.



Keren Paterson
Managing Director & CEO

Dated at Perth, Western Australia this 27th day of February 2020.

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Trigg Mining Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Trigg Mining Limited (the Company) and its subsidiary (the Group), which comprises the consolidated statement of financial position as at 31 December 2019, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year then ended, and notes comprising a statement of accounting policies and other explanatory information, and the directors' declaration.

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

- (i) Giving a true and fair view of the Group's financial position as at 31 December 2019 and of its financial performance for the half-year ended on that date; and
- (ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Directors' responsibility for the Half-Year Financial Report

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

Auditor's responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2019 and its financial performance for the half-year ended on that date and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of the Group, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.



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

Independence

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

BDO Audit (WA) Pty Ltd

A handwritten signature in black ink, appearing to read 'J Prue', is written over a faint, light grey BDO logo.

Jarrad Prue
Director

Perth, 27 February 2020