

ASX ANNOUNCEMENT

Quarterly Activities Report for the Period ended 31 March 2022

Highly successful Quarter with \$4M capital raising and exploration success putting Trigg on a strong growth trajectory against the backdrop of rapidly rising potash prices

Highlights

Lake Throssell Sulphate of Potash (SOP) Project

- All remaining tenement applications were granted, doubling the available strike length to ~70km.
- In-fill ground gravity survey and updated geophysical model revealed significant growth potential by extending the interpreted Lake Throssell palaeovalley.
- Final government funding announced for the Outback Way Highway to become Australia's third trans-Australian highway. This will improve Project access and transport logistics to Australian and international markets.
- COVID-19 delays impacted planned heritage surveys for the Quarter. Surveys are now anticipated in the June Quarter in preparation of air-core and water-bore drilling in the September Quarter.

Lake Yeo SOP Project

- Initial gravity survey identified an 80km long palaeovalley up to 3.5km wide within the same interpreted palaeovalley as Lake Throssell, providing significant exploration upside and highlighting the potential to establish a multi-generational SOP production hub.

Macro Environment and SOP Market

- Unprecedented supply disruptions through sanctions on Belarus in 2021 and Russia during the Quarter have impacted 30-40% of the muriate of potash (MOP) market – a key input in the Mannheim process for synthetic SOP which is necessary to meet global demand for SOP.
- NW Europe granular SOP benchmark price has reached ~US\$1,100/t, an increase of 120% yoy.
- The October 2021 Lake Throssell Scoping Study sensitivity analysis showed the Project is most sensitive to the SOP price with the study assuming a price of US\$550/t.

Corporate

- Successful renounceable rights issue and top-up placement raised \$4 million (before costs), with the proceeds to progress the Lake Throssell SOP Project Pre-Feasibility Study activities including drilling, evaporation trials and permitting.
- Cash at the end of the Quarter was \$6.1 million.

Trigg Mining’s Managing Director, Keren Paterson, commented: “The March Quarter has been a busy and successful period for Trigg Mining, with significant progress achieved at project level, in building the depth and capability of our team, in aligning our growth strategy, and in strengthening our balance sheet following the successful \$4 million rights issue completed at the start of the year.

“As a result, Trigg is in its strongest funding position since its IPO, and we have a clear pathway to execute the next key stages of development at Lake Throssell with the Pre-Feasibility Study underway.

“The completion of the gravity surveys at Lake Throssell and the initial gravity survey at Lake Yeo during the March Quarter were also a highlight. The results of these surveys have well and truly exceeded our expectations, demonstrating the potential for a multi-decade, Tier-1 sulphate of Potash (SOP) production hub based around our cornerstone project at Lake Throssell.

“These exciting results provide Trigg with invaluable information for our air-core and test production bore drilling programs at Lake Throssell, which are scheduled to commence in Q3 2022. We are also planning an initial drilling program at Lake Yeo to evaluate the potential of what is emerging as a significant pipeline growth opportunity that can build on the strong base established at Lake Throssell.

“At the macro-level, the outlook for the SOP sector has also never been stronger. Given the current and potential geopolitical disruptions to global fertiliser supply chains, the opportunity for Trigg to develop a new long-life, environmentally friendly SOP production hub in Western Australia and play a pivotal role in helping to meet the challenges of global food security has never looked more compelling.”

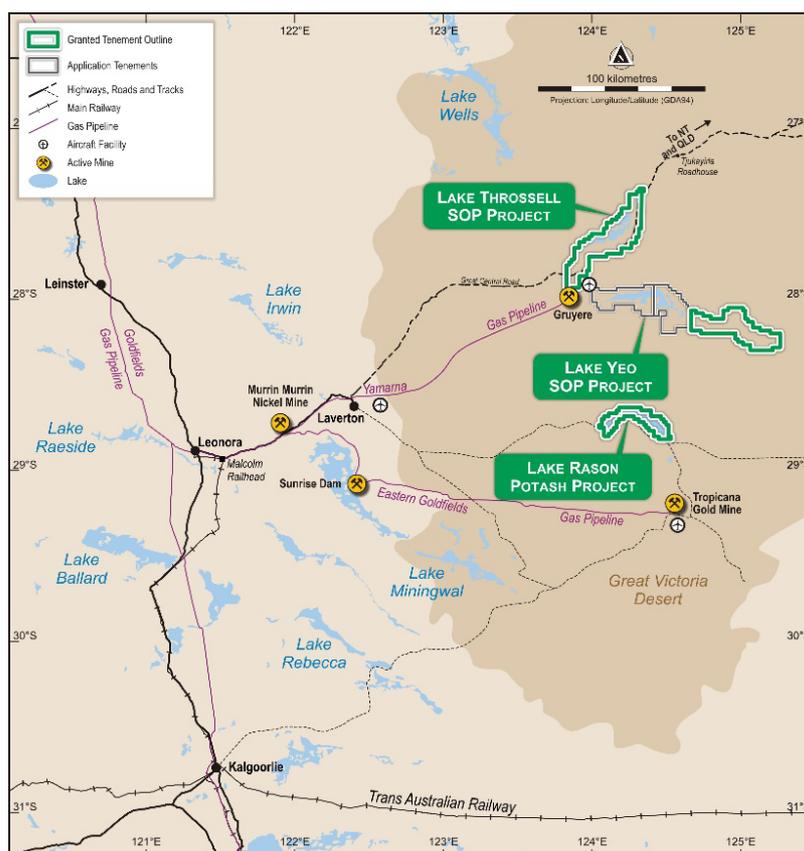


Figure 1: Location of Trigg Mining’s Sulphate of Potash Projects showing established infrastructure and Project locations

Lake Throssell Sulphate of Potash Project

(E38/3065, E38/3458, E38/3483, E38/3537 & E38/3544)

100% Trigg Mining

The Lake Throssell SOP Project (Figure 1) covers an area of 1,085km² approximately 180km east of Laverton, Western Australia. The Project contains a total drainable Mineral Resource Estimate (MRE) of 14.4Mt of SOP, plus an additional Exploration Target. The October 2021 Scoping Study outlined an initial 21-year mine life with forecast production of 245,000tpa SOP in the lowest cost-quartile, which would position Trigg as a potential top-10 global SOP producer.

Exploration and Resource Definition

During the Quarter, the remaining tenement applications for the Lake Throssell Project were granted. The additional tenure doubles the potential strike length available for exploration to approximately 70km, providing significant exploration upside to further add to the existing JORC Mineral Resource of 14.4Mt @ 10.4kg/m³ drainable SOP.

The in-fill gravity survey (Figure 3) contributed an additional 216 line-kilometres to the existing 182 line-kilometres. This extensive geophysical data capture has enabled Trigg to establish a high-resolution dataset, increasing the accuracy of the palaeovalley interpretation (Figure 4) and future drill-hole targeting.

COVID-19 delays impacted access to country for planned heritage surveys during the Quarter, which has delayed the commencement of the season's field activities. The surveys are now planned for the June Quarter, subject to further COVID-19 impacts. Once the surveys have been completed, earthworks will commence in preparation for air-core and water-bore drilling from the September Quarter.

The air-core drilling will refine the locations for the test production bores and provide additional geological and brine chemistry data. The water-bore drilling will also provide the Project's first test-production bores, with the data collected from pumping trials to underpin an initial Ore Reserve estimate.



Figure 2: Northern end of Lake Throssell, looking west from the helicopter

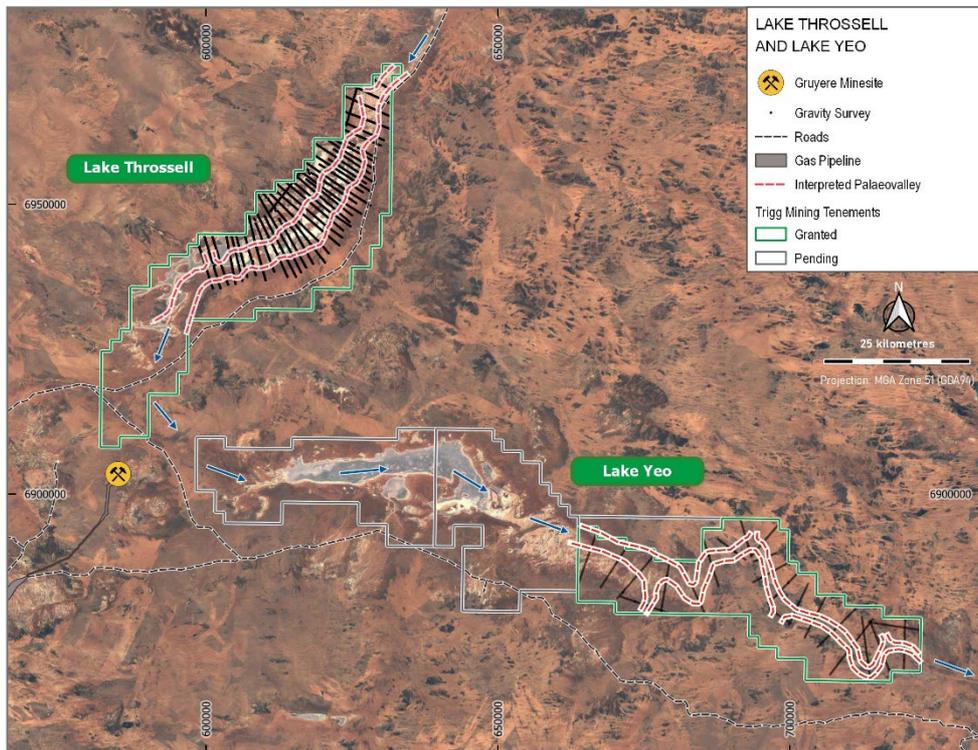


Figure 3: Lakes Throssell and Yeo SOP Projects with gravity transects

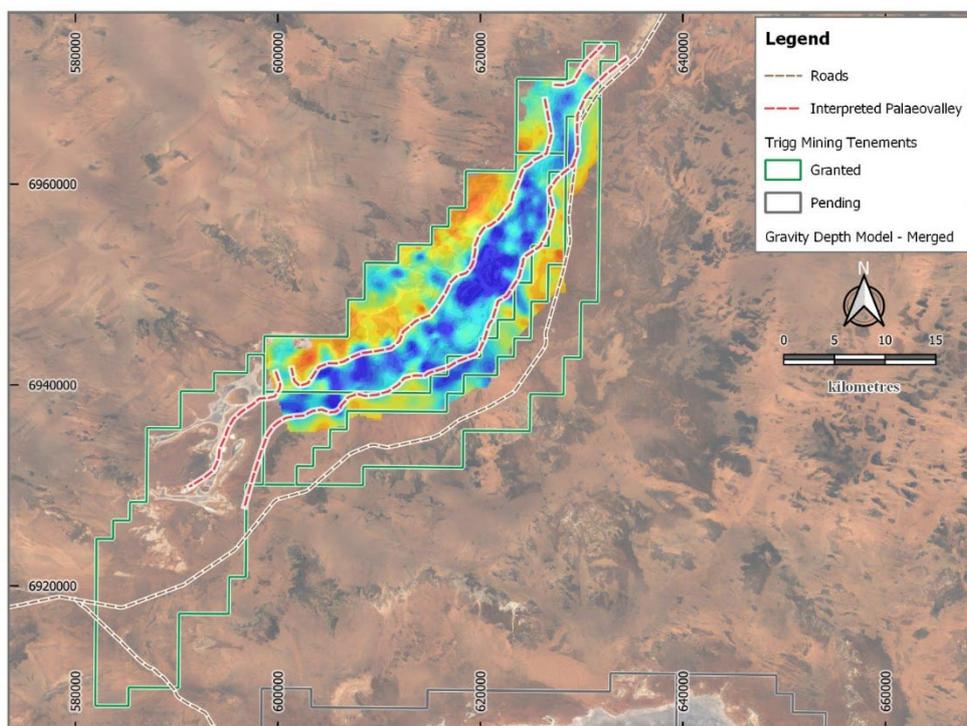


Figure 4: Lake Throssell Gravity Depth Model and interpreted palaeovalley

Process Flowsheet

During the Quarter, a sighter evaporation trial (Figure 5) commenced using 29 litres of brine abstracted from the surficial and basal aquifer with Nagrom Metallurgical. The sighter trial was designed to provide information on the changes in brine ion concentrations and salt crystallisation characterisation through the brine evaporation program, which simulates the pond evaporation that might be expected in operation. This forms the basis of data to guide for a larger evaporation trial.

At Quarter-end, the sighter trial had been evaporated for 88 days, producing over 70 suites of brine and salt characterisation results including over 5.5kg of Halite and over 1kg of mixed potassium salts. The results are strongly supportive of the assumptions used in the Scoping Study and indicate that sufficient potassium mixed salts can be produced from the larger evaporation program to facilitate further processing testwork to produce export quality SOP.

This work is a crucial input for the ongoing Pre-Feasibility Study (PFS) and off-take discussions and the results are expected to be released in the June Quarter.



Figure 5: Sighter evaporation trial set-up (LHS) and sample of potassium-rich salts (RHS)

Alternative Process Flowsheets

Trigg has observed the commissioning delays and ramp-up challenges encountered by the first-movers in the nascent Australian SOP industry. Some of these difficulties have been observed in the managing the final stages of the evaporation process to produce sufficient quantity and grade feed salts or “ore” for the process plant. It has also been observed that other projects around the world have established the evaporation process successfully, but it is acknowledged that it takes significant time to establish equilibrium as the projects are scaled up from laboratory and small-scale field trials to full-scale commercial production.

In response to the challenges faced by the first-movers, Trigg, as part of the ongoing PFS, is investigating alternatives to the pond evaporation process and exploring other methods of optimising the natural endowment of the Project.

Studies commenced during the Quarter to address this include the assessment of alternative extraction techniques that may achieve increased reliability of the potassium mixed salts crystallisation process. These studies are in the very early assessment stage, but they have the potential to increase the reliability of the production of process, should they be technically and economically feasible.

Logistics

The Federal Government, as part of the 2022 budget handed down during the Quarter, committed the final \$678 million to complete the Outback Way Highway (Figure 6), with a total of \$400 million to be spent in Western Australia (WA).

This key national infrastructure project will connect Laverton in WA to Winston in Queensland with a modern sealed highway. This Highway will run adjacent to Lake Throssell and is ideally located approximately 5km to the south of the proposed process plant location.

To date the first 50km from Laverton has been completed, with planning underway for the section past Cosmo towards Lake Throssell. Trigg anticipates that the section from Laverton to the Project’s gate will be completed before construction of the project commences, with completion of the entire trans-Australian Highway anticipated by 2030¹.

Direct access to the highway is a significant competitive advantage for the Lake Throssell SOP Project, reducing capital and operational costs of mine access roads when compared to peers. The highway also provides potential access to a much larger and established SOP market on the eastern seaboard as well as sealed highway access to the railhead at Leonora, 350km to the west of Lake Throssell.

¹ <https://infrastructurepipeline.org/project/outback-way-upgrade> accessed 25 April 2022

Outback Way Highway (Great Central Road)

Laverton to Western Australia border

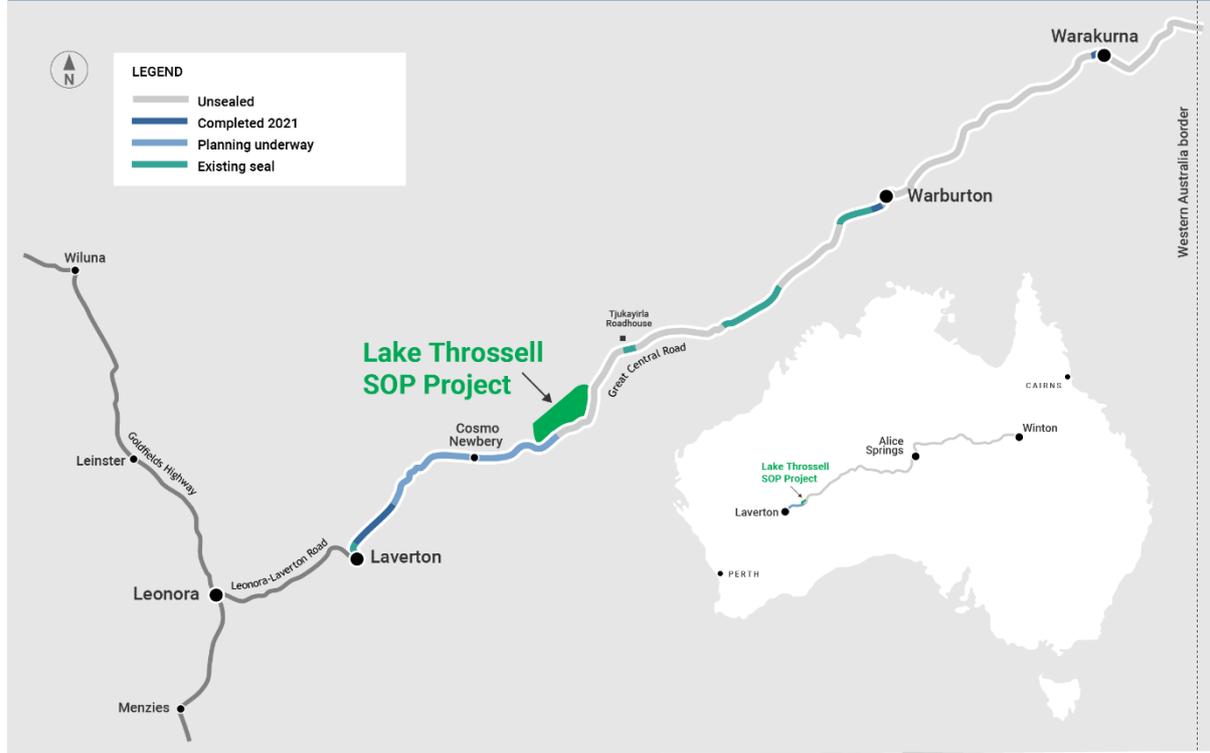


Figure 6: The sealing of the Outback Way Highway progress

Project Approvals

Environmental baseline surveys commenced in April 2021 with autumn and spring seasons completed. Additional follow-up surveys are planned for the June Quarter to complete the surveys in preparation for referring the Project to the EPA.



Figure 7: Lake Throssell base-line environmental surveys

Lake Yeo Sulphate of Potash Project

(E38/3607, E38/3608, E38/3610, E69/3851 and E38/3724)

100% Trigg Mining

The Lake Yeo SOP Project lies from 35km to the south of the Lake Throssell SOP Project and covers an area of 1,915km², with over 200km² of playa area and approximately 130km of interpreted palaeovalley.

During the Quarter, interpretation of the initial 221 line-kilometre in-fill gravity survey was completed across the Lake Yeo SOP Project. The interpretation of the gravity survey and Digital Elevation Model (DEM) has indicated the presence of an 80km long palaeovalley target, up to 3.5km wide (Figure 3).

This new information reinforces the regional interpretation of the continuation of the Lake Throssell palaeovalley through the Lake Yeo SOP Project which may host a potassium-rich brine, similar to that identified at the Lake Throssell SOP Project.

Planning is underway to drill and sample this interpreted palaeovalley target with an application made to the Western Australian Government for the Exploration Incentive Scheme (EIS) to co-fund this drill program.

An additional tenement application (E38/3724) was made following the interpretation of the gravity survey, to the north of the interpreted palaeovalley, adjacent to tenement E38/3610 (Figure 8).

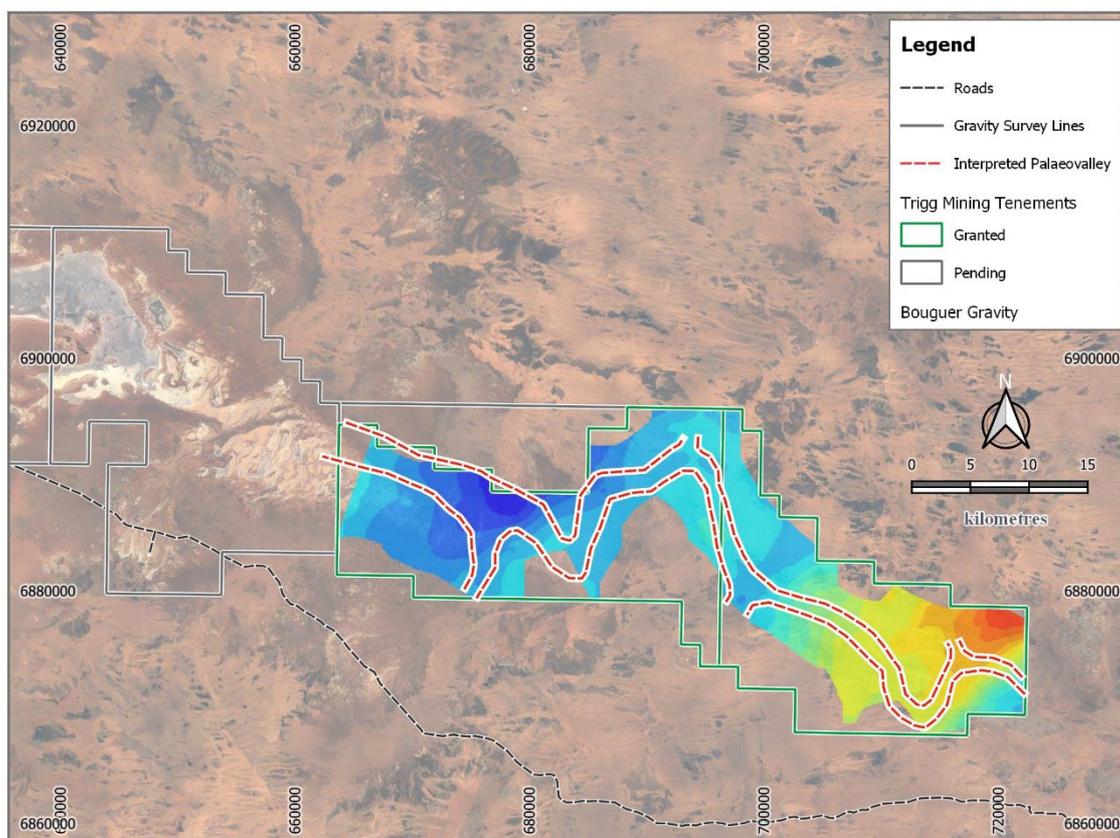


Figure 8: Lake Yeo SOP Project Bouguer Gravity survey and Interpreted palaeovalley

Macro Environment and SOP Market

Unprecedented supply disruptions have significantly impacted the global potash market in recent months – in particular Muriate of Potash (**MOP**), a key input in the Mannheim process for the synthetic production of SOP. In December 2021, previously announced sanctions on potash from Belarus came into effect and financial sanctions were placed on Russia following its invasion of Ukraine in February 2022. Collectively, these sanctions affect up to 40% of global MOP supply.

In addition, China has re-established domestic policies to limit export quantities to shore up domestic markets for all fertilisers. Together, all three countries account for around half of the world's potash (MOP and SOP) production with China alone accounting for some two-thirds of global SOP capacity.

This is of vital importance to the world's ability to produce enough food. For plants to grow they need sufficient access to each of the four macro nutrients needed for plant growth – Nitrogen (N), Phosphorus (P), Potassium (K) and Sulphur (S) – with the correct balance of each of these nutrients needed for optimal yields.

It is also important to note Liebig's Law of Minimum, which says: "*yield is dictated by the scarcest nutrient*". Therefore, no matter how much nitrogen or phosphorus is applied, without sufficient potassium farmers will be unable to increase yields beyond that which the available potassium can support.

As a result, the world urgently needs more sources of clean potassium fertilisers outside of Russia, Belarus and China – from new long-life projects in Tier-1 jurisdictions, such as Lake Throssell.

The market has responded with dramatic price appreciation for both MOP and SOP, which typically trades at a premium over MOP. In the lead-up to the Belarusian sanctions coming into effect in December 2021, the NW Europe granular SOP benchmark price rose from US\$540/t to US\$825/t², a price increase of 50% in under six months.

Following the financial sanctions implemented against Russia in February and March 2022, the increase in prices has accelerated with the benchmark price of SOP reaching ~US\$1,100/t, taking the **12-month price appreciation to 120% year-on-year** (Figure 9).

Should these higher fertiliser prices be sustained they will positively impact the economics of the Lake Throssell SOP Project. The Scoping Study assumed a SOP price of US\$550/t, with a sensitivity analysis showing that the project was most sensitive to price and for every 10% increase in the SOP price (US\$55/t), \$144 million may be added to the Project's NPV (see ASX release dated 05/10/22).

With the price now more than double that assumed on the Scoping Study, the new price regime for SOP makes a compelling case for project development.

² Argus Media, <https://www.argusmedia.com/en>

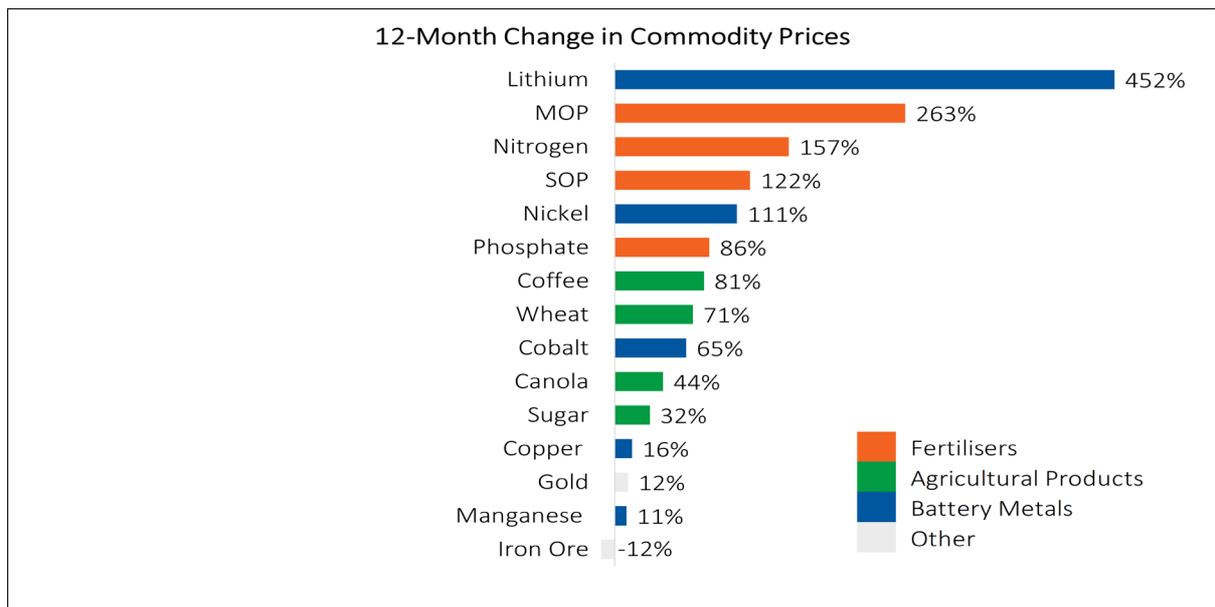


Figure 9: 12-Month Change in Commodity Prices to 11 April 2022³

Corporate

Finance

A successful Renounceable Rights Issue and follow-on Placement raised \$4 million (before costs) to underpin the next stages of the Pre-Feasibility Study at Lake Throssell, exploration activities at Lake Yeo and general working capital.

At 31 March 2022, the Company held \$6.1 million in cash and cash equivalents (FY22 Q2: \$2.3 million) following receipt of the proceeds of the capital raise (net of costs), \$1 million in Research and Development Rebate, and payments for exploration and evaluation expenditure of \$0.3 million (FY22 Q2: \$0.6 million) during the Quarter.

Payments to related parties of the entity

During the Quarter the Company paid salaries, fees and superannuation of \$282,000 to its Directors including 2021 Short-Term Incentive paid as part of the Managing Director's remuneration.

³ Sources: Index Mundi and Trading Economics as at 11 April 2022

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



Keren Paterson
Managing Director & CEO
Trigg Mining Limited

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Forward Looking Statements

This report contains forward-looking statements that involve several risks and uncertainties. These forward-looking statements are expressed in good faith and believed to have a reasonable basis. These statements reflect current expectations, intentions or strategies regarding the future and assumptions based on currently available information. Should one or more of the risks or uncertainties materialise, or should underlying assumptions prove incorrect, actual results may vary from the expectations, intentions and strategies described in this announcement. No obligation is assumed to update forward looking statements if these beliefs, opinions, and estimates should change or to reflect other future developments.

Competent Persons Statement

For information referring to the exploration results in this document, refer to ASX announcements dated 5 October 2021 and 21 March 2022. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and, in the case of estimates of Mineral Resources, Exploration Target or Ore Reserves that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements; and that the information in the announcement relating to exploration results is based upon, and fairly represents the information and supporting documentation prepared by the named Competent Persons.



Schedule of Tenements

as at 31 March 2022

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	Granted	100%
E38/3483	Lake Throssell	K2O Minerals Pty Ltd	Granted	100%
E38/3537	Lake Throssell	K2O Minerals Pty Ltd	Granted	100%
E38/3544	Lake Throssell	K2O Minerals Pty Ltd	Granted	100%
E38/3610	Lake Yeo	K2O Minerals Pty Ltd	Granted	100%
E69/3851	Lake Yeo	K2O Minerals Pty Ltd	Granted	100%
E38/3607	Lake Yeo	K2O Minerals Pty Ltd	Application	100%
E38/3608	Lake Yeo	K2O Minerals Pty Ltd	Application	100%
E38/3724	Lake Yeo	K2O Minerals Pty Ltd	Application	100%
E38/3089	Lake Rason	K2O Minerals Pty Ltd	Granted	100%
E38/3437	Lake Rason	K2O Minerals Pty Ltd	Granted	100%
E38/3464	Lake Rason	K2O Minerals Pty Ltd	Granted	100%

Interests in Mining Tenements Acquired or Increased for the Quarter ended 31 March 2022

Tenement Number	Location	Nature of Interest	Interest at beginning of quarter	Interest at end of quarter	Note
E38/3724	Lake Yeo	Application	0%	100%	-

Interests in Mining Tenements Lapsed, Relinquished or Reduced for the Quarter ended 31 March 2022

Tenement Number	Location	Nature of Interest	Interest at beginning of Quarter	Interest at end of Quarter	Note
L38/342	Lake Throssell	Relinquished	100%	0%	1
L38/343	Lake Throssell	Relinquished	100%	0%	1
L38/344	Lake Throssell	Relinquished	100%	0%	1
L38/345	Lake Throssell	Relinquished	100%	0%	1
L38/346	Lake Throssell	Relinquished	100%	0%	1
L38/347	Lake Throssell	Relinquished	100%	0%	1

Note:

1. Surrender

Appendix 5B

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

Name of entity

Trigg Mining Limited (ASX:TMG)

ABN

26 168 269 752

Quarter ended ("current quarter")

31 March 2022

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(308)	(1,372)
(b) development	-	-
(c) production	-	-
(d) staff costs	(296)	(548)
(e) administration and corporate costs	(253)	(1,016)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	1	3
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	1,011	1,118
1.8 Other – GST Refund	25	169
1.9 Net cash from / (used in) operating activities	180	(1,646)

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	(17)
(d) exploration & evaluation	-	-
(e) investments	-	-
(f) other non-current assets	-	-

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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	100
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	-	83

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	4,000	4,000
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	10
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(365)	(433)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	3,635	3,577

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	2,303	4,104
4.2	Net cash from / (used in) operating activities (item 1.9 above)	180	(1,646)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	83
4.4	Net cash from / (used in) financing activities (item 3.10 above)	3,635	3,577

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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	6,118	6,118

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	6,098	2,283
5.2	Call deposits	20	20
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	6,118	2,303

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	282
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

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

7. Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
<i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i>		
<i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1 Loan facilities	-	-
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
7.4 Total financing facilities	-	-
7.5 Unused financing facilities available at quarter end		-
7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9) <i>(Note cash inflows from Government Grants and tax incentives has been excluded)</i>	(831)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(831)
8.4 Cash and cash equivalents at quarter end (item 4.6)	6,118
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	6,118
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	7.4
<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
Answer: Not applicable	
8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
Answer: Not applicable	

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

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: Not applicable

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: **28 April 2022**

Authorised by: **Board of Directors**
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg *Audit and Risk Committee*]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.