

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

Name of entity

Tietto Minerals Limited

ABN

53 143 493 118

Quarter ended ("current quarter")

31 December 2019

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(1,999)	(3,184)
(b) development	-	-
(c) production	-	-
(d) staff costs	(429)	(699)
(e) administration and corporate costs	(335)	(560)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	13	27
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(2,750)	(4,416)

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	(6)	(7)
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) shares	-	-
	(d) 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	(6)	(7)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	7,540	8,160
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	28	28
3.4	Transaction costs related to issues of shares, convertible notes or options	(530)	(568)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of shareholder loan	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other	-	-
3.10	Net cash from / (used in) financing activities	7,038	7,620

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	3,780	4,873
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(2,750)	(4,416)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(6)	(7)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	7,038	7,620
4.5	Effect of movement in exchange rates on cash held	44	36
4.6	Cash and cash equivalents at end of period	8,106	8,106

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	8,106	3,780
5.2 Call deposits	-	-
5.3 Bank overdrafts	-	-
5.4 Other (Amount held in trust)	-	-
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	8,106	3,780

6. Payments to directors of the entity and their associates

- 6.1 Aggregate amount of payments to these parties included in item 1.2
- 6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2

**Current quarter
\$A'000**

167

-

Directors' fees and superannuation.

7. Payments to related entities of the entity and their associates

- 7.1 Aggregate amount of payments to these parties included in item 3.4
- 7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2

**Current quarter
\$A'000**

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8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

The Group had a subscription agreement with Hongkong Ausino Investment Limited ("HK Ausino"), which was entered into on 4 June 2019. Under the agreement, HK 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 would be converted into fully paid ordinary shares in the Company, based on a deemed subscription price of AUD 0.15 per share.

During the June 2019 quarter, Ausino paid AUD 606,000 on behalf of the Group, which were converted into shares in June 2019. A further AUD 784,086 was paid by HK Ausino on behalf of Tietto for drilling related costs during the September 2019 and December 2019 quarters. This was subsequently converted into shares on 17 January 2020. The subscription agreement was terminated on 5 December 2019.

9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	1,428
9.2 Development	-
9.3 Production	-
9.4 Staff costs	285
9.5 Administration and corporate costs	341
9.6 Other (provide details if material)	-
9.7 Total estimated cash outflows	2,054

10. Changes in tenements (items 2.1(b) and 2.2(b) above)	Tenement reference and location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced	-	-	-	-
10.2 Interests in mining tenements and petroleum tenements acquired or increased	-	-	-	-

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.

Sign here:*Lodged electronically*..... Date: 31 January 2020
(Company Secretary)

Print name: Matthew Foy

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly 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 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.