

TIETTO MINERALS LIMITED

Australian Company Number 143 493 118

**INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019**



TIETTO MINERALS LIMITED

Australian Company Number 143 493 118

CORPORATE DIRECTORY

Board of Directors

Francis Harper	Non-executive Chairman
Caigen Wang	Managing Director
Mark Strizek	Executive Director
Hanjing Xu	Non-executive Director
Paul Kitto	Non-executive Director

Company Secretary

Matthew Foy

Registered Office

Level 3, 88 William Street
Perth WA 6000
Telephone: + 61 8 9486 4036
Facsimile: +61 8 9486 4799

Website: www.tietto.com

Compliance Manager

FT Corporate Pty Ltd
104 Colin St
West Perth WA 6005

Share Registry

Automic Pty Ltd
Level 5
126 Phillip Street
Sydney NSW 2000

Australian Solicitors to the Company

Allion Partners Pty Limited
Level 9, 863 Hay Street
Perth WA 6000

Auditor

BDO Audit (WA) Pty Ltd
38 Station St
Subiaco WA 6008

ASX ticker code

TIE

For personal use only

TIETTO MINERALS LIMITED
A.C.N. 143 493 118

CONTENTS

CONTENTS	PAGE
Review of Operations	4 - 19
Directors' Report	20 - 21
Auditor's Independence Declaration	22
Consolidated Statement of Profit of Loss and Other Comprehensive Income	23
Consolidated Statement of Financial Position	24
Consolidated Statement of Changes in Equity	25
Consolidated Statement of Cash Flows	26
Notes to the Consolidated Interim Financial Statements	27 - 39
Directors' Declaration	40
Auditor's Report	41 - 42

For personal use only

TIETTO MINERALS LIMITED
A.C.N. 143 493 118
REVIEW OF OPERATIONS

Highlights for the half year ended:

- *Abujar Gold Project grows to **2.2Moz** in November 2019 resource update:*
 - ✓ *High-grade core of **1.4 Moz at 2.2g/t Au** (AG) within JORC 2012 Resource of 45.5Mt at 1.5g/t Au for 2.15Moz contained in 2 deposits:*
 - ✓ **AG Resource** - 34.3Mt at 1.6 g/t for 1.81Moz:
 - ✓ **Indicated** - **14.58Mt @ 1.8 g/t for 0.86Moz**
 - ✓ **Inferred** – 19.68Mt at 1.5 g/t for 0.95Moz
 - ✓ **APG Resource** – **Inferred** 11.2Mt at 1.0 g/t for 0.35Moz
- *Resource drilling includes high-grade gold from surface:*
 - ✓ **6 intervals > 200 Au gram-metres**
 - ✓ **13 intervals > 100 Au gram-metres**
 - ✓ **36 intervals > 50 Au gram-metres**
- *50,000m drilling program commenced in early October 2019 to drive further resource growth:*
 - ✓ *Four company diamond drill rigs delivering 50,000 metre drill programme at some of the lowest exploration costs in the gold sector*
 - ✓ **Substantial** brown and green field exploration **upside** remaining as **90% of 70km** mineralised structure **untested**
- *A\$17M fund raising completed to aggressively grow resources via drilling and establish a standalone gold camp of scale*

Looking ahead:

- *Tietto's diamond drill rigs are targeting resource growth from multiple targets:*
 - ✓ **AG** – *Extending high-grade core (1.4Moz at 2.2g/z)*
 - ✓ **AG South** – *Shallow high-grade gold mineralisation directly south of AG*
 - ✓ **APG** – *Extension to shallow oxide resource 7km south of AG*
 - ✓ **Gamina** – *Directly north of AG with extensive artisanal workings*
- *Abujar resource estimate update expected in Q3 CY2020.*

For personal use only

TIETTO MINERALS LIMITED
A.C.N. 143 493 118
REVIEW OF OPERATIONS

West African gold developer and explorer Tietto Minerals Limited (ASX: TIE) (**Tietto**) is pleased to report on its activities for the December 2019 half year. The principal activities of the Group during the period was gold exploration in West Africa, specifically in Cote d'Ivoire and Liberia.

Abujar Gold Project, Côte d'Ivoire

Resource Definition Drilling

During the period Tietto commenced a 50,000m drill campaign to infill and extend the Abujar Gold Project at depth and along strike, where the Company believes considerable potential remains for further resource growth. Tietto accelerated drilling with a third Company-owned drill rig commencing drilling at the Abujar Gold Project to accelerate the Company's drilling campaign ahead of the mineral resource estimate update released in November 2019.

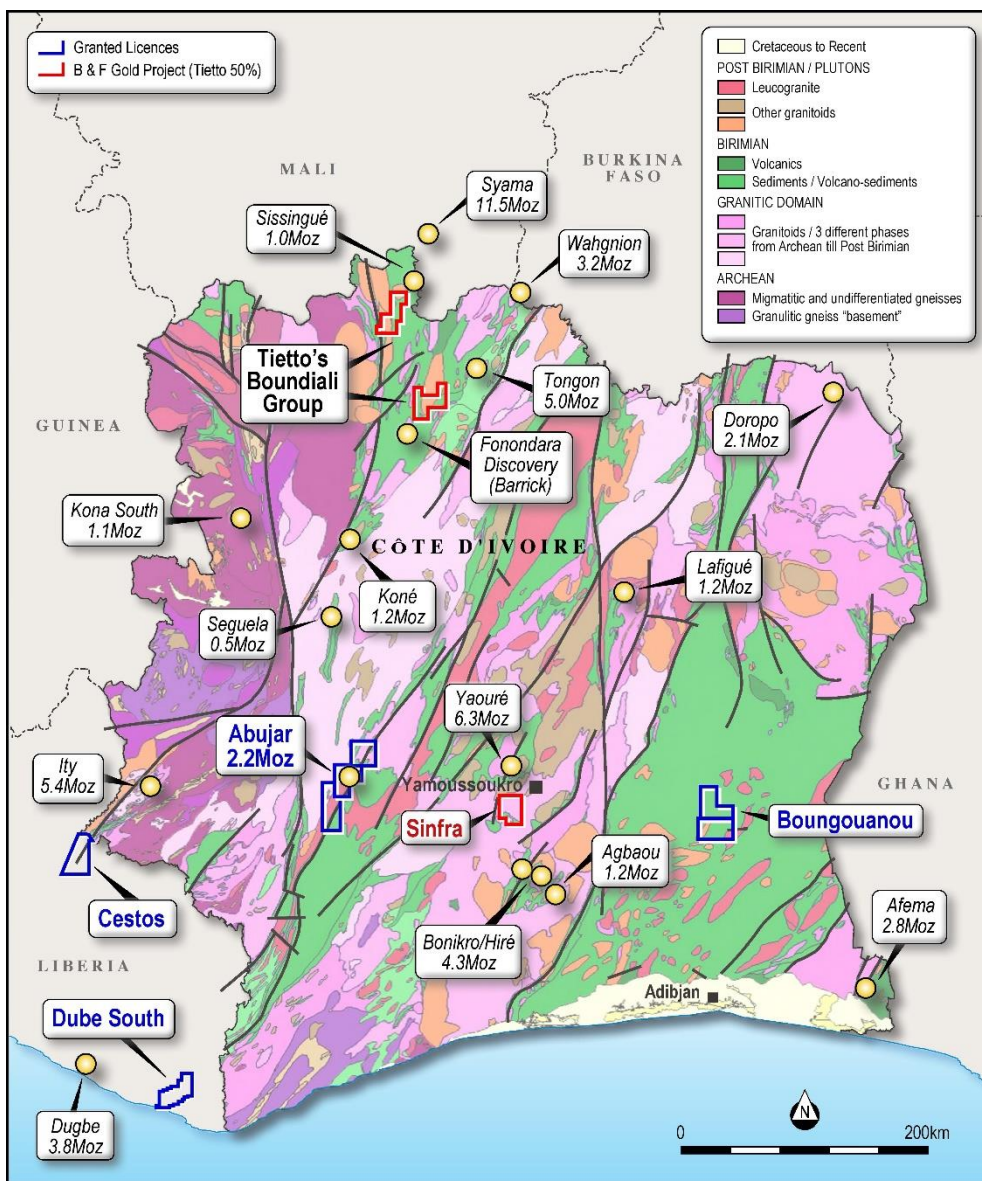


Figure 1. Location of Tietto's projects in West Africa

For personal use only

TIETTO MINERALS LIMITED
A.C.N. 143 493 118
REVIEW OF OPERATIONS

A large number of high to exceptionally high grade assay results were released from diamond drilling (DD) during this reporting period. Significant results were presented in the oblique view in Figure 2 and described below.

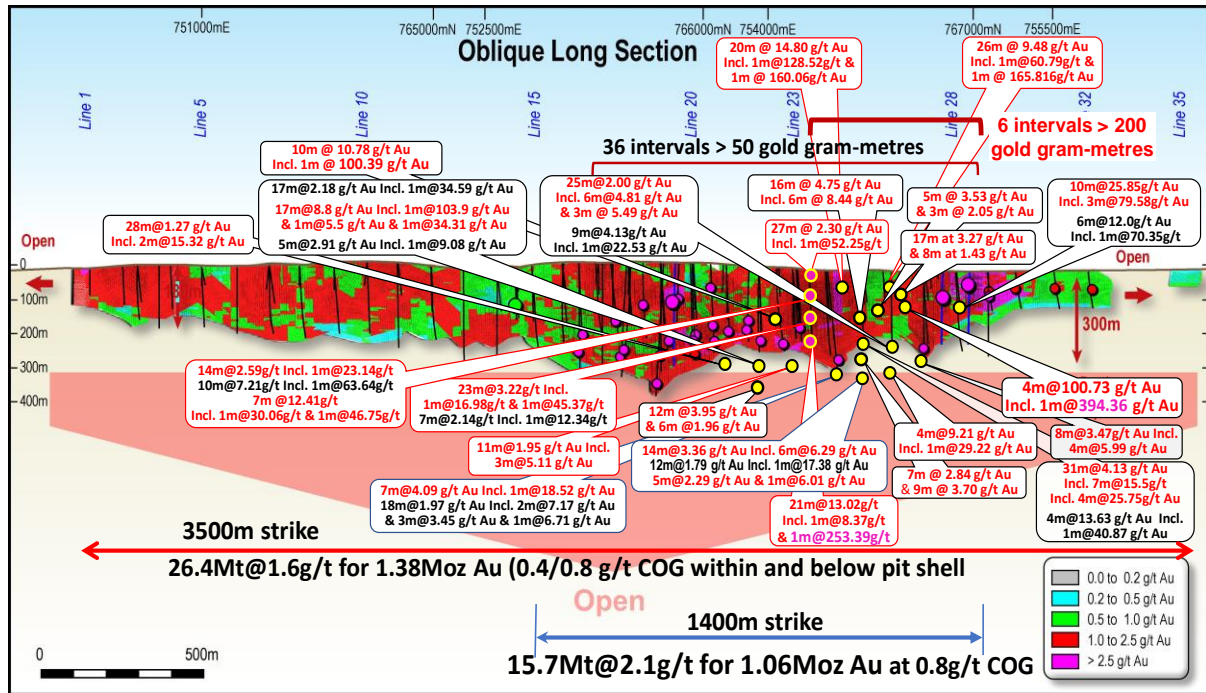


Figure 2: Oblique long section view of the AG JORC 2012 gold Mineral Resource model (with exceptionally high-grade intersections reported after the April 2019 resource model in yellow highlight)

Significant intercepts on depth extension drilling included:

ZDD063 on Line 21

- 8m @ 1.27 g/t Au from 252m including:
 - 2m @ 15.32 g/t Au from 278m including 1m @ 30.06 g/t Au from 279m

ZDD061 on Line 22:

- 73m @ 2.80 g/t Au from 218m including:
 - 17m @ 2.18 g/t Au from 218m including 1m @ 34.59 g/t Au from 218m
 - 17m @ 8.80 g/t Au from 254m including 7m @ 20.63 g/t Au which includes 1m @ 103.9 g/t Au from 254m and 1m @ 34.31 g/t Au from 260m, and
 - 5m @ 2.91 g/t Au from 286m including 1m @ 9.08 g/t Au from 289m

ZDD072 on Line 22

- 12m @ 3.95 g/t Au from 342m including:
 - 5m @ 3.02 g/t Au from 342m including 1m @ 12.14 g/t Au from 342m
 - 3m @ 10.53 g/t Au from 352m including 1m @ 14.88 g/t Au from 352m and 1m @ 16.31 g/t Au from 353m
- 6m @ 1.96 g/t Au from 376m including 2m @ 2.42 g/t Au from 380m

TIETTO MINERALS LIMITED
A.C.N. 143 493 118
REVIEW OF OPERATIONS

ZDD059 on Line 23

- **11m @ 1.95 g/t Au** including:
 - **3m @ 5.11 g/t Au** from 307m

ZDD064 on Line 24

- **7m @ 4.09 g/t Au** from 308m including **1m @ 18.52 g/t Au** from 312m

ZDD062 on Line 25

- **14m @ 3.36g/t Au** from 292m including:
 - **6m @ 6.29 g/t Au** from 298m including **1m @ 19.33 g/t Au** from 305m

ZDD060 on Line 26

- **4m @ 9.21 g/t Au** from 325m including **1m @ 29.22 g/t Au** from 328m

ZDD055 on Line 27

- **8m @ 3.47 g/t Au** from 241m within a broad gold mineralisation zone of 77m @ 0.59 g/t Au from 241m including **4m @ 5.99 g/t Au** from 245m which includes:
 - **1m @ 8.23 g/t Au** from 245m
 - **1m @ 14.17 g/t Au** from 248m

High to exceptionally high-grade intercepts in shallow DD holes released during the Period included:

ZDD074 on Line 22B

- **10m @ 10.78 g/t Au** from 166m with the following significant intersections:
 - **1m @ 5.47 g/t Au** from 166m
 - **1m @ 100.39 g/t Au** from 174m

ZDD093 on Line 23B

- **27m @ 2.30 g/t Au** from 0m including **7m @ 7.66 g/t Au** from 0m which includes
 - **1m @ 52.25 g/t Au** from 1m
- **8m @ 1.43 g/t Au** from 75m including **1m @ 4.66 g/t Au** from 79m
- **5m @ 1.22 g/t Au** from 99m including **1m @ 4.15 g/t** from 99m

ZDD096 on Line 23B

- **14m @ 2.59 g/t Au** from 61m including **4m @ 7.86 g/t Au** from 71m which includes
 - **1m @ 5.44 g/t Au** from 72m, and
 - **1m @ 23.14 g/t Au** from 73m
- **10m @ 7.21 g/t Au** from 115m including
 - **1m @ 63.64 g/t Au** from 122m, and
 - **1m @ 3.41 g/t Au** from 123m
- **7m @ 12.41 g/t Au** from 174m including
 - **1m @ 30.06 g/t Au** from 174m
 - **1m @ 46.75 g/t Au** from 175m, and
 - **1m @ 7.37 g/t Au** from 176m

For personal use only

TIETTO MINERALS LIMITED
A.C.N. 143 493 118
REVIEW OF OPERATIONS

ZDD092 on Line 23B

- **23m @ 3.22 g/t Au** from 147m including
 - **1m @ 16.98 g/t Au** from 149m
 - **1m @ 45.37 g/t Au** from 150m
- **7m @ 2.14 g/t Au** from 89m including
 - **1m @ 12.34 g/t Au** from 91m
- **5m @ 1.24 g/t Au** from 185m including
 - **1m @ 3.45 g/t Au** from 189m
- **5m @ 1.92 g/t Au** from 214m including
 - **1m @ 3.86 g/t Au** from 214m, and
 - **1m @ 3.18 g/t Au** from 215m

ZDD095 on Line 23B

- **21m @ 13.02 g/t Au** from 215m including **7m @ 38.08 g/t Au** from 228m including
 - **1m @ 8.37 g/t Au** from 228m
 - **1m @ 253.39 g/t Au** from 234m
- **4m @ 2.42 g/t Au** from 253m including
 - **1m @ 3.56 g/t Au** from 253m, and
 - **1m @ 4.75 g/t Au** from 254m

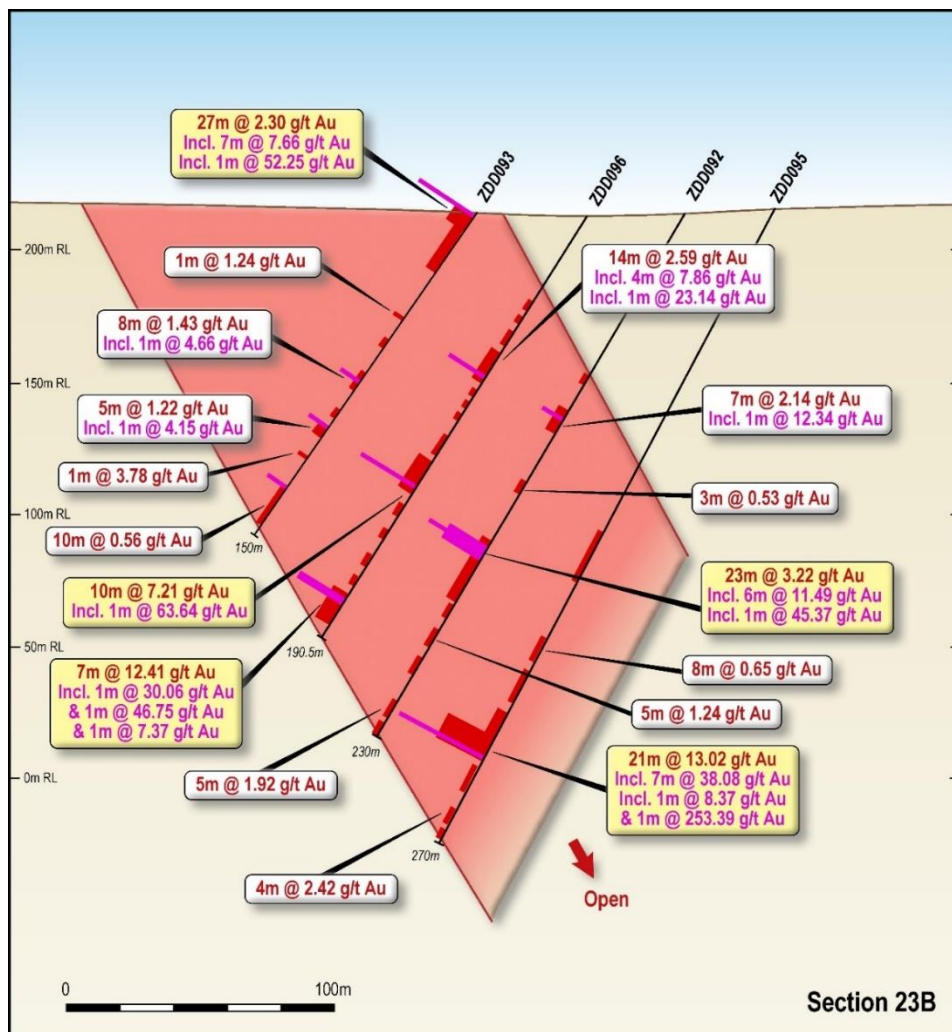


Figure 3: Section Line 23B

For personal use only

TIETTO MINERALS LIMITED
A.C.N. 143 493 118
REVIEW OF OPERATIONS

ZDD090 (Line 24):

- **6m @ 3.80 g/t Au** from 116m including **1m @ 13.99 g/t Au** from 117m
- **3m @ 4.06 g/t Au** from 131m including **1m @ 9.56 g/t Au** from 131m
- **46m @ 0.72 g/t Au** from 156m including:
 - **8m @ 1.47 g/t Au** from 173m including **1m @ 6.88 g/t Au** from 173m
 - **5m @ 1.56 g/t Au** from 197m

ZDD086 (Line 24B):

- **7m @ 3.62 g/t Au** from 112m including **1m @ 17.35 g/t Au** from 114m
- **8m @ 0.96 g/t Au** from 140m

ZDD084 on Line 24B:

- **20m @ 14.80 g/t Au** from 42m including:
 - **1m @ 128.52 g/t Au** from 55m
 - **1m @ 160.06 g/t Au** from 56m
 - **1m @ 2.38 g/t Au** from 58m

ZDD058 on Line 25

- **31m @ 4.13g/t Au** from 124m including:
 - **7m @ 15.5 g/t Au** from 179 m including **4m @ 25.75 g/t Au** from 179m which includes **27.21, 45.71, 12.6 and 17.49 g/t Au** for each of the four metres
- **4m @ 13.62 g/t Au** from 194 m, including **1m @ 40.87 g/t Au** from 197 m

ZDD081 on Line 25:

- **16m @ 4.75 g/t Au** from 78m with the following significant intersections:
 - **1m @ 20.91 g/t Au** from 78m
 - **6m @ 8.44 g/t Au** from 87m including **1m @ 29.76 g/t Au** from 87m and **2m @ 9.63 g/t Au** from 91m
- **2m @ 7.85 g/t Au** from 116m

ZDD070 (Line 25):

- **7m @ 2.84 g/t Au** from 213m including:
 - **3m @ 4.25 g/t Au** which from 215m includes **1m @ 7.89 g/t Au** from 217m
- **9m @ 3.70 g/t Au** from 290m including:
 - **3m @10.28 g/t Au from 290m** which includes **1m @ 23.04 g/t Au** from 291m

ZDD077 (Line 25B):

- **5m @ 3.53 g/t Au** from 115m within a broad zone of **16m @ 1.39 g/t Au** from 115m including **1m @ 13.8 g/t Au** from 117m
- **3m @ 2.05 g/t Au** from 92m including **1m @ 5.46 g/t Au** from 92m

For personal use only

TIETTO MINERALS LIMITED
A.C.N. 143 493 118
REVIEW OF OPERATIONS

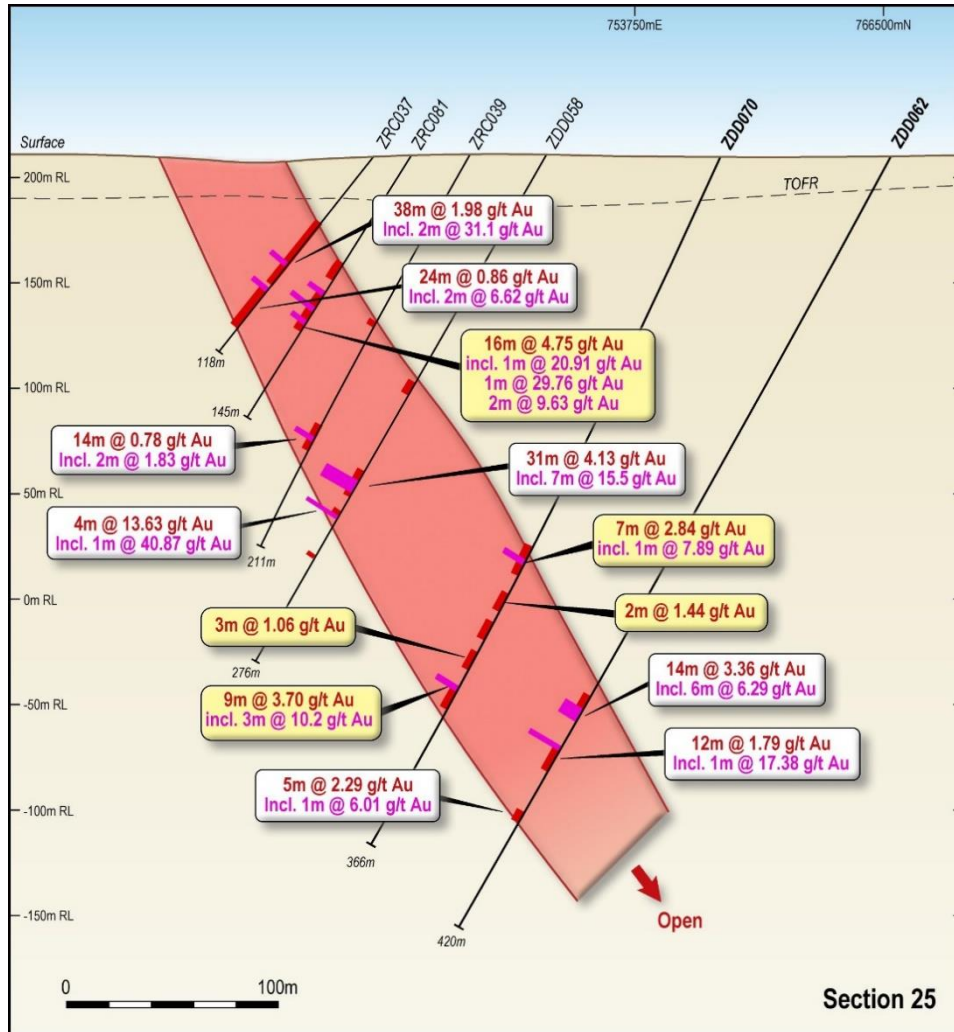


Figure 4: Section Line 25

ZDD082 on Line 26:

- **82m @ 3.14 g/t Au** from 26m including:
 - **26m @ 9.48 g/t Au** from 83m including:
 - ✓ **1m @ 60.79 g/t Au** from 83m
 - ✓ **1m @ 165.81 g/t Au** from 84m
 - ✓ **1m @ 4.57 g/t Au** from 107m
 - **4m @ 2.46 g/t Au** from 26m

ZDD080 (Line 26B):

- **17m at 3.27 g/t Au** from 40m including:
 - **1m @ 5.35 g/t Au** from 54m
 - **1m @ 46.74 g/t Au** from 55m
- **8m at 1.43 g/t Au** from 90m including:
 - **5m @ 2.09 g/t Au** from 90m which includes **1m @ 7.28 g/t Au** from 92m

For personal use only

TIETTO MINERALS LIMITED
A.C.N. 143 493 118
REVIEW OF OPERATIONS

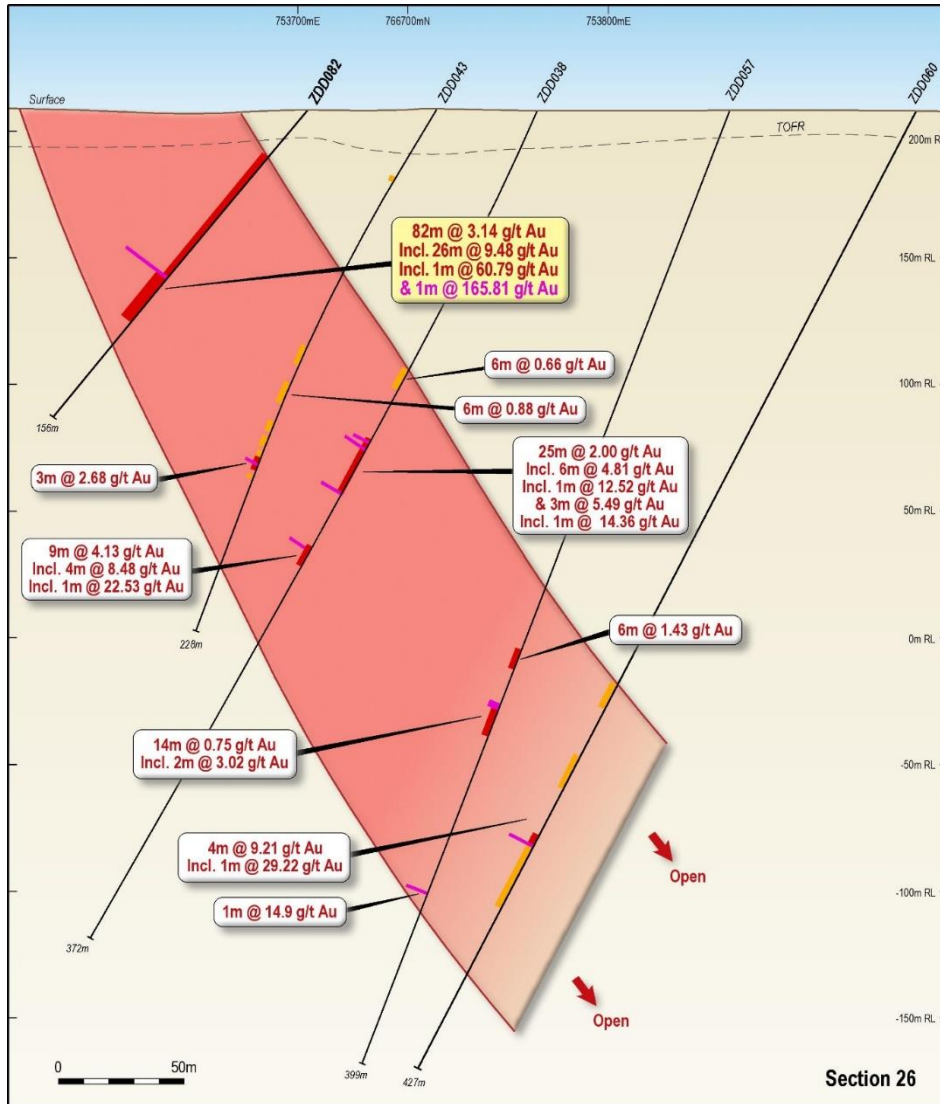


Figure 5: Section Line 26

ZDD043 on Line 28

- **10m @ 25.85 g/t Au** from 115m within a broad zone of **16m @ 16.31 g/t Au** from 111m which includes:
 - **1m @ 35.42 g/t Au** from 118m
 - **1m @ 100.62 g/t Au** from 119m
 - **1m @ 102.71 g/t Au** from 120m, with further assay results pending
- **6m @ 12.0 g/t Au** from 177m, including **1m @ 70.35 g/t Au** from 177m

For personal use only

TIETTO MINERALS LIMITED
A.C.N. 143 493 118
REVIEW OF OPERATIONS

Abujar Gold Project Mineral Resource Update November 2019

During the Period Tietto announced an upgrade to the Mineral Resource Estimate for its Abujar Gold Project in central Côte d'Ivoire, which increased by 24% to 45.5Mt @ 1.5 g/t Au for 2.15 Moz of contained gold.

Table 1: Abujar Gold Project Mineral Resource Upgrade

Area	Class	Oxide			Transition			Fresh			Total		
		Quantity (Mt)	Au (g/t)	Au (MOz)	Quantity (Mt)	Au (g/t)	Au (MOz)	Quantity (Mt)	Au (g/t)	Au (MOz)	Quantity (Mt)	Au (g/t)	Au (MOz)
AG	Indicated	0.08	2	0.01	0.3	1.6	0.02	14.19	1.8	0.84	14.58	1.8	0.86
	Inferred	0.44	1.5	0.02	1.21	1.3	0.05	18.02	1.5	0.88	19.68	1.5	0.95
	Total	0.53	1.6	0.03	1.51	1.3	0.06	32.22	1.7	1.72	34.26	1.6	1.81
APG	Inferred	1.24	0.7	0.03	3.43	0.8	0.09	6.56	1.1	0.23	11.24	1	0.35
Grand Total		1.77	1	0.06	4.95	1	0.15	38.78	1.6	1.94	45.49	1.5	2.15

This includes a shallow high-grade core of 1.4Moz at 2.2 g/t Au over a 1.4km zone at the Abujar-Gludehi (AG) deposit. The upgrade has also derisked the AG deposit with the new drilling delivering Indicated Resources of 0.86Moz at 1.8 g/t Au including 9.6Mt at 2.5g/t Au for 0.76Moz from surface at AG.

Tietto's updated AG Mineral Resource now totals 34.3Mt at 1.6g/t Au for 1.81 Moz reported at 0.4 g/t Au cut-off within pit shells; and 0.8 g/t Au cut-off below the pit shell. This increase came from 20,000m of step-out and down dip extensional drilling at AG since the last resource upgrade was completed in April 2019.

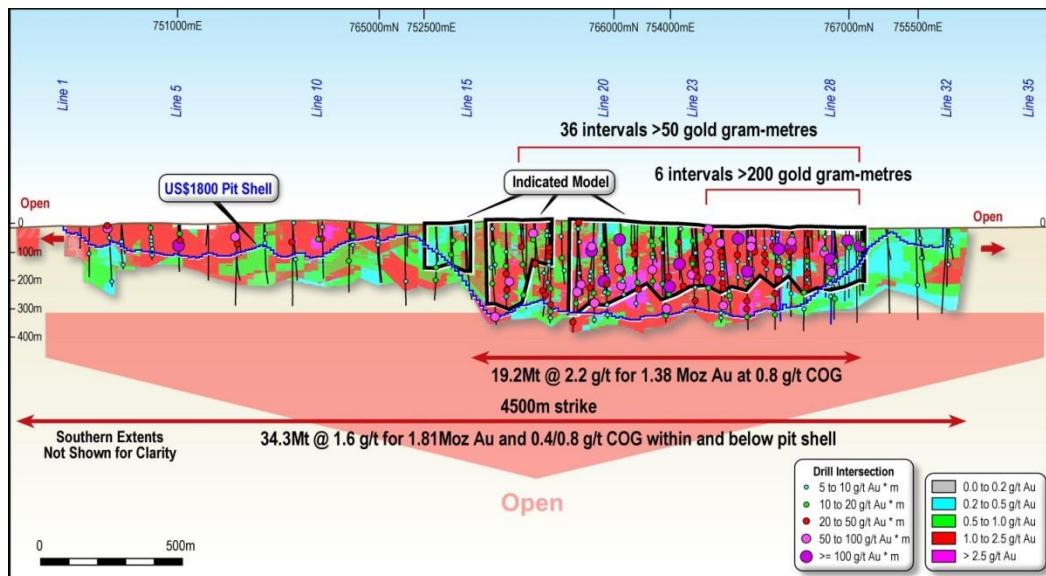


Figure 6: Oblique long section view of the AG deposit

TIETTO MINERALS LIMITED
A.C.N. 143 493 118
REVIEW OF OPERATIONS

Exploration Drilling

Deep diamond drilling defined gold mineralisation over a 500m strike length at a depth of 400m below surface underneath the high-grade core of 19.3Mt @ 2.2g/t Au for 1.38Moz within the updated Resource Model from November 2019. The encouraging grade and width of these mineralised intervals suggest that with further exploration drilling there may be potential for the company to delineate an underground resource (**AG Deeps**).

Gold mineralisation at AG remains open along strike and at depth and further drilling is planned to test the limits.

Results from the Company's first round of deep drilling included:

- **25m @ 3.24 g/t Au** from 450m incl. **2m @ 18.21 g/t Au** from 450m (ZDD112)
- **7m @ 3.77 g/t Au** from 438m incl. **2m @ 10.96 g/t Au** from 441m (ZDD107)
- **4m @ 4.12 g/t Au** from 420m incl. **2m @ 6.98 g/t Au** from 420m (ZDD106)
- **4m @ 4.74 g/t Au** from 470m incl. **2m @ 8.65 g/t Au** from 470m (ZDD109)

Tietto's diamond drilling at AG has demonstrated the continuity of shallow, wide and high-grade gold mineralisation over a significant strike length pointing to the potential for a highly profitable open-pit mining operation.

2020 Exploration Outlook

In the December Quarter 2019 Tietto took delivery of a fourth Company owned diamond drill rig and has ordered a fifth rig. Tietto plans to deliver 50,000m or more of drilling in anticipation of a resource model update in Q3 2020. Its immediate targets are:

- The southern end of the AG Deposit (Figure 7) and AG Deeps.
- Shallow oxide mineralisation at APG.
- An initial round of drilling to test high priority regional targets (Figure 8) parallel to and within trucking distance of the AG deposit.



Figure 7: Significant resource growth potential in AG South

For personal use only

TIETTO MINERALS LIMITED
A.C.N. 143 493 118
REVIEW OF OPERATIONS

REGIONAL PROSPECTS – Abujar Gold Project

- Multiple parallel zones on 70km shear structure
- Western shear geochemical survey plan completed to deliver drill ready targets
- Strong pipeline of drilling targets

Resource Definition

1. AG + AG Deepes
2. Pischon resource drilling
3. Golikro resource drilling

Target Testing

4. Link Pischon Golikro
5. Gludehi Southern lines
6. Mandanou
7. Link Mandanou Pischon
8. Gamina North
9. Gamina Central

Target Definition

10. Koflankro
11. 22
12. Gamina South
13. Agokro
14. Zoukpangbeu North
15. Zoukpangbeu South
16. Potoco
17. Gludehi East
18. Mandanou East
19. Link MP East
20. Pischon East

Reconnaissance

21. Gludehi NW
22. NW regional
23. SE regional

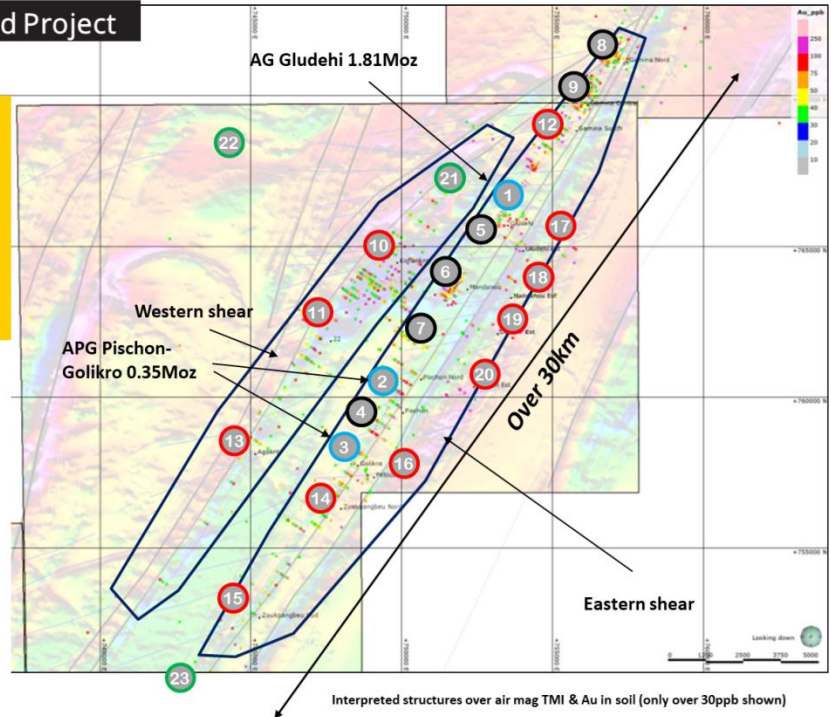


Figure 8: Regional prospects – Abujar Gold Project

Next Steps in Q1

Tietto has cash reserves of \$17.4 million¹, and is fully funded to undertake a 50,000-metre drill program continues with the goal of increasing the resource inventory of existing deposits as well as identifying new prospects within the Abujar Project’s 70km long gold corridor, of which 90% of the strike length remains to be tested.

Tietto is also set to drill 4.5km of untested strike-length immediately north of the high-grade AG deposit, which contains extensive large-scale artisanal workings (Gamina Prospect). Drilling is expected to commence in March 2020.

Tietto continues to benefit from operating with some of the lowest exploration costs in the gold sector, with four company-owned rigs in operation driving this cost efficiency. This will ensure a steady flow of drill results over the next 6 months which will be incorporated into the resource update scheduled for Q3 2020.

Reconstruction of 47km internal access roads

During the Period Tietto appointed an external construction company for a three month reconstruction of 47km of access roads within the Abujar Middle Tenement commencing in the June quarter. The successful completion of the road reconstruction assisted the smooth and consistent delivery of the DD drilling campaign over the entire wet season with excellent road safety records. A section of reconstructed access road and the access road leading to the AG Deposit are presented in Figure 9 and Figure 10.

¹ Comprising cash as at 31 December 2019 of \$8.1M and \$9.36M in Tranche 2 Placement funds completed 19 February 2020 (for further information refer notice of meeting dated 29 November 2019).

For personal use only

TIETTO MINERALS LIMITED
A.C.N. 143 493 118
REVIEW OF OPERATIONS



Figure 9: A section of reconstructed internal access road

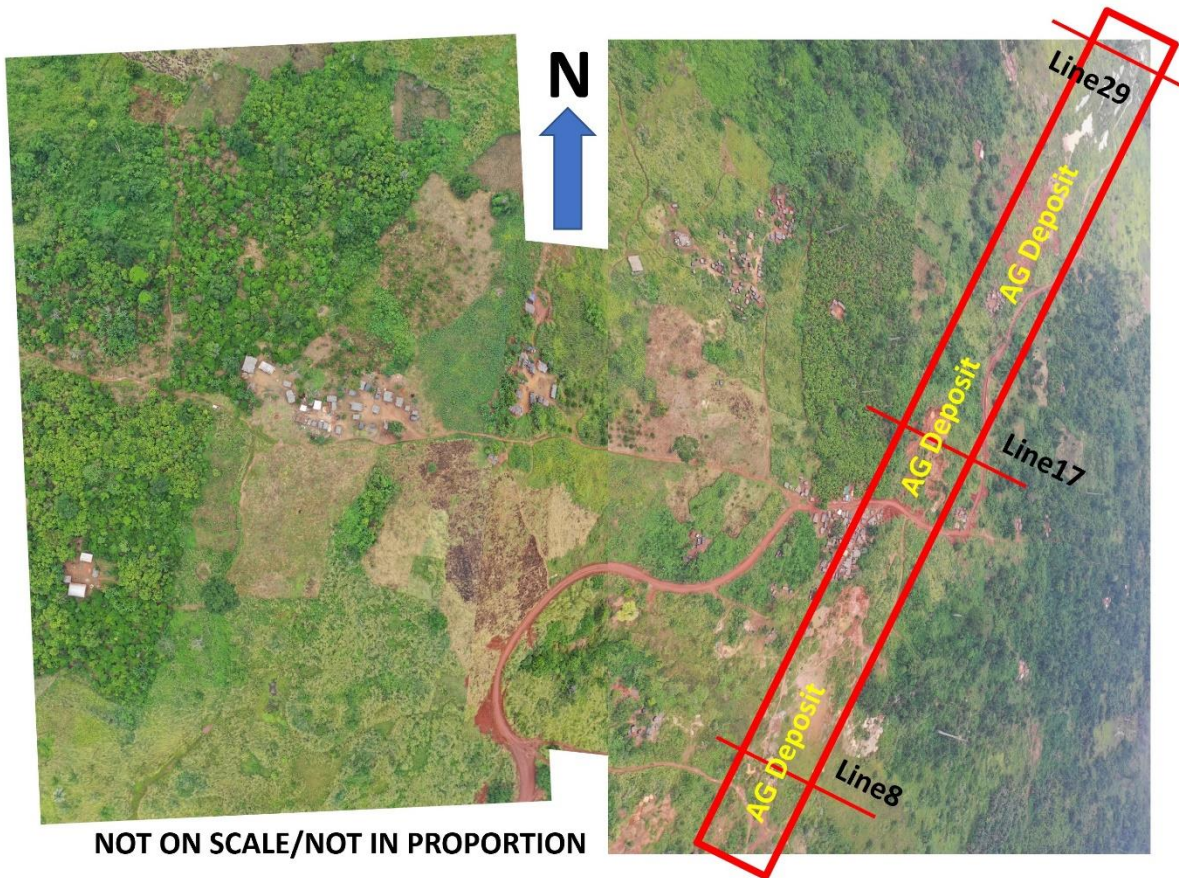


Figure 10: Reconstructed access roads leading to the AG deposit

For personal use only

TIETTO MINERALS LIMITED
A.C.N. 143 493 118
REVIEW OF OPERATIONS

Camp expansion

During the Period, Tietto completed expansion of the Abujar exploration camp capable of accommodating 50 people with additional building units for office, kitchens and 6 sheds for workshops and core storage etc.



Figure 11: Abujar exploration camp in expansion



Figure 12: Abujar exploration camp at the completion of expansion

For personal use only

TIETTO MINERALS LIMITED
A.C.N. 143 493 118
REVIEW OF OPERATIONS

CORPORATE

Appointment of Executive Director

In December 2019 Tietto announced the appointment of Mark Strizek as its Executive Director, effective 1 January 2020.

Mr Strizek has been a Non-Executive Director of Tietto since July 2017 and has been instrumental in assisting with the technical development and marketing of the 2.2Moz Abujar Gold Project. He has more than 25 years' experience in gold exploration, resource development and operations of open pit and underground projects.

In his role as Executive Director, Mr Strizek will drive the growth of the Company's gold resources across its projects including the high-grade Abujar Gold Project.

Capital Raising

In November 2019, Tietto announced it had received binding commitments for a placement to raise A\$17.0 million (before costs) through the placement of approximately 65.4 million fully paid ordinary shares at A\$0.26 per share (**Placement**).

The Company issue 65,280,719 fully paid ordinary shares at an issue price of A\$0.26 to institutional and sophisticated investors in Australia and overseas, raising approximately A\$17.0 million before costs.

Settlement of the Placement occurred in two tranches, with Tranche 1 of 29,000,000 shares issued on 26 November and Tranche 2 following Shareholder approval on 9 January 2020.

In addition, two Tietto Directors sought shareholder approval to participate in the Placement; Non-executive Director Mr Hanjing Xu subscribed for approximately \$200,000 and Non-executive Director Mr Mark Strizek subscribed for \$30,000 in the Placement.

The Placement broadened the share register through the introduction of a number of international and Australian institutional investors and received strong support from existing shareholders.

Release of Escrowed Securities

Subsequent to the Period the following securities were released from escrow on 18 January 2020:

- 94,017,497 fully paid ordinary shares;
- 11,500,000 options exercisable at 20¢ expiring 31 December 2021;
- 25,808,480 options exercisable at 25¢ expiring 31 December 2021; and
- 14,625,000 performance rights expiring 18 January 2022.

TIETTO MINERALS LIMITED
A.C.N. 143 493 118
REVIEW OF OPERATIONS

Competent Persons' Statements

The information in this report that relates to Exploration Results is based on information compiled by Mr Mark Strizek, a Competent Person who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Strizek is a non-executive director of the Company. Mr Strizek has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken 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 Strizek consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears. Additionally, Mr Strizek confirms that the entity is not aware of any new information or data that materially affects the information contained in the ASX releases referred to in this report.

The information in this report that relates to Mineral Resources is based on information evaluated by Mr Jeremy Clark who is a Member of The Australasian Institute of Mining and Metallurgy (MAusIMM) and who has sufficient experience 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 Clark is an employee of RPMGlobal Asia Limited and he consents to the inclusion of the estimates in the report of the Mineral Resource in the form and context in which they appear. Additionally, Mr Clarke confirms that the entity is not aware of any new information or data that materially affects the information contained in the ASX releases referred to in this report.

The information in this report that relates to Mineral Resources was first published by RPM Global and released on the ASX platform on 12 November 2019. The Company confirms that it is not aware of any new information or data that materially affects the relating to Minerals Resources in this publication. The Company confirms that all material assumptions and technical parameters underpinning the estimates in continue to apply and have not materially changed. The Company confirms that the form and context in which the RPM Global's findings are presented have not been materially modified.

Compliance Statement

This report contains information extracted from ASX market announcements reported in accordance with the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" ("2012 JORC Code") and available for viewing at www.tietto.com. Includes results reported previously and published on ASX platform, 16 January 2018, 27 March 2018, 23 April 2018, 8 May 2018, 7 June 2018, 4 October 2018, 1 November 2018, 28 November 2018, 31 January 2019, 26 February 2019, 12 March 2019, 19 March 2019, 9 April 2019, 9 May 2019, 30 May 2019, 9 July 2019, 26 July 2019, 2 October 2019, 24 October 2019, 12 December 2019, 23 January 2020, 20 February 2020 and 10 March 2020. The Company confirms that it is not aware of any new information or data that materially affects the information included in the previous announcements.

TIETTO MINERALS LIMITED
A.C.N. 143 493 118
REVIEW OF OPERATIONS

Appendix A – Schedule of Tenements as at 31 December 2019

Tenement ID	Status	Interest at beginning of quarter	Interest acquired or disposed	Interest at end of quarter
-------------	--------	----------------------------------	-------------------------------	----------------------------

Côte d'Ivoire

Abujar North ¹ (Zahibo License)	Granted	15%	0%	15%
Abujar Middle ² (Zoukougbeu License)	Granted	90%	0%	90%
Abujar South (Issia License)	Granted	100%	0%	100%
Bongouanou North in Cote D'Ivoire	Granted	50%	0%	50%
Bongouanou South in Cote D'Ivoire	Granted	50%	0%	50%

1. Tietto has the right to acquire up to a 80% interest in the Abujar North Exploration License.

2. Tietto has 90% share capital of Tiebaya Gold which holds 100% interest of the Abujar Middle Exploration License

Liberia

Dude South	Granted	100%	0%	100%
Cestos Project	Granted	100%	0%	100%

For personal use only

TIETTO MINERALS LIMITED
A.C.N. 143 493 118

DIRECTORS' REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2019

The Directors of Tietto Minerals Limited herewith submit the interim financial report of the Company consisting of Tietto Minerals Limited ("Tietto" or "the Company") and its controlled entities ("the Group") at the end of, or during, the period of 1 July 2019 to December 2019. In order to comply with the provisions of the *Corporations Act 2001*, the Directors Report as follows:

DIRECTORS

The names of the directors of the Company who have held office during and since the end of the half-year period and until the date of this report are noted below. Directors were in office for the entire period unless otherwise noted.

Francis Harper	Non-Executive Chairman (appointed 19 July 2017)
Caigen Wang	Managing Director (appointed on 5 May 2010)
Mark Strizek	Non-Executive Director from 19 July 2017, Executive Director from 1 January 2020
Hanjing Xu	Non-Executive Director (appointed 4 August 2017)
Paul Kitto	Non-Executive Director (appointed 22 January 2019)

COMPANY SECRETARY

Matthew Foy was the company secretary of Tietto during and since the end of the half-year period until the the date of this report.

PRINCIPAL ACTIVITIES

The principal activities of the Group are gold explorations in West Africa, specifically in Côte d'Ivoire and Liberia.

REVIEW OF OPERATIONS

A review of the Group's exploration projects and activities during the year is discussed in the Review of Operations included in this report on pages 4 to 19.

The loss of the Group after income tax for the half-year ended 31 December 2019 was \$4,958,824 (half-year ended 31 December 2018: \$4,903,812).

EVENTS SUBSEQUENT TO REPORTING DATE

On 17 January 2020, the Company issued 28,973,026 ordinary shares at \$0.26 per share to Hong Kong Ausino Investment Limited (Hong Kong Ausino) for the issue of Tranche 2 Placement Shares as approved by shareholders on 9 January 2020. A further 5,227,240 ordinary shares at \$0.15 per share and 5,000,000 options exercisable at \$0.20 on or before 16 January 2023 were issued on the same date to Hong Kong Ausino in settlement of \$784,086 debt pursuant to Hongkong Ausino Investment Agreement dated 4 June 2019 (refer notice of meeting dated 12 July 2019).

On 31 January 2020, the Company issued 3,962,500 ordinary shares for the conversion of Performance Rights into shares following exercise by holders.

On 19 February 2020, the Company completed Tranche 2 Placement of 7,307,693 fully paid ordinary shares at \$0.26 per share as approved by shareholders on 9 January 2020.

On 11 March 2020, 8,125,000 ordinary shares were issued to entities associated with Caigen Wang following the exercise by him of his Class A (6,500,000) and Class B (1,625,000) Performance Rights.

There has not been any other matter or circumstance occurring subsequent to the end of the financial year 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 in future financial years.

TIETTO MINERALS LIMITED
A.C.N. 143 493 118

DIRECTORS' REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

AUDITOR'S INDEPENDENCE DECLARATION

Section 307C 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 independence declaration is set out on page 22 and forms part of this Directors' Report for the half-year ended 31 December 2019.

Signed in accordance with a resolution of directors made pursuant to section 306(3) of the *Corporations Act 2001*.

On behalf of Directors



Caigen Wang
Director
Dated at Perth this 13th day of March 2020

For personal use only

DECLARATION OF INDEPENDENCE BY JARRAD PRUE TO THE DIRECTORS OF TIETTO MINERALS LIMITED

As lead auditor for the review of Tietto Minerals 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 Tietto Minerals Limited and the entities it controlled during the period.



Jarrad Prue

Director

BDO Audit (WA) Pty Ltd

Perth, 13 March 2020

For personal use only

TIETTO MINERALS LIMITED
A.C.N. 143 493 118

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019

	Notes	31-Dec-19 \$	31-Dec-18 \$
Interest income		26,928	45,517
Other income	3	3,768	12,735
Exploration expenses	4	(2,631,280)	(1,939,948)
Depreciation		(8,750)	(9,870)
Directors' remuneration		(268,830)	(225,330)
Salaries and wages		(248,290)	(202,995)
Rental expenses		(68,596)	(131,980)
Supplies		(708,300)	(776,808)
Business registration and compliance fees		(67,910)	(50,488)
Share-based payments	11	(421,352)	(1,275,615)
Professional and consultants fees		(242,326)	(41,074)
Net foreign exchange losses		(2,997)	-
Other expenses		<u>(320,889)</u>	<u>(307,956)</u>
Loss before tax		(4,958,824)	(4,903,812)
Income tax benefit		-	-
Loss for the half-year		<u>(4,958,824)</u>	<u>(4,903,812)</u>
Other comprehensive loss			
Items that may be reclassified to profit or loss:			
Revaluation loss of financial assets at fair value through other comprehensive income		(15,000)	(155,000)
Foreign currency translation reserve		(7,368)	(208,163)
Total other comprehensive loss		<u>(22,368)</u>	<u>(363,163)</u>
Total comprehensive loss for the half-year		<u>(4,981,192)</u>	<u>(5,266,975)</u>
Loss for the half-year is attributable to:			
Owners of the parent		(4,955,875)	(4,906,855)
Non-controlling interest		(2,949)	3,043
		<u>(4,958,824)</u>	<u>(4,903,812)</u>
Total comprehensive loss for the half-year is attributable to:			
Owners of the parent		(4,977,803)	(5,270,141)
Non-controlling interest		(3,389)	3,166
		<u>(4,981,192)</u>	<u>(5,266,975)</u>
Loss per share:			
Basic and diluted loss per share (cents per share)		(1.77)	(2.23)

The accompanying notes form part of the interim financial statements.

TIETTO MINERALS LIMITED
A.C.N. 143 493 118

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2019

	Notes	31-Dec-19 \$	30-Jun-19 \$
CURRENT ASSETS			
Cash and cash equivalents		8,106,775	4,872,768
Other assets	5	<u>378,477</u>	<u>67,975</u>
		<u>8,485,252</u>	<u>4,940,743</u>
NON-CURRENT ASSETS			
Plant and equipment		114,998	125,478
Financial assets	6	<u>11,000</u>	<u>26,000</u>
		<u>125,998</u>	<u>151,478</u>
TOTAL ASSETS		<u>8,611,250</u>	<u>5,092,221</u>
CURRENT LIABILITIES			
Trade and other payables	7	<u>108,273</u>	<u>433,573</u>
		<u>108,273</u>	<u>433,573</u>
TOTAL LIABILITIES		<u>108,273</u>	<u>433,573</u>
NET ASSETS		<u>8,502,977</u>	<u>4,658,648</u>
EQUITY			
Issued capital	9	31,549,254	25,981,324
Reserves	10	6,418,756	3,183,093
Accumulated losses		<u>(29,493,002)</u>	<u>(24,537,127)</u>
PARENT ENTITY		<u>8,475,008</u>	<u>4,627,290</u>
Non-controlling interests		<u>27,969</u>	<u>31,358</u>
TOTAL EQUITY		<u>8,502,977</u>	<u>4,658,648</u>

The accompanying notes form part of the interim financial statements.

TIETTO MINERALS LIMITED
A.C.N. 143 493 118

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019

	Note	Issued capital \$	Reserves \$	Other equity \$	Accumulated losses \$	Owners of the parent \$	Non- controlling interest \$	Total \$
At 1 July 2019		25,981,324	3,183,093	-	(24,537,127)	4,627,290	31,358	4,658,648
Net loss for the half-year		-	-	-	(4,955,875)	(4,955,875)	(2,949)	(4,958,824)
Other comprehensive loss for the period		-	(21,928)	-	-	(21,928)	(440)	(22,368)
Total comprehensive loss		-	(21,928)	-	(4,955,875)	(4,977,803)	(3,389)	(4,981,192)
Transactions with owners in their capacity as owners:								
Issue of share capital (net of costs)	9	5,567,930	-	-	-	5,567,930	-	5,567,930
Obligation under Ausino subscription agreement	10(a)	-	784,086	-	-	784,086	-	784,086
Share-based payments	10(b)	-	2,473,505	-	-	2,473,505	-	2,473,505
		5,567,930	3,257,591	-	-	8,825,521	-	8,825,521
At 31 December 2019		31,549,254	6,418,756	-	(29,493,002)	8,475,008	27,969	8,502,977
At 1 July 2018		19,958,624	869,781	258,000	(14,845,822)	6,240,583	11,293	6,251,876
Net loss for the half-year		-	-	-	(4,906,855)	(4,906,855)	3,043	(4,903,812)
Other comprehensive income for the period		-	(571,411)	-	208,125	(363,286)	123	(363,163)
Total comprehensive loss		-	(571,411)	-	(4,698,730)	(5,270,141)	3,166	(5,266,975)
Transactions with owners in their capacity as owners:								
Share capital raising costs		604,963	-	(258,000)	-	346,963	-	346,963
Acquisition of a subsidiary		-	1,275,615	-	-	1,275,615	-	1,275,615
		604,963	1,275,615	(258,000)	-	1,622,578	-	1,622,578
At 31 December 2018		20,563,587	1,573,985	-	(19,544,552)	2,593,020	14,459	2,607,479

The accompanying notes form part of the interim financial statements.

TIETTO MINERALS LIMITED
A.C.N. 143 493 118

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019

	Half-year to 31 Dec 2019 \$	Half-year to 31 Dec 2018 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	(2,302,771)	(1,646,587)
Payments for exploration expenses	(2,110,990)	(1,655,661)
Interest received	26,928	8,189
Net cash used in operating activities	<u>(4,386,833)</u>	<u>(3,294,059)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for plant and equipment	1,730	(33,853)
Proceed from sale of investment in listed entity	-	44,045
Net cash generated from investing activities	<u>1,730</u>	<u>10,192</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of share capital (net of costs)	7,620,083	-
Proceed from loans	-	654,840
Net cash generated from financing activities	<u>7,620,083</u>	<u>654,840</u>
Net increase/(decrease) in cash and cash equivalents	3,234,980	(2,629,027)
Cash and cash equivalents at beginning of half-year	4,872,768	5,962,611
Effect of foreign exchange	(973)	2,170
Cash and cash equivalents at end of half-year	<u>8,106,775</u>	<u>3,335,754</u>

The accompanying notes form part of the interim financial statements.

TIETTO MINERALS LIMITED
A.C.N. 143 493 118

NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019

1. GENERAL INFORMATION

The interim financial report covers Tietto Minerals Limited as a consolidated entity consisting of Tietto Minerals Limited and the entities it controlled during the period ("the Group"). The interim financial report consists of the interim financial statements, notes to the interim financial statements and the directors' declaration. Tietto Minerals Limited is a listed public company limited by shares, incorporated and domiciled in Australia.

2. SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

This condensed consolidated interim financial report for the half-year reporting period ended 31 December 2019 has been prepared in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*.

The interim report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2019 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001* and the ASX Listing Rules.

Basis of preparation

The condensed consolidated interim financial report has been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair value of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

For the purposes of preparing the report, the half-year has been treated as a discrete reporting period.

Accounting policies and methods of computation

The accounting policies and methods of computation adopted in the preparation of the condensed consolidated interim financial report are consistent with those adopted and disclosed in the Company's annual financial report for the financial year ended 30 June 2019, except for the impact of the Standards and Interpretations described below. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

Significant Accounting Judgments and Key Estimates

The preparation of the condensed consolidated interim financial report requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised and in any future years affected.

In preparing the condensed consolidated interim financial report, the significant judgments, estimates and assumptions made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial report for the year ended 30 June 2019.

NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Significant Accounting Judgments and Key Estimates (Continued)

Information about estimates and judgments made in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements are:

- a. The fair value of share-based payments as discussed in Note 11: Share-Based Payments. The fair values of options are determined using the Black Scholes Option Pricing Model that takes into account the exercise price, the term of the option, the impact of dilution, the share price at valuation date and expected price volatility of the underlying share, the expected dividend yield and the risk-free interest rate for the term of the option;
- b. The probability and timing of achieving milestones related to the performance rights as discussed in Note 11: Share-Based Payments; and
- c. The disclosure of the loan from LGL Australian Holdings Pty Ltd as a contingent liability as discussed in Note 16: Contingent Liabilities.

Adoption of new and revised standards

In the period 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 reporting periods beginning on or after 1 July 2019.

As a result of this review, the Group has applied AASB 16 from 1 July 2019.

AASB 16 Leases

AASB 16 replaces AASB 117 Leases and sets out the principles for the recognition, measurement, presentation and disclosure of leases.

AASB 16 introduces a single lessee accounting model and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. A lessee is required to recognise a right-of-use asset representing its right to use the underlying leased asset and a lease liability representing its obligations to make lease payments. A lessee measures right-of-use assets similarly to other non-financial assets (such as property, plant and equipment) and lease liabilities similarly to other financial liabilities. As a consequence, a lessee recognises depreciation of the right-of-use asset and interest on the lease liability, and also classifies cash repayments of the lease liability into a principal portion and an interest portion and presents them in the statement of cash flows applying AASB 107 Statement of Cash Flows. AASB 16 substantially carries forward the lessor accounting requirements in AASB 117 Leases. Accordingly, a lessor continues to classify its leases as operating leases or finance leases, and to account for those two types of leases differently.

AASB 16 is effective from annual reporting periods beginning on or after 1 January 2019. A lessee can choose to apply the Standard using a full retrospective or modified retrospective approach.

There is no material impact to profit or loss or net assets on the adoption of this new standard in the current or comparative periods.

Standards and Interpretations in issue not yet adopted

The Directors have also reviewed all Standards and Interpretations in issue not yet adopted for the period 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 in issue not yet adopted on the Group and, therefore, no change is necessary to Group accounting policies.

TIETTO MINERALS LIMITED
A.C.N. 143 493 118

NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

	1-Jul-19 to 31-Dec-19 \$	1-Jul-18 to 31-Dec-18 \$
3. OTHER INCOME		
Net gain from foreign currency exchange	-	2,467
Sale of investment in a listed entity	3,768	10,268
	<u>3,768</u>	<u>12,735</u>
4. EXPLORATION EXPENSES		
Exploration expenses - Liberia	257,797	245,498
Exploration expenses - Côte d'Ivoire	2,340,781	1,637,669
Exploration expenses - Others	32,702	56,781
	<u>2,631,280</u>	<u>1,939,948</u>
	31-Dec-19 \$	30-Jun-19 \$
5. OTHER ASSETS		
Deposits and prepayments	301,132	15,694
GST paid	71,649	49,032
Other debtors and advances	5,696	3,249
	<u>378,477</u>	<u>67,975</u>
6. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME		
Shares in Taruga Gold Limited (at cost)	125,000	125,000
Less: Revaluation loss	(114,000)	(99,000)
	<u>11,000</u>	<u>26,000</u>
7. TRADE AND OTHER PAYABLES		
Trade payables	40,383	84,161
Other payables	40,390	12,768
Accrued expenses	27,500	79,243
Accrued drilling expenses	-	257,401
	<u>108,273</u>	<u>433,573</u>

TIETTO MINERALS LIMITED
A.C.N. 143 493 118

NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

8. BORROWINGS

(a) Interest-free loan facility agreement with Hongkong Ausino Investment Limited ("Ausino")

On 8 June 2018, the Group entered into an interest-free loan facility agreement with Ausino, for Ausino to pay the Group's expenses for a total of up to RMB 7,300,000 (or AUD 1,500,000 based on an exchange rate of AUD 1 to RMB 4.8667), within 12 months of 8 June 2018. Under the agreement, for each of Ausino's payments in RMB, the amount paid in RMB will be converted into fully paid ordinary shares in the Company, based on the Company's volume-weighted share price over 20 days and capped at AUD 0.21 per share.

On 4 June 2019, the above agreement ("old agreement") was terminated and the Group entered into a new subscription agreement ("new agreement") with Ausino. Under the new agreement, Ausino agreed to pay the Group's expenses for a total of up to AUD 2,000,000, within 18 months of 4 June 2019. For each of Ausino's payments, the amount paid will be converted into fully paid ordinary shares in the Company, based on a deemed subscription price of AUD 0.15 per share.

During the financial year 30 June 2019, Ausino paid AUD 605,585 on behalf of the Group, which were converted into shares in June 2019. A further AUD 784,086 was paid by Ausino on behalf of the Group for drilling related costs during the half year ended 31 December 2019. The accrual of the AUD 784,086 payment at 31 December 2019 has been recorded in a convertible note reserve as the conversion features meet the fixed for fixed criteria under AASB 9 *Financial Instruments: Presentation*. This was subsequently converted into shares on 17 January 2020. The subscription agreement was terminated on 5 December 2019.

(b) Amount payable to LGL Australian Holdings Pty Ltd ("LGL")

The loan payable amount above does not include the amount payable from the Company to LGL of USD 1,500,000 (AUD 2,138,961), as the repayment of the loan to LGL is contingent upon the Group commencing commercial production of areas specifically under the licence area. The amount payable to LGL has instead been recognised as a contingent liability. See Note 16 for further details.

9. ISSUED CAPITAL

	31-Dec-19	30-Jun-19	31-Dec-19	30-Jun-19
	Number	Number	\$	\$
Ordinary shares - fully paid	<u>301,533,693</u>	<u>264,038,358</u>	36,041,419	27,773,419
Less: Capital raising costs			<u>(4,492,165)</u>	<u>(1,792,095)</u>
			<u>31,549,254</u>	<u>25,981,324</u>
Movements in fully paid ordinary shares:			Number	\$
On issue at 30 June 2018			216,424,928	21,427,425
Issue of shares in consideration for retention of interest in subsidiary			1,290,000	258,000
Issue of shares at \$0.077 for payment of loan on 26 September 2018			1,505,511	115,716
Issue of shares at \$0.078 for payment of loan on 2 November 2018			2,965,418	231,247
Issue of shares at \$0.071 for payment of loan on 2 January 2019			4,313,763	307,877
Issue of shares at \$0.080 for payment of loan on 22 February 2019			2,741,327	218,785
Issue of shares under Trache 1 Capital Raising Placement on 30 April 2019			30,333,337	4,550,001
Issue of shares for payment of loan on 30 April 2019			130,408	19,561
Issue of shares at \$0.132 for payment of loan on 13 June 2019			296,436	39,222
Issue of shares at \$0.150 for payment of loan on 13 June 2019			<u>4,037,230</u>	<u>605,585</u>
On issue at 30 June 2019			<u>264,038,358</u>	<u>27,773,419</u>

TIETTO MINERALS LIMITED
A.C.N. 143 493 118

NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

9. ISSUED CAPITAL (CONTINUED)

Movements in fully paid ordinary shares (continued):	Number	\$
On issue at 30 June 2019	264,038,358	27,773,419
Tranche 2 Capital Raising Placement on 28 Aug 2019 (a)	4,000,002	600,000
Conversion of Performance Rights into Ordinary Shares on 28 Aug 2019 (Note 11(c)(i))	3,250,000	-
Conversion of Performance Rights into Ordinary Shares on 28 Aug 2019 (Note 11(c)(iii))	500,000	-
Issue of employee incentive shares on 28 Aug 2019 (Note 11(a)(i))	500,000	80,000
Tranche 2 Capital Raising Placement on 2 Sep 2019	133,333	20,000
Exercise of Options on 18 Oct 2019	112,000	28,000
Further issue of shares under Tranche 1 Capital Raising Placement on 26 Nov 2019 (b)	29,000,000	7,540,000
On issue at 31 December 2019	<u>301,533,693</u>	<u>36,041,419</u>
Less: Capital raising costs	-	(4,492,165)
Issued capital at 31 December 2019	<u>301,533,693</u>	<u>31,549,254</u>

- (a) Completion of Tranche 2 of the \$7 million capital raising announced on 1 May 2019. The Tranche 2 placement comprised the issue of 4,000,002 shares at an issue price of 15c per share to raise \$600,000 before costs. This placement has been made following a general meeting of shareholders held on 13 August 2019 where the \$7 million placement was approved.
- (b) Completion of Tranche 1 of the \$17 million capital raising announced on 18 November 2019. The Tranche 1 placement comprised the issue of 29,000,000 shares at an issue price of 26c per share to raise \$7,540,000 before costs. No shareholder approval is required for the issue of shares in Tranche 1.

Ordinary shares carry one vote per share and participate in dividends and the proceeds on winding up of the Company in proportion to the number of shares held.

	31-Dec-19 \$	30-Jun-19 \$
10. RESERVES		
Revaluation reserve for financial assets at fair value through other comprehensive income	(114,000)	(99,000)
Foreign exchange reserve	(12,618)	(5,690)
Share-based payment reserve (b)	6,691,390	4,217,885
Convertible note reserve (a)	784,086	-
Other reserve	(930,102)	(930,102)
	<u>6,418,756</u>	<u>3,183,093</u>

- a. The convertible note reserve relates to the payment obligation by the Group to Ausino under the subscription agreement for drilling related costs incurred during the half year ended 31 December 2019. The accrual of the payment at 31 December 2019 has been recorded in a convertible note reserve as the conversion features meet the fixed for fixed criteria under AASB 132 *Financial Instruments: Presentation*. The reserve was subsequently converted into ordinary shares on 17 January 2020.

TIETTO MINERALS LIMITED
A.C.N. 143 493 118

NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

10. RESERVES (CONTINUED)

b. Movement in share-based payment reserve	Number of Unlisted Options	Number of Performance Rights	\$
On issue at 30 June 2018	51,828,830	17,875,000	1,324,052
Recognition of share-based payment vesting expenses for performance rights issued on 31 Oct 2017 (Note 11(c)(i))	-	-	1,818,030
Recognition of share-based payment vesting expenses for options to be issued to Ausino under IP services agreement (Note 11(b)(i))	-	-	404,338
Recognition of share-based payment vesting expenses for options and performance rights granted on 18 Oct 2018 (Note 11(c)(ii))	-	-	68,248
Recognition of share-based payment vesting expenses for options and performance rights granted on 13 Aug 2019 (Note 11(c)(iii))	-	-	603,217
On issue at 30 June 2019	<u>51,828,830</u>	<u>17,875,000</u>	<u>4,217,885</u>
On issue at 30 June 2019	51,828,830	17,875,000	4,217,885
Issue of unlisted options on 28 Aug 2019 (Note 11(b)(i))	7,000,000	-	-
Issue of unlisted options on 28 Aug 2019 (Note 11(b)(ii))	14,000,000	-	2,132,153
Recognition of share-based payment vesting expenses for performance rights issued on 31 Oct 2017 (Note 11(c)(i))	-	-	107,594
Conversion of performance rights on 28 Aug 2019 (Note 11(c)(i))	-	(3,250,000)	-
Recognition of share-based payment vesting expenses for unlisted options granted on 18 Oct 2018 but issued on 28 Aug 2019 (Note 11(c)(ii))	2,000,000	-	19,906
Issue of performance rights granted on 18 Oct 2019 but issued on 28 Aug 2019 (Note 11(c)(ii))	-	2,500,000	29,339
Recognition of share-based payment vesting expenses for options and performance rights granted on 13 Aug 2019 (Note 11(c)(iii)), issued on 28 Aug 2019	-	4,500,000	184,513
Issue of unlisted options granted on 22 Jan 2019 but issued on 28 Aug 2019 (Note 11(c)(iii))	2,000,000	-	-
Conversion of performance rights on 28 Aug 2019 (Note 11(c)(iii))	-	(500,000)	-
Exercise of unlisted options at \$0.25 per share on 18 Oct 2019	(112,000)	-	-
On issue at 31 December 2019	<u>76,716,830</u>	<u>21,125,000</u>	<u>6,691,390</u>

NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

11. SHARE-BASED PAYMENTS

(a) Ordinary shares

(i) 500,000 fully paid ordinary shares to employees based in Cote d'Ivoire

On 28 August 2019, the Company issued 500,000 fully paid ordinary shares to employees based in Cote d'Ivoire. The fair value of the shares issued was determined to be \$0.16 per share, based on the Company's share price at 1 July 2019 (the date the shares were originally granted). The value of the shares issued of \$80,000 was recognised as share-based payment expense in the consolidated statement of profit or loss and other comprehensive income for the half-year ended 31 December 2019.

(b) Unlisted options not under Long Term Incentive Plan

(i) Unlisted options issued to Ausino

On 27 July 2018, the Company entered into an IP services agreement with Ausino, where Ausino is to provide two sets of IP survey equipment, and six IP surveyors, to conduct the IP survey on the Group's project sites in Côte d'Ivoire. In addition to the monthly and other payment terms for the Group to cover the IP survey costs, the Company agreed to issue Ausino 7 million options in two tranches comprising:

- 3.5 million options at the end of the first 6 months; and
- 3.5 million options at the end of the second 6 months of the 12 month IP survey period.

The options will have an exercise price of AUD 0.30 each and a time of expiry of four years from the date of issue. Vesting expenses on these options have been calculated and recognised during the year ended 30 June 2019, by reference to the grant date of 27 July 2018. The options were issued on 28 August 2019.

The fair value of the options was calculated at AUD 0.058 as at 27 July 2018 and was determined using the Black-Scholes option pricing model that takes into account the exercise price, the term of the option, the impact of dilution, the share price at valuation date and expected price volatility of the underlying share, the expected dividend yield and the risk-free interest rate for the term of the option. The options vested over the term of the agreement (as detailed above) and the value of the options issued of \$404,338 was recognised as share-based payment expense in the statement of profit or loss and comprehensive income for the year ended 30 June 2019.

(ii) 14,000,000 unlisted options to issued to the lead manager and co-lead manager

On 28 August 2019, the Company issued 14,000,000 unlisted options (2,500,000 to Francis Harper, 2,500,000 to Blackwood Capital, a related party and 9,000,000 to the co-lead manager) as capital raising fee. The options hold no voting rights and are not transferable.

The fair value of the options issued was determined using the Black-Scholes option pricing model as the fair value of the services received can't be reliably measured using another method. The Black-Scholes option pricing model takes into account the exercise price, the term of the option, the share price at valuation date and expected price volatility of the underlying share, the expected dividend yield and the risk-free interest rate for the term of the option (refer Note 11(d)). The options vested immediately and the value of the options of \$2,132,153 was recognised as capital raising costs in equity during the half-year ended 31 December 2019.

**NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

11. SHARE-BASED PAYMENTS (CONTINUED)

(c) Long Term Incentive Plan

(i) Options and performance rights issued to directors and company secretary

On 31 October 2017, the Company approved the issue of 6,750,000 options and 17,875,000 performance rights to directors and the company secretary under the Company's Long Term Incentive Plan. Further details can be found in the Annual Reports of the Group for the years ended 30 June 2019 and 30 June 2018.

The 17,875,000 performance rights were issued in three tranches and subject to the following vesting conditions:

- 9,750,000 Tranche A Performance Rights, upon achieving in respect of the Projects, an aggregate of at least 1.5M oz with cut-off grade of at least 0.4g/t within pit shell and at least 0.8g/t beyond pit shell;
- 3,087,500 Tranche B Performance Rights, upon achieving in respect of the Projects, an aggregate of at least 2.0M oz with cut-off grade of at least 0.4g/t within pit shell and at least 0.8g/t beyond pit shell; and
- 5,037,500 Tranche C Performance Rights, upon achieving in respect of the Projects, an aggregate of at least 3.0M oz with cut-off grade of at least 0.4g/t within pit shell and at least 0.8g/t beyond pit shell.

The fair value per performance right is \$0.15 which is the fair value of shares at grant date. The milestone for Tranche A was achieved during the year ended 30 June 2019. The milestone for Tranche B was achieved during the half year ended 31 December 2019. As at reporting date, the probability of the achievement of the milestone and the value attributed for Tranche C as a result has been assessed as follows:

	Probability	Achievement Date	Value Attributed	Value Expensed at 31 Dec 2019
Tranche B Performance Rights	100.00%	31 Dec 2019	\$ 463,125	\$ 107,594
Tranche C Performance Rights	0.00%	N/A	\$ -	\$ -
			\$ 463,125	\$ 107,594

The total expensed for both Tranche A and Tranche B during the year ended 30 June 2019 totalled \$1,818,030. Further details of the probability and actual achievement of milestones can be found in the Annual Report for the Group for the year ended 30 June 2019.

The probability of achievement of the milestones is reassessed at each reporting date. The performance rights lapse if the directors leave the Company (subject to good leaver/bad leaver provisions).

Following the achievement of the milestone for Tranche A, the following performance rights were converted into fully paid ordinary shares to the following directors during the half-year ended 31 December 2019:

	Francis Harper No.	Hanjing Xu No.	Mark Strizek No.	Total No.
Conversion of Tranche A Performance Rights into Fully Paid Ordinary Shares	1,625,000	812,500	812,500	3,250,000

**NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

11. SHARE-BASED PAYMENTS (CONTINUED)

(c) Long Term Incentive Plan (Continued)

(ii) Options and performance rights granted on 18 October 2018

On 18 October 2018, the Company granted 2,000,000 options and 2,500,000 performance rights to one of its employees under the Company's Long Term Incentive Plan. Further details can be found in the Annual Report of the Group for the year ended 30 June 2019. The options and performance rights were issued on 28 August 2019 after the shareholders' approval.

The fair value of the 2,000,000 options issued was determined using the Black-Scholes option pricing model. Half of these options vest after one year of continuous employment and the other half vest after two years of continuous employment. \$19,906 was recognised as share-based payment expense in the statement of profit or loss and comprehensive income during the half-year ended 31 December 2019 (year ended 30 June 2019: \$27,587).

The 2,500,000 performance rights were issued in two tranches and subject to the following vesting conditions:

- 1,000,000 Tranche B Performance Rights, upon achieving in respect of the Projects, an aggregate of at least 2.0M oz with cut-off grade of at least 0.4g/t within pit shell and at least 0.8g/t beyond pit shell; and
- 1,500,000 Tranche C Performance Rights, upon achieving in respect of the Projects, an aggregate of at least 3.0M oz with cut-off grade of at least 0.4g/t within pit shell and at least 0.8g/t beyond pit shell.

The fair value per performance right is \$0.07 which is the fair value of the underlying shares at grant date. The milestone for Tranche B was achieved during the half year ended 31 December 2019. As at reporting date, the probability of the achievement of the milestone and the value attributed to Tranche C as a result has been assessed as follows:

	Probability	Achievement Date	Value Attributed	Value Expensed at 31 Dec 2019
Tranche B Performance Rights	100.00%	31 Dec 2019	\$ 70,000	\$ 29,339
Tranche C Performance Rights	0.00%	N/A	\$ -	\$ -
			<u>\$ 70,000</u>	<u>\$ 29,339</u>

The total expensed for Tranche B during the year ended 30 June 2019 totalled \$40,661. Further details of the probability and actual achievement of milestones can be found in the Annual Report for the Group for the year ended 30 June 2019.

The probability of achievement of the milestones is reassessed at each reporting date. The performance rights lapse if the employee leaves the Company (subject to good leaver/bad leaver provisions).

**NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

11. SHARE-BASED PAYMENTS (CONTINUED)

(c) Long Term Incentive Plan (Continued)

(iii) Options and performance rights granted on 13 August 2019

On 13 August 2019, the shareholders of the Company approved the issue of 2,000,000 options and 4,500,000 performance rights for Paul Kitto under the Company's Long Term Incentive Plan. Further details of the options and performance rights, and their conditions can be found in the Annual Report of the Group for the year ended 30 June 2019. The options and performance rights were issued on 28 August 2019.

The fair value of the 2,000,000 options issued was determined using the Black-Scholes option pricing model. The options vested immediately by reference to Dr Kitto's appointment date on 22 January 2019, and as such the value of the options of \$307,730 was recognised as share-based payment expense in the statement of profit or loss and comprehensive income during the year ended 30 June 2019.

The 4,500,000 performance rights were issued in three tranches and subject to the following vesting conditions:

- 500,000 Tranche A Performance Rights, upon achieving in respect of the Projects, an aggregate of at least 1.5M oz with cut-off grade of at least 0.4g/t within pit shell and at least 0.8g/t beyond pit shell;
- 1,500,000 Tranche B Performance Rights, upon achieving in respect of the Projects, an aggregate of at least 2.0M oz with cut-off grade of at least 0.4g/t within pit shell and at least 0.8g/t beyond pit shell; and
- 2,500,000 Tranche C Performance Rights, upon achieving in respect of the Projects, an aggregate of at least 3.0M oz with cut-off grade of at least 0.4g/t within pit shell and at least 0.8g/t beyond pit shell.

The fair value per performance right is \$0.24 which is the fair value of shares at grant date (13 August 2019). The milestone for Tranche A was achieved during the year ended 30 June 2019. The milestone for Tranche B was achieved during the half year ended 31 December 2019. As at reporting date, the probability of the achievement of the milestone and the value attributed for Tranche C as a result has been assessed as follows:

	Probability	Achievement Date	Value Attributed	Value Expensed at 31 Dec 2019
Tranche B Performance Rights	100.00%	31 Dec 2019	\$ 360,000	\$ 184,513
Tranche C Performance Rights	0.00%	N/A	\$ -	\$ -
			\$ 360,000	\$ 184,513

The total expensed for both Tranche A and Tranche B during the year ended 30 June 2019 totalled \$295,487. Further details of the probability and actual achievement of milestones can be found in the Annual Report for the Group for the year ended 30 June 2019.

The probability of achievement of the milestones is reassessed at each reporting date. The performance rights lapse if the director leaves the Company (subject to good leaver/bad leaver provisions).

Following the achievement of the milestone for Tranche A, 500,000 performance rights were converted into fully paid ordinary shares to Dr Kitto during the half-year ended 31 December 2019.

TIETTO MINERALS LIMITED
A.C.N. 143 493 118

NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

11. SHARE-BASED PAYMENTS (CONTINUED)

d. Share-based payment arrangements in existence

The following share-based payment arrangements were granted during the half year ended 31 December 2019:

Number	Type	Grant date	Expiry date	Exercise \$	Fair value at grant date \$
500,000	Shares	1-Jul-19	N/A	-	0.160
11,500,000	Options	28-Aug-19	28-Aug-22	0.1725	0.148
2,500,000	Options	13-Aug-19	28-Aug-22	0.1725	0.174

The table below summarises the model inputs for the shares granted and the options granted during the period. The options were valued using the Black-Scholes option pricing model.

Inputs into the model	500,000 shares	11,500,000 options	2,500,000 options
Grant date	1-Jul-19	28-Aug-19	13-Aug-19
Grant date share price	\$0.16	\$0.21	\$0.24
Exercise price	-	\$0.1725	\$0.1725
Expected volatility	N/A	111.84%	111.84%
Life of options / performance rights	N/A	3 years	3 years
Dividend yield	N/A	-	-
Risk-free interest rate	N/A	0.69%	0.69%
Remaining number at reporting date	N/A	11,500,000	2,500,000

12. SEGMENT INFORMATION

Operating segments are reported in a manner that is consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision-maker has been identified as the Board of Directors of Tietto Minerals Limited.

Reportable segments disclosed are based on aggregating operating segments where the segments are considered to have similar economic characteristics. The Group operates as three segments which is mineral exploration within Australia, Liberia and Côte d'Ivoire. The Group is domiciled in Australia.

TIETTO MINERALS LIMITED
A.C.N. 143 493 118

NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

12. SEGMENT INFORMATION (CONTD.)

The following table presents the revenue and results information regarding the segment information provided to the Board of Directors for the half-year ended 31 December 2019.

Continuing Operations

	Exploration Australia \$	Exploration Liberia \$	Exploration Côte d'Ivoire \$	Intersegment Eliminations \$	Total \$
Six months to 31 Dec 2019					
Segment other income	30,696	-	-	-	30,696
Segment expenditure	(3,133,788)	(341,619)	(1,514,113)	-	(4,989,520)
Net loss after tax	(3,103,092)	(341,619)	(1,514,113)	-	(4,958,824)
Depreciation	-	-	(8,750)	-	(8,750)
Exploration expenditure	(1,914,507)	(257,797)	(458,976)	-	(2,631,280)
As at 31 Dec 2019					
Non-current assets	2,160,695	-	111,051	(2,145,748)	125,998
Segment assets	10,328,148	13,159	415,691	(2,145,748)	8,611,250
Segment liabilities	(106,562)	(3,581,442)	(13,778,649)	17,358,380	(108,273)

Continuing Operations

	Exploration Australia \$	Exploration Liberia \$	Exploration Côte d'Ivoire \$	Intersegment Eliminations \$	Total \$
Six months to 31 Dec 2018					
Segment other income	58,252	-	-	-	58,252
Segment expenditure	(4,615,487)	(285,142)	(2,188,253)	2,126,818	(4,962,064)
Net loss after tax	(4,557,235)	(285,142)	(2,188,253)	2,126,818	(4,903,812)
Depreciation	(84)	-	(9,786)	-	(9,870)
Exploration expenditure	(788,913)	(245,498)	(905,537)	-	(1,939,948)
As at 30 June 2019					
Non-current assets	77,911	-	121,531	(47,964)	151,478
Segment assets	6,800,455	2,647	213,630	(1,924,511)	5,092,221
Segment liabilities	(361,099)	(3,232,891)	(13,646,242)	16,806,659	(433,573)

13. COMMITMENTS

The Group's commitments remain unchanged with those disclosed in the 2019 Annual Report.

NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

14. RELATED PARTIES

Arrangements with related parties continue to be in place in line with those disclosed in the 2019 Annual Report.

During the period ended 31 December 2019, Blackwood Capital, a company associated with the Company's chairman, Mr Francis Harper received cash payment of \$42,020 for capital raising fee.

On 28 August 2019, the Company issued 2,500,000 unlisted options to Francis Harper and 2,500,000 to Blackwood Capital valued at \$435,241 and \$324,627 respectively as capital raising fee. The options expire on 28 August 2022 and have an exercise price of 17c. (refer Note 11(c)(iii)).

15. EVENTS SUBSEQUENT TO REPORTING DATE

On 17 January 2020, the Company issued 28,973,026 ordinary shares at \$0.26 per share to Hong Kong Ausino Investment Limited (Hong Kong Ausino) for the issue of Tranche 2 Placement Shares as approved by shareholders on 9 January 2020. A further 5,227,240 ordinary shares at \$0.15 per share and 5,000,000 options exercisable at \$0.20 on or before 16 January 2023 were issued on the same date to Hong Kong Ausino in settlement of \$784,086 debt pursuant to Hongkong Ausino Investment Agreement dated 4 June 2019 (refer notice of meeting dated 12 July 2019).

On 31 January 2020, the Company issued 3,962,500 ordinary shares for the conversion of Performance Rights into shares following exercise by holders.

On 19 February 2020, the Company completed Tranche 2 Placement of 7,307,693 fully paid ordinary shares at \$0.26 per share as approved by shareholders on 9 January 2020.

On 11 March 2020, 8,125,000 ordinary shares were issued to entities associated with Caigen Wang following the exercise by him of his Class A (6,500,000) and Class B (1,625,000) Performance Rights.

There has not been any other matter or circumstance occurring subsequent to the end of the financial year 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 in future financial years.

16. CONTINGENT LIABILITIES

The Group had contingent liability of USD 1,500,000 as at 31 December 2019 and as at 30 June 2019 (AUD 2,138,961 as at 31 December 2019 and AUD 2,134,104 as at 30 June 2019). This amount resulted from the termination a loan agreement between LGL Australian Holdings Pty Ltd and the Group, due to the farm-in agreement for the Abujar project not being executed.

Under the termination agreement, the Group will only be required to settle the USD 1,500,000 within 12 months from the commencement of commercial production from any part of the area underlying the relevant licence under the agreement.

Further details of the original loan agreement with LGL Australian Holdings Pty Ltd, and details of the gain on derecognition of the loan from LGL Australian Holdings Pty Ltd, are in the Company's Annual Report for the year ended 30 June 2018.

There have been no other material contingent liabilities as at 31 December 2019 and no contingent liabilities have arisen in the interval between the period end and the date of this half year report.

TIETTO MINERALS LIMITED
A.C.N. 143 493 118

DIRECTORS' DECLARATION

The directors of the Company declare that:

1. the attached financial statements and notes thereto are in accordance with the *Corporations Act 2001* including:
 - a) complying with Australian Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - b) giving a true and fair view of the Group's financial position as at 31 December 2019 and of its performance for the financial half-year on that date; and
2. there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.
3. the interim financial statements and notes thereto are in accordance with Accounting Standard AASB 134 which complies with Interim Financial Reporting Standards issued by the International Accounting Standards Board.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the *Corporations Act 2001*.

On behalf of the Directors



Caigen Wang
Director

Dated at Perth this 13th day of March 2020

For personal use only

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Tietto Minerals Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Tietto Minerals 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 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.

For personal use only



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

BDO

A handwritten signature in black ink, appearing to read 'J Prue', is written over the printed name.

Jarrad Prue

Director

Perth, 13 March 2020

For personal use only