



ASX Announcement

Aus Tin Mining Limited (ASX:ANW)

12 April 2018

Commencement of Granville (Level 2) Expansion Civil Works

Highlights:

- **Contractor appointed to undertake mining activities and construction of new Tailings Storage Facility for Granville Level 2 Expansion.**
- **Work commenced on new Tailings Storage Facility.**

The Directors of Aus Tin Mining Limited (the **Company**) are pleased to announce that the Company has executed a contract with Jemrok Pty Ltd (**Jemrok**) to undertake mining activities and the construction of a new Tailings Storage Facility (TSF) for the Granville Level 2 Expansion (**Granville Expansion**). Jemrok is an experienced Tasmanian based civil and mining contractor.

Work has commenced on the construction of the new TSF, located immediately downstream of the existing TSF, with design capacity for approved Level 2 operations. Jemrok will utilize locally sourced materials to the extent possible and construction is forecast to take six weeks. Cost savings were identified for the construction of the new TSF and the civil component (A\$287k) is almost half the original budget estimate.



Figure 1 – Commencement of construction of the new Tailings Storage Facility at Granville Tin Project

Jemrok will also provide contract mining services at the Granville East Mine (**GEM**) and undertake construction of the new Waste Rock Emplacements (WRE) and mining activities, including drill & blast, waste & ore mining, open pit dewatering, ore crushing and ore haulage for the Granville Expansion.

Chief Executive Officer, Peter Williams said “Aus Tin Mining is pleased to be working with Jemrok on the Granville Expansion, and over the coming months we plan to complete construction of the new TSF and commence mining at the Granville East Mine. Jemrok will also be responsible for crushing and haulage activities. Once appropriate stockpiles of crushed ore have been established at the Granville Processing Plant, expected later this half, concentrate production will recommence, and thereafter ramp-up during the second half of the year.”

Incorporating the finalised contract mining costs and adopting a lower tin recovery of 60% based on Level 1 operations, the forecast cash cost of production (C1) for the Granville Expansion has risen to A\$17,300/t of recovered tin (previously A\$15,600/t). Based on the current tin price, the operating margin is estimated at A\$9,400/t of tin in concentrate (refer **Table 1**).

Table 1 – Summary forecast cash costs (C1) for Granville Expansion

	A\$/t (April 2018)	A\$/t (July 2017)
Revenue (A\$/t contained tin) Current tin price US\$20,900/t; A\$:US\$ 0.78	A\$26,700/t	A\$26,000/t
Operating Costs (A\$/t recovered tin)		
Site: Mining/processing/admin/contingency	13,200/t	11,300/t
Offsite: Marketing/smelter charges	3,400/t	3,600/t
Government Royalties	660/t	700/t
C1 Operating Costs (A\$/t recovered tin)	17,300/t	15,600/t
Forecast Operating Margin (A\$/t recovered tin)	A\$9,400/t	A\$10,400/t



On behalf of the Board
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Electronic copies and more information are available on the Company website: www.austinmining.com.au

Company Twitter account: [@AusTin_Mining](https://twitter.com/AusTin_Mining)

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About Aus Tin Mining (the Company)

Aus Tin Mining Limited (ASX: ANW) has a vision to become a major Australian tin producer. The Company has recommenced production at the high-grade Granville Tin Project located north of Zeehan (TAS) and the Company is in the process of expanding the Granville Tin Project and will undertake further exploration to extend the Life of Mine. The Company is also developing the world class Taronga Tin Project located near Emmaville (NSW). The Company defined and announced its maiden JORC compliant resource for the Taronga Tin Project in late 2013 and test work and exploration activities on site have revealed potential credits for copper, silver, tungsten, molybdenum, lithium and rubidium. Highly prospective regional targets have also been established within the Company's broader tenement footprint, and within trucking distance of the proposed processing site at Taronga. In December 2017 the Company received approval for the first stage of development at Taronga for a trial mine and pilot plant.

The Company is also actively exploring for cobalt at its Mt Cobalt project west of Gympie (Qld). Recent drilling has returned high grades for an enriched cobalt-manganese oxide zone. In addition, the Company is exploring an approximately 4km arc along the contact with the Black Snake Porphyry which is prospective for cobalt, nickel, copper and gold.

Forward Looking Statement

This announcement may contain certain statements and projections provided by or on behalf of Aus Tin Mining Limited (Aus Tin Mining) with respect to the anticipated future undertakings. These forward-looking statements reflect various assumptions by or on behalf of Aus Tin Mining. Accordingly, these statements are subject to significant business, economic and competitive uncertainties and contingencies associated with exploration and/or mining which may be beyond the control of Aus Tin Mining which could cause actual results or trends to differ materially, including but not limited to price fluctuations, exploration results, reserve and resource estimation, environmental risks, physical risks, legislative and regulatory changes, political risks, project delay or advancement, ability to meet funding requirements, factors relating to property title, native title and aboriginal heritage issues, dependence on key personnel, share price volatility, approvals and cost estimates. Accordingly, there can be no assurance that such statements and projections will be realised. Aus Tin Mining makes no representations as to the accuracy or completeness of any such statement of projections or that any forecasts will be achieved.

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COMPETENT PERSON STATEMENT

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