



**AUS TIN MINING LIMITED
AND CONTROLLED ENTITIES**
ABN 84 122 957 322

FINANCIAL REPORT

**FOR THE HALF-YEAR
ENDED 31 DECEMBER 2019**

Registered Office& Principal Place of Business:

**Level 27
111 Eagle Street
Brisbane QLD 4000**

DIRECTORS' REPORT

Your Directors present their report on the consolidated entity (referred to hereafter as the group) consisting of Aus Tin Mining Ltd and the entities it controlled at the end of, or during, the half-year 31 December 2019.

DIRECTORS

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

Brian Moller
Nicholas Mather
John Bovard (retired 20 November 2019)
Richard Willson

CORPORATE STRUCTURE

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

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

PRINCIPAL ACTIVITIES

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

SIGNIFICANT EVENTS AFTER REPORTING DATE

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

REVIEW AND RESULTS OF OPERATIONS

Safety / Environment / Community

During H1 2019/20 the Company reported no safety or environmental incidents at any of its sites. Notable for the period was the Company's submission of its first annual environmental report for the period 2018/19 for its Granville operation. During the period the Company also invested significant time into community relations within the Torrington region enabling land access to previously unexplored areas.

Taronga Tin Project (NSW)

Taronga is a world class JORC (2012) resource of 57,000 tonnes of contained tin, 26,400 tonnes of contained copper and 4.4 million ounces of silver (refer **Table 1**) located within a proven historic tin field approximately four hours south-west of Brisbane. The Company completed a Pre-feasibility Study in 2014¹ (PFS) that demonstrated that Taronga was technically feasible and economically viable, and identified several areas of potential upside, including an increased resource grade, higher tin recoveries and the recovery of by-product credits, all of which have the capacity to significantly enhance the economics of the project.

¹ Refer ASX Announcement 7th April 2014

Table 1: Summary Tin, Copper & Silver Mineral Resource for Taronga Deposit

Taronga Tin Deposit - Mineral Resource (JORC 2012)									
0.1% Sn Cut-Off Grade	Indicated			Inferred			Total		
	Mt	Assay % Sn	Contained Metal tonnes	Mt	Assay % / g/t	Contained Metal tonnes or oz	Mt	Assay % / g/t	Contained Metal tonnes or oz
Tin	26.9	0.17%Sn	45,200t	9.4	0.13%Sn	12,000t	36.3	0.16%Sn	57,200t
Copper	-	-	-	36.3	0.07%Cu	26,400t	36.3	0.07%Cu	26,400t
Silver	-			36.3	3.8g/tAg	4,400,000oz	36.3	3.8g/tAg	4,400,000oz

To evaluate project upside the Company plans to undertake a first stage of operations comprising a trial mine of 410,000 tonnes and treatment of ore to produce a tin concentrate through a pilot plant to be constructed at site (**Stage 1 Project**). The Company was granted Mining Lease (ML1774) in 2018 and obtained final permitting in 2019. In September 2019 the Company announced it would defer the Stage 1 Project following delayed production at Granville and intense drought conditions prevailing in northern NSW. Notwithstanding the region² has received 279mm of rainfall since the beginning of 2020, the region remains drought declared, and the Company will continue to monitor the situation as when best to seek a commencement of Stage 1 operations. In the interim, the Company will undertake a program of drilling to test the true grade of the resource with the aim of providing additional data for future re-modelling of the deposit. The drilling program is also intended to generate data that may allow inclusion of copper and silver in future feasibility work. Subject to finalising regulatory environmental bonding requirements to program is expected to commence during the current half year.

During H1 2019/20 the Company undertook exploration for a number of critical minerals across its Emmaville and Torrington exploration licences, including areas along the contact of the Mole Granite for which land access had only been recently obtained. Several high-grade rock chips were reported for various sites including:

- Tungsten (W) rock chip results from recent field reconnaissance include:
 - Tungsten at the historic McCowens / McKinnon Wolfram Mine of 3.63%W; and
 - Tungsten, lithium and bismuth at the historic McCowens Mica Lode of 2.01%W, 27ppm Ag, 0.26%Cu and 39.5ppm Li, 900ppm Bi, 1010ppm Bi.
- Silver (Ag) and polymetallic rock chip results from recent field reconnaissance include:
 - i. Silver, copper and indium at the historic Reids Mine of 212g/t Ag, 5.79%Cu, 1.24%Zn and 179ppm In;
 - ii. Silver, copper, lead and zinc at the historic Black Prince Mine of 180g/t Ag, 0.18%Cu, 0.17%Pb, 2.75%Zn;
 - iii. Silver and copper at the historic Great Britain tin Prospect, including 3.0g/t Ag, 0.08%Cu and 3.5g/t Ag, 0.05%Cu.

Future exploration at Emmaville and Torrington will continue to primarily focus on an expansion of the Company's inventory of tin continue through tin porphyry or sheeted vein targets such those at McDonalds, Emerald and Great Britain (**Figure 1**), plus higher-tin grade targets including Dutchman / Harts. However, additional efforts will be directed to discrete exploration targets prospective for tungsten, silver and copper, including McCowens, Arvid and Black Prince.

² Rainfall reported for Glen Innes Airport, approx. 50km south of ML1774

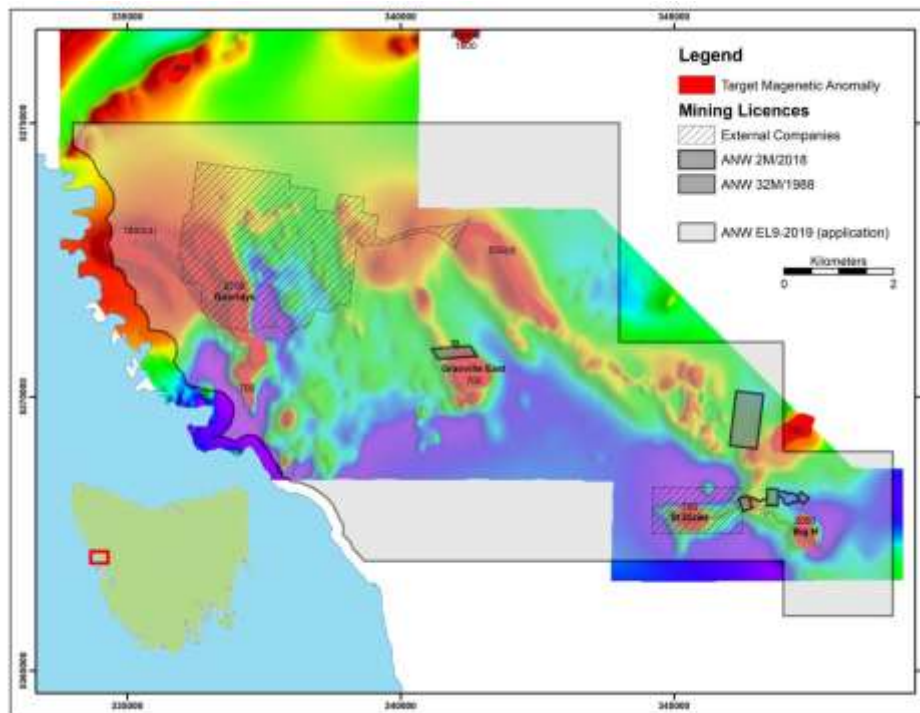


Figure 2: Target magnetic anomalies within EL9-2019 (application)

Mt Cobalt (QLD)

The Pembroke and Mt Cobalt prospects are located west of Gympie, Queensland, in an area of historic mining dating back to the 1880s. Regional geology is influenced by the Black Snake porphyry, and a four kilometre arc along its periphery is prospective for several metals including nickel, cobalt, copper and gold. A significant program of work was undertaken at Mt Cobalt in the preceding year delivering high-grade cobalt drilling results whilst drilling at Pembroke identified new zones of nickel-copper associated sulphide mineralisation at previously untested depths. Several magnetic and conductivity targets identified through geophysics remain untested.

With an emphasis of reducing expenditure during H1 2019/20, work at Pembroke and Mt Cobalt was limited to rehabilitation work in areas in which drilling was previously undertaken.

AUDITOR'S INDEPENDENCE DECLARATION

The Auditor's Independence Declaration forms part of the Directors' Report and can be found on page 7.

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



Nicholas Mather
Director
Brisbane
Date: 13 March 2020

COMPETENT PERSON STATEMENT

The information in this presentation that relates to Exploration Targets and Exploration Results is based on information compiled by Mr Nicholas Mather B.Sc (Hons) Geol., who is a Member of The Australian Institute of Mining and Metallurgy. Mr Mather is employed by Samuel Capital Pty Ltd, which provides certain consultancy services including the provision of Mr Mather as a Director of Aus Tin Mining. Mr Mather has more than five years experience which is relevant to the style of mineralisation and type of deposit being reported and to the activity, which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Minerals Resources and Ore Reserves' (the JORC Code). This public report is issued with the prior written consent of the Competent Person(s) as to the form and context in which it appears.

The information in this Announcement that relates to Mineral Resources is based on information extracted from the report entitled "Maiden JORC Resource Estimated for the Taronga Tin Project" created on 26th August 2013 and is available to view on www.austinmining.com.au. Aus Tin Mining confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

In the information in this Announcement that relates to Ore Reserves is based on information extracted from the report entitled "Pre-Feasibility Advances the Taronga Tin Project" created on 7th April 2014 and is available to view on www.austinmining.com.au. Aus Tin Mining confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.



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

As lead auditor for the review of Aus Tin Mining Limited for the half-year ended 31 December 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 Aus Tin Mining Limited and the entities it controlled during the period.



D P Wright
Director

BDO Audit Pty Ltd

Brisbane, 13 March 2020

BDO Audit Pty Ltd ABN 33 134 022 870 is a member of a national association of independent entities which are all members of BDO Australia Ltd ABN 77 050 110 275, an Australian company limited by guarantee. BDO Audit Pty Ltd and BDO Australia Ltd are members of BDO International Ltd, a UK company limited by guarantee, and form part of the international BDO network of independent member firms. Liability limited by a scheme approved under Professional Standards Legislation.

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

	Notes	31 December 2019 \$	31 December 2018 \$
Revenue	3	60,854	-
Cost of sales	4	(61,147)	-
Gross profit/(loss)		(293)	-
Other income	3	5,494	-
Other expenses	4	(1,566,951)	(1,937,065)
Profit/(loss) before income tax and net finance expenses		(1,561,750)	(1,937,065)
Finance income		9,809	3,587
Financial expenses	4	(1,115)	(863)
Profit/(loss) before income tax expense		(1,553,056)	(1,934,341)
Income tax (expense)/benefit		-	-
Profit/(loss) for the period attributable to owners of the Company		(1,553,056)	(1,934,341)
Other comprehensive income		-	-
Total comprehensive profit/(loss) for the period attributable to owners of the Company		(1,553,056)	(1,934,341)

Loss per share		Cents per share	Cents per share
Basic loss per share	5	(0.1)	(0.1)
Diluted loss per share	5	(0.1)	(0.1)

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

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2019

	Notes	31 December 2019 \$	30 June 2019 \$
Current assets			
Cash and cash equivalents		8,347	470,230
Trade and other receivables		21,137	63,636
Inventories	4	-	61,147
Other current assets		180	180
Total current assets		29,664	595,193
Non-current assets			
Other financial assets		748,427	745,789
Property, plant and equipment		354,800	825,912
Exploration and evaluation assets	6	11,253,927	11,096,054
Total non-current assets		12,357,154	12,667,755
Total assets		12,386,818	13,262,948
Current liabilities			
Trade and other payables		1,882,574	1,394,994
Borrowings	7	2,902,010	3,941,004
Total current liabilities		4,784,584	5,335,998
Non-current liabilities			
Provisions		628,335	628,335
Total non-current liabilities		628,335	628,335
Total liabilities		5,412,919	5,964,333
Net assets		6,973,899	7,298,615
Equity			
Issued capital	8	23,633,155	22,404,815
Share-based payments reserve		1,707,182	1,707,182
Accumulated losses		(18,366,438)	(16,813,382)
Total equity attributable to owners of Aus Tin Mining Limited		6,973,899	7,298,615

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

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the half year ended 31 December 2019

	Issued Capital	Share-based payments Reserve	Accumulated losses	Total Equity
	\$	\$	\$	\$
Balance at 1 July 2018	20,456,695	1,675,060	(11,904,565)	10,227,190
Loss for the period	-	-	(1,934,341)	(1,934,341)
Total comprehensive loss for the period	-	-	(1,934,341)	(1,934,341)
Balance at 31 December 2018	20,456,695	1,675,060	(13,838,906)	8,292,849
Loss for the period	-	-	(2,974,476)	(2,974,476)
Total comprehensive loss for the period	-	-	(2,974,476)	(2,974,476)
Shares issued during the period	1,994,548	-	-	1,994,548
Share issue costs, net of tax	(46,428)	32,122	-	(14,306)
Balance at 30 June 2019	22,404,815	1,707,182	(16,813,382)	7,298,615
Loss for the period	-	-	(1,553,056)	(1,553,056)
Total comprehensive loss for the period	-	-	(1,553,056)	(1,553,056)
Shares issued during the period	1,250,000	-	-	1,250,000
Share issue costs, net of tax	(21,660)	-	-	(21,660)
Balance at 31 December 2019	23,633,155	1,707,182	(18,366,438)	6,973,899

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

CONSOLIDATED STATEMENT OF CASH FLOWS

For the half year ended 31 December 2019

	Notes	31 December 2019 \$	31 December 2018 \$
Cash flows from operating activities			
Receipts from customers		60,854	-
Payments to suppliers and employees (inclusive of goods and services tax)		(447,403)	(488,347)
Payments to suppliers and employees (inclusive of GST) for mining operations		(298,990)	(611,178)
Interest paid		(1,115)	(863)
Interest received		9,809	3,587
Net cash flows from operating activities	10	(676,845)	(1,096,801)
Cash flows from investing activities			
Net payments for security deposits		(2,638)	(302,000)
Acquisition of property, plant and equipment		(79,045)	-
Proceeds from the sale of property, plant and equipment		50,000	-
Payments for exploration and evaluation assets		(32,195)	(337,003)
Net cash flows from investing activities		(63,878)	(639,003)
Cash flows from financing activities			
Proceeds from the issue of shares		250,000	-
Transactions costs on the issue of shares		(21,660)	-
Proceeds from the issue of convertible notes		-	1,000,000
Proceeds from borrowings – related parties		50,500	-
Net cash flows from financing activities		278,840	1,000,000
Net increase/(decrease) in cash and cash equivalents		(461,883)	(735,804)
Cash and cash equivalents at the beginning of the period		470,230	790,307
Cash and cash equivalents at the end of the period		8,347	54,503

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

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 31 December 2019

Note 1: Summary of Significant Accounting Policies

Corporate Information

The financial report of Aus Tin Mining Limited (the “Company”) and its controlled entities (the “Group”) for the half year ended 31 December 2019 was authorised for issue in accordance with a resolution of the Directors on 13 March 2020.

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

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

Basis of Preparation

This general purpose financial report for the half-year ended 31 December 2019 has been prepared in accordance with the Australian Accounting Standard AASB 134 Interim Financial Reporting and the *Corporations Act 2001*.

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Group as the full financial report. Accordingly, this half year financial report is to be read in conjunction with the annual financial report for the year ended 30 June 2019 and any public announcements made by the Company during the half-year reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

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

Going concern

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

For the half-year ended 31 December 2019, the Group generated a consolidated loss of \$1,553,056 and incurred operating cash outflows of \$676,845. As at 31 December 2019 the Group had cash and cash equivalents of \$8,347, net current liabilities of \$4,754,920 and net assets of \$6,973,899. Current liabilities included:

1. Trade and other payables to the Group’s major shareholder, DGR Global Limited, totalling \$791,116;
2. Trade and other payables to Directors, management and their related entities totalling \$634,994; and
3. Convertible notes to The Australian Special Opportunity Fund LP for an aggregate face value of \$2.6 million.

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

1. Raising additional capital or securing other forms of financing, as and when necessary to meet the levels of expenditure required for the Group to continue to explore the mineral properties in which it has an interest and to meet the Group’s working capital requirements;
2. Conversion to equity of amounts payable to DGR Global Limited, Directors and other related parties;
3. Conversion to equity of convertible notes issued to The Australian Special Opportunity Fund LP pursuant to the Convertible Security Funding Agreement;
4. Reducing its level of capital expenditure through farm-outs and/or joint ventures;
5. Reducing its working capital expenditure; and
6. Disposing of non-core assets.

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

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 31 December 2019

Note 1: Summary of Significant Accounting Policies (continued)

Going concern (continued)

Notwithstanding the above, the Directors consider it appropriate to prepare the financial statements on a going concern basis as at 31 December 2019 after having regard to the following matters:

1. The Group's major shareholder, DGR Global Ltd, and Directors have given written assurance that they will not call for the payment of the outstanding amounts owing until such time as the Group is in a position to pay same. These parties may also consider the conversion of all or part of the outstanding amounts as part of any such capital raising, dependent on the circumstances;
2. Proven ability of the Group to raise the necessary funding or settle debts via the issuance of shares, as evidenced by the raising of \$250,000 in cash and settlement of debts \$1,000,000 during the period ended 31 December 2019.

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

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

New or amended Accounting Standards and Interpretations adopted

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The following Accounting Standards and Interpretations are most relevant to the consolidated entity:

AASB 16 Leases

The Group has adopted AASB 16 from 1 July 2019. The standard replaces AASB 117 'Leases' and for lessees eliminates the classifications of operating leases and finance leases. Except for short-term leases and leases of low-value assets, right-of-use assets and corresponding lease liabilities are recognised in the statement of financial position. Straight-line operating lease expense recognition is replaced with a depreciation charge for the right-of-use assets (included in operating costs) and an interest expense on the recognised lease liabilities (included in finance costs). In the earlier periods of the lease, the expenses associated with the lease under AASB 16 will be higher when compared to lease expenses under AASB 117. For classification within the statement of cash flows, the interest portion is disclosed in operating activities and the principal portion of the lease payments are separately disclosed in financing activities. The adoption of this standard did not have a material impact of the Group's financial statements for the period ended 31 December 2019.

Note 2: Segment Information

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

Accordingly, management currently identifies the Group as having only one reportable segment, being exploration for Tin, Nickel, Gold and Copper. The financial results from this segment are equivalent to the 30 June 2019 financial statements of the Group. There have been no changes in the operating segments during the year.

All assets are located in Australia.

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 31 December 2019

	31 December 2019 \$	31 December 2018 \$
Note 3: Revenue and other income		
Revenue		
- Revenue from contracts with customers	60,854	-
Total Revenue	60,854	-
Other Income		
- Other	5,494	-
Total Other Revenue	5,494	-
Note 4: Cost of Sales and other expenses		
Production costs		
Opening inventory	61,147	1,014,235
Employment and labour expenses	-	-
Chemicals and consumables	-	-
Earthmoving	-	-
Laboratory expenses	-	-
Closing inventory	-	(1,014,235)
Total production costs	61,147	-
Other expenses		
Administration and consulting expense	594,918	613,517
Depreciation and amortisation	501,151	21,596
Legal expenses	7,491	14,130
Movement in fair value of convertible note	(94,723)	460,797
Other Granville operating costs	558,114	827,025
Total other expenses	1,566,951	1,937,065
Financial expenses		
Interest paid	1,115	863
	1,115	863

Note 5: Loss Per Share (EPS)

	31 December 2019 \$	31 December 2018 \$
(a) Loss		
Loss used to calculate basic and diluted EPS	(1,553,056)	(1,934,341)
	Number of Shares	Number of Shares
(b) Weighted average number of shares and options		
Weighted average number of ordinary shares outstanding during the period, used in calculating basic loss per share	2,353,757,936	1,978,170,746
Weighted average number of dilutive options outstanding during the period*	-	-
Weighted average number of ordinary shares and potential ordinary shares outstanding during the period, used in calculating diluted loss per share	2,353,757,936	1,978,170,746

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

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 31 December 2019

Note 6: Exploration and evaluation assets

	31 December 2019 \$	30 June 2019 \$
Exploration and evaluation assets	11,253,927	11,096,054
Movements in carrying value		
Opening balance	11,096,054	10,348,619
Expenditure during the period	157,873	747,435
Written-off during the period	-	-
Closing balance	11,253,927	11,096,054

Note 7: Borrowings

	31 December 2019 \$	30 June 2019 \$
Convertible note at fair value through profit or loss (secured)	2,846,281	3,941,004
Related party loan (unsecured)	55,729	-
	2,902,010	3,941,004
Secured		
Convertible note at fair value through profit or loss	2,846,281	3,941,004
Total secured other financial liabilities	2,846,281	3,941,004
Movements in carrying value		
Opening balance	3,941,004	1,484,722
Face value of convertible notes issued	-	2,000,000
Conversions/repayments	(1,000,000)	(600,000)
Movement in fair value	(94,723)	856,282
Closing balance	2,846,281	3,941,004

On 20 April 2018, Aus Tin Mining Ltd entered into a Convertible Security Funding Agreement (CSFA) with The Australian Special Opportunity Fund LP for an aggregate of \$2.5 million. On 17 December 2018, Aus Tin Mining Ltd agreed that The Australian Special Opportunity Fund LP will advance a further \$1.0 million bringing the total draw down under the CSFA to \$3.5 million at 30 June 2019.

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

Issue Amount:	\$3.5 million
Issue Price:	Face value of \$4.2 million
Interest Rate:	10% per annum
Interest Payments:	Interest paid at the end of term (included in face value)
Maturity Date:	24 months
Conversion Terms:	For the first 10 months of the CSFA, Lind may elect to convert any outstanding amounts into ordinary shares in Aus Tin Mining Limited at \$0.035 per share. For months 11 to 24, Lind may convert any outstanding amounts into ordinary shares in Aus Tin Mining Limited at the lesser of \$0.035 per share and 90% of the average of five (5) consecutive daily VWAPs, chosen by Lind from amongst the 20 trading days prior to conversion.
Security:	The Convertible Notes are secured by a General Security Agreement over the Company and guarantee and indemnities from its wholly owned subsidiaries.
Options:	41,250,000 options exercisable at \$0.035 per share with a 36 month term
Collateral Shares:	15,000,000 shares
Commitment Fee:	\$75,000

The Convertible Notes are classified as level 3 financial instruments under the fair value hierarchy. There is no transfer between the levels during the financial period ended 31 December 2019.

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 31 December 2019

Note 8: Issued Capital

	31 December 2019 \$	30 June 2019 \$
(a) Issued and paid up capital		
Ordinary shares fully paid	24,178,276	22,928,276
Share issue costs	(545,121)	(523,461)
	23,633,155	22,404,815

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

(b) Reconciliation of issued and paid-up capital	Number of Shares	\$
Opening balance at 1 July 2018	1,978,170,746	20,456,695
17 January 2019 ⁽¹⁾	10,000,000	(2,261)
12 April 2019 ⁽²⁾	12,396,696	147,578
24 April 2019 ⁽³⁾	41,261,092	439,079
8 May 2019 ⁽⁴⁾	21,978,022	197,309
30 May 2019 ⁽⁵⁾	85,515,956	916,415
11 June 2019 ⁽⁶⁾	26,041,667	250,000
Closing balance at 30 June 2019	2,175,364,179	22,404,815
24 July 2019 ⁽⁷⁾	40,322,581	247,255
26 August 2019 ⁽⁸⁾	41,666,667	247,255
1 October 2019 ⁽⁹⁾	107,142,857	296,980
30 October 2019 ⁽¹⁰⁾	125,000,000	247,255
20 November 2019 ⁽¹¹⁾	55,555,556	98,078
13 December 2019 ⁽¹²⁾	62,500,000	91,517
Closing balance at 31 December 2019	2,607,551,840	23,633,155

- (1) On 17 January 2019, 10,000,000 ordinary shares were issued for nil consideration as collateral shares pursuant to Convertible Security Funding Agreement with the Australian Special Opportunity Fund L.P., a fund managed by the Lind Partners, net of share issue cost of \$2,261.
- (2) On 12 April 2019, 12,396,696 \$ 0.0121 ordinary shares were issued as Conversion shares pursuant to the Convertible Security Funding Agreement with the Australian Special Opportunity Fund L.P., a fund managed by the Lind Partners, net of share issue cost of \$2,422.
- (3) On 24 April 2019, 41,261,092 \$0.011 ordinary shares were issues pursuant to a private placement, net of share issue cost of \$14,793.
- (4) On 8 May 2019, 21,978,022 \$0.0091 ordinary shares were issued as Conversion shares pursuant to the Convertible Security Funding Agreement with the Australian Special Opportunity Fund L.P, a fund managed by the Lind Partners, net of share issue cost of 2,691.
- (5) On 30 May 2019, 85,515,956 \$0.011 ordinary shares were issued. 82,727,199 ordinary shares were issued pursuant to a share purchase plan and 2,788,757 were issued in satisfaction of certain employment and contractor liabilities, net of share issue cost of \$24,261.
- (6) On 11 June 2019, 26,041,667 \$0.0096 ordinary shares were issued as Conversion shares pursuant to the Convertible Security Funding Agreement with the Australian Special Opportunity Fund L.P, a fund managed by the Lind Partners.
- (7) On 24 July 2019, 40,322,581 \$0.0062 ordinary shares were issued as Conversion shares pursuant to the Convertible Security Funding Agreement with the Australian Special Opportunity Fund L.P, a fund managed by the Lind Partners, net of share issue costs of \$2,745.
- (8) On 26 August 2019, 41,666,667 \$0.006 ordinary shares were issued as Conversion shares pursuant to the Convertible Security Funding Agreement with the Australian Special Opportunity Fund L.P, a fund managed by the Lind Partners, net of share issue costs of \$2,745.

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 31 December 2019

Note 8: Issued Capital (continued)

- (9) On 1 October 2019, 107,142,857 \$0.0028 ordinary shares were issued as Conversion shares pursuant to the Convertible Security Funding Agreement with the Australian Special Opportunity Fund L.P, a fund managed by the Lind Partners, net of share issue costs of \$3,020.
- (10) On 30 October 2019, 125,000,000 \$0.002 ordinary shares were issues pursuant to a private placement, net of share issue costs of \$2,745.
- (11) On 20 November 2019, 55,555,556 \$0.0018 ordinary shares were issued as Conversion shares pursuant to the Convertible Security Funding Agreement with the Australian Special Opportunity Fund L.P, a fund managed by the Lind Partners, net of share issue costs of \$1,922.
- (12) On 13 December 2019, 62,500,000 \$0.0016 ordinary shares were issued as Conversion shares pursuant to the Convertible Security Funding Agreement with the Australian Special Opportunity Fund L.P, a fund managed by the Lind Partners, net of share issue costs of \$8,483.

(c) Options

As at 31 December 2019, there were 243,454,485 unissued ordinary shares of AusTin Mining Ltd under option, held as follows:

Options on Issue in Aus Tin Mining Ltd	Number	Exercise Price	Expiry
Unlisted Convertible Note options	62,500,000	\$0.02	16/06/20
Unlisted Convertible Note options	31,250,000	\$0.0135	03/11/20
Unlisted employee options	26,750,000	\$0.02	14/06/20
Unlisted Director options	40,000,000	\$0.02	16/06/20
Unlisted employee options	8,500,000	\$0.05	30/06/20
Unlisted Convertible Note options	41,250,000	\$0.035	25/06/21
Unlisted Convertible Note options	16,500,000	\$0.035	17/01/22
Unlisted Capital raising options	7,272,727	\$0.03	22/04/22
Unlisted Loyalty options	9,431,758	\$0.025	30/06/22

The following table illustrates the number (no.) and weighted average exercise prices (WAEP) of, and movements in, share based payment share options granted during the year:

	31 December 2019 No.	31 December 2019 WAEP	30 June 2019 No.	30 June 2019 WAEP
Outstanding at the beginning of the year / period	234,022,727	\$0.019	210,250,000	\$0.023
Granted during the year / period	9,431,758	\$0.025	23,772,727	\$0.033
Forfeited during the year / period	-	-	-	-
Exercised during the year / period	-	-	-	-
Expired during the year / period	-	-	-	-
Outstanding at the end of the year / period	243,454,485	\$0.024	234,022,727	\$0.019
Exercisable at the end of the year / period	243,454,485	\$0.024	234,022,727	\$0.019

The options outstanding at 31 December 2019 had a remaining contractual life of 0.94 years and exercise price of \$0.024.

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 31 December 2019

Note 9: Fair Value

Fair value hierarchy

The following table details the consolidated entity's assets and liabilities, measured or disclosed at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement being:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Unobservable inputs for the asset or liability.

- (a) The following table presents the Group's assets and liabilities measured and recognised at fair value at 31 December 2019 and 30 June 2019:

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
31 December 2019				
Convertible Note payable	-	-	2,846,281	2,846,281
30 June 2019				
Convertible Note payable	-	-	3,941,004	3,941,004

Non-current other financial assets comprise security deposits and bank guarantees submitted to the relevant environmental authority for rehabilitation obligations and tenement holding. The carrying amounts of these assets approximate their fair values.

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

Description	Fair value at reporting date \$	Unobservable Inputs*	Range of inputs	Relationship of unobservable inputs to fair value
31 December 2019				
Convertible note payable		Share price volatility		Lower volatility (-10 bps) would increase FV by \$7,999; higher volatility (+10 bps) would decrease FV by \$9,526.
		Risk-free interest rate		Lower discount rate (-25 bps) would increase FV by \$345; higher discount rate (+25 bps) would decrease FV by \$376.
30 June 2019				
Convertible note payable	3,941,004	Share price volatility	90%	Lower volatility (-10 bps) would increase FV by \$11,075; higher volatility (+10 bps) would decrease FV by \$13,190.
		Risk-free interest rate	1.02%	Lower discount rate (-25 bps) would increase FB by \$478; higher discount rate (+25 bps) would decrease FV by \$520.

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

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 31 December 2019

Note 10: Cash flow reconciliation

	31 December 2019	31 December 2018
	\$	\$
Loss after income tax	(1,553,056)	(1,934,341)
Non-cash items		
- Depreciation and amortisation	501,151	21,596
- Movement in fair value of convertible note	(94,723)	460,797
Changes in operating assets and liabilities*		
(Increase) decrease in trade and other receivables	42,499	(28,528)
(Increase) decrease in inventories	61,147	-
(Increase) decrease in prepayments	-	120,192
Increase (decrease) in trade and other payables	366,137	263,483
Net cash flows from operating activities	(676,845)	(1,096,801)

* Net of amounts relating to exploration and evaluation assets.

Note 11: Related party transactions

The following table provides the total amount of transactions that were entered into with related parties for the relevant period ended 31 December:

Related party		Sales to related parties	Purchases from related parties	Other transactions with related parties
DGR Global Ltd (i)	2019	-	96,000	50,500
	2018	-	96,000	-
Hopgood Ganim (ii)	2019	-	5,183	-
	2018	-	2,700	-

- (i) The Group has a commercial arrangement with DGR Global Ltd for the provision of various services, whereby DGR Global provides resources and services including the provision of its accounting and administration staff, its premises (for the purposes of conducting the Company's business operations), use of existing office furniture, equipment and stationery, together with general telephone, IT infrastructure, reception and other office facilities ("Services"). In consideration for the provision of the Services, the Group pays DGR Global a monthly administration fee. For the period ended 31 December 2019 \$96,000 was paid or payable to DGR Global (2018: \$96,000) for the provision of the Services. The total current amount outstanding in relation to the Services at year end was \$791,116 (2018: \$508,840).

During the period ended 31 December 2019, the Company has drawn down \$50,500 (2018: \$Nil) pursuant to the letter of funding support received from DGR Global.

During the period ended 31 December 2017, DGR Global Ltd sold a parcel of land to Aus Tin Mining Ltd. The consideration for land was \$50,000 and was based on an independent valuation. The total current amount payable in relation to the purchase of land at period ended 31 December 2019 was \$50,000 (2018: \$50,000).

- (ii) Mr. Brian Moller (a Director), is a partner in the Australian firm Hopgood Ganim lawyers. For the period ended 31 December 2019, \$5,183 (2018: \$2,700) was paid or payable to Hopgood Ganim for the provision of legal services to the Group. The services were based on normal commercial terms and conditions. The total current amount payable at period end was \$17,846 (2018: \$29,996).

The outstanding balances at each relevant year end are unsecured, interest free and settlement occurs in cash.

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 31 December 2019

Note 12: Contingent Assets and Contingent Liabilities

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

Note 13: Subsequent Events After Reporting Date

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

DIRECTORS' DECLARATION

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

In the opinion of the Directors:

1. The attached half-year financial report and notes of the consolidated entity are in accordance with the Corporations Act 2001, including:
 - (a) Giving a true and fair view of the financial position as at 31 December 2019 and the performance for the half-year ended on that date of the consolidated entity; and
 - (b) Complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.
2. There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

On behalf of the board



Nicholas Mather
Director
Brisbane
Date: 13 March 2020

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Aus Tin Mining Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Aus Tin Mining Limited (the Company) and its subsidiaries (the Group) which comprises the consolidated statement of financial position as at 31 December 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 *Corporations Regulations 2001*.

Emphasis of matter - Material uncertainty relating to going concern

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

Directors' responsibility for the Half-Year Financial Report

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

Auditor's responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the Corporations Act 2001 including giving a true and fair view of the Group's financial position as at 31 December 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 Pty Ltd

BDO



D P Wright
Director

Brisbane, 13 March 2020