ACTIVITIES & CASHFLOW REPORT

2 NOVEMBER 2020

ASX/MEDIA RELEASE

ABN: 57 126 634 606

CONSOLIDATED TIN MINES LIMITED

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SEPTEMBER 2020 QUARTER ACTIVITIES REPORT

QUARTERLY ACTIVITIES OVERVIEW

- Dry River South Mine mine continued with a skeleton crew .
- Mount Garnet Deeps remained on care and maintenance.
- No processing activities occurred at the Mount Garnet processing plant.

OPERATIONS

During the quarter rehabilitation of the Dry River South (DRS) mine continued with a skeleton crew in preparation of restarting mining of remnant ore at the 300 and 400 levels. Pumping infrastructure was transferred from Mt Garnet mine and installed at DRS.

The Company is progressing an integration plan that will incorporate the CSD operation with the Auctus operation following the settlement of the Auctus acquisition. The integration plan includes developing a detailed first 100-day operations plan and a 2-year operations plan that will fit with a high level ten year plan that has been developed in consultation with external advisers. The integration plan will target efficiency improvements to maximise cash flows and profitability in addition to capital and resource allocation and development planning.

In line with the current integration plans, the Company is targeting the return of production activities at the DRS mine and Mount Garnet processing plan in November / December 2020.

CORPORATE

During the quarter, the Company finalised its negotiations with the Administrator of Auctus Minerals Pty Ltd and Auctus Resources Pty Ltd (Auctus), culminating in an agreement for the Company to acquire 100% of the shares in Auctus via a Deed of Company arrangement for a cash and debt free price of A$26.5 million, please see the Company's ASX release dated 13 July 2020 for further details.

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The Company is progressing negotiations with several parties for a private placement and debt financing to raise funds for the Auctus Acquisition and working capital and will provide updates to shareholders upon agreement.

The recapitalisation of the Company through the private placement and debt financing currently being negotatiated will resolve the Company's auditors concern over the Company's cash flow requirements moving forward. The Company is targeting the lodgement of the outstanding 31 December 2019 Half Year Report in November 2020 with the 30 June 2020 Annual Report to follow shortly thereafter.

EXPLORATION

No substative mining exploration activities occurred during the quarter.

CASH RESERVES AND PAYMENTS TO RELATED PARTIES

The Company had $7,022 in cash reserves at the end of the September 2020 quarter.

During the quarter, the Company paid $10,000 to the directors being for director's fees.

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For further information, please contact:

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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 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.

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Table 1: Schedule of Tenements as at 30 September 2020

Registered Holder	Tenement No.	Tenement Name	Interest at start of quarter	Interest at end of quarter	Status
Consolidated Tin Mines	MDL 38	Gillian	100%	100%	Granted
	MDL 381	Windermere	100%	100%	Granted
	MDL 482	Jeannie River	100%	100%	Granted
	EPM 13272	Mount Garnet West	100%	100%	Granted
	EPM 14185	Mt Garnet	100%	100%	Granted
	EPM 14626	Mount Garnet Ext	100%	100%	Granted
	EPM 15611	Lynd River	100%	100%	Granted
	EPM 16024	Expedition Creek	100%	100%	Granted
	EPM 16072	Mount Garnet	100%	100%	Granted
	EPM 17073	Mt Garnet Extended	100%	100%	Granted
	EPM 17623	Mt Garnet West	100%	100%	Granted
	EPM 17917	Smith's Creek Extended	100%	100%	Granted
	EPM 18795	Gillian	100%	100%	Granted
	EPM 25277	Mt Garnet South	100%	100%	Granted
	EPM 25428	Reedy Creek	100%	100%	Granted
	EPM 25702	Soda	100%	100%	Granted
	EPM 25939	Torwood	100%	100%	Granted
	EPM 26087	Einasleigh Extended	100%	100%	Granted
	EPM 26635	Einasleigh Upper	100%	100%	Granted
	EPMA 27226	Herberton	0%	0%	Application
	EPMA 27417	Maitland East	0%	0%	Application
	EPMA 27418	Silver Valley	0%	0%	Application
	EPMA 27419	Mt Borium	0%	0%	Application
	EPMA 27420	Stockman	0%	0%	Application
	EPMA 27488	Herberton	0%	0%	Application
	ML 1393	Balcooma	100%	100%	Granted
	ML 4042	Mount Garnet No 2	100%	100%	Granted
	ML 4043	Mount Garnet No 3	100%	100%	Granted
	ML 4044	Mount Garnet No 4	100%	100%	Granted
	ML 4130	Mount Garnet No 5	100%	100%	Granted
	ML 20016	Mount Garnet No 6	100%	100%	Granted
	ML 20743	Gillian	100%	100%	Granted
	ML 30156	Balcooma 95	100%	100%	Granted
	ML 100001	Mount Garnet South	100%	100%	Granted

Registered Holder	Tenement No.	Tenement Name	Interest at start of quarter	Interest at end of quarter	Status
CTM Alluvial Pty Ltd	EPM 26453	Lynd Regional	100%	100%	Granted
	ML 4069	Nettle Creek	100%	100%	Granted
	ML 4073	Nettle Creek	100%	100%	Granted
	ML 4074	Nettle Creek	100%	100%	Granted
	EPMA 26910	Tate Lynd	0%	0%	Application
	MLA 20721	Kangaroo Creek	0%	0%	Application
	MLA 20722	Martins Terrace	0%	0%	Application
	MLA 20723	Martins Hill	0%	0%	Application
	MLA 100023	Boomerang	0%	0%	Application

Registered Holder	Tenement No.	Tenement Name	Interest at start of quarter	Interest at end of quarter	Status
Surveyor Mining Pty Ltd	EPM 13072	Einasleigh	100%	100%	Granted
	EPM 18165	Caldera	100%	100%	Granted
	EPM 18257	Coolabah	100%	100%	Granted
	EPM 18558	Blacksoil	100%	100%	Granted
	EPM 25199	Fish Hole Creek	100%	100%	Granted
	EPM 25202	Mt Juliet	100%	100%	Granted
	EPM 25259	Surveyor Two	100%	100%	Granted
	EPM 25276	Caterpillar	100%	100%	Granted
	EPM 25498	Balcooma West	100%	100%	Granted
	EPMA 27489	BMG Extended	0%	0%	Application
	MDLA 2014	Jackaroo	0%	0%	Application
	MDLA 2015	Stockman	0%	0%	Application
	MDLA 2016	Bell	0%	0%	Application
	MDLA 2017	Ringer	0%	0%	Application
	MLA 100239	Chloe Jackson	0%	0%	Application

Registered Holder	Tenement No.	Tenement Name	Interest at start of quarter	Interest at end of quarter	Status	Pending Transfer Holder *
Snow Peak Mining Pty Ltd	EPM 9323	Balcooma	100%	100%	Granted	SM PL
	EPM 12510	Horse Mountain	100%	100%	Granted	CSD
	EPM 12513	Ironstone Knob	100%	100%	Granted	CSD
	EPM 13229	Balcooma East	100%	100%	Granted	SM PL
	EPM 14107	Balcooma Extended 2	100%	100%	Granted	SM PL
	EPM 25200	Telegraph Creek	100%	0%	Relinquished	SM PL
	EPM 25424	Railway	100%	0%	Relinquished	SM PL

*Pending transfer holder = CSD – Consolidated Tin Mines Limited, SM PL – Surveyor Mining Pty Ltd

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Appendix 5B

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

Name of entity	
Consolidated Tin Mines Limited	
ABN	**Quarter ended ("current quarter")**
57 126 634 606	30 September 2020

	Consolidated statement of cash flows	Current quarter $A'000	Year to date (3 months) $A'000
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	1,468	1,468
1.2	Payments for		
	(a) exploration & evaluation	(16)	(16)
	(b) development	-	-
	(c) production	(547)	(547)
	(d) staff costs	(1,122)	(1,122)
	(e) administration and corporate costs	(672)	(672)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	-
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	1,014	1,014
1.8	Other (provide details if material)	-	-
1.9	**Net cash from / (used in) operating activities**	**125**	**125**

2.	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	(a) entities	(2,750)	(2,750)
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) exploration & evaluation	-	-
	(e) investments	-	-
	(f) other non-current assets	-	-
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	2,000	2,000

+ See chapter 19 of the ASX Listing Rules for defined terms.

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Consolidated statement of cash flows		Current quarter $A'000	Year to date (3 months) $A'000
	(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**	**(750)**	**(750)**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	1,495	1,495
3.6	Repayment of borrowings	(901)	(901)
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**	**594**	**594**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	38	38
4.2	Net cash from / (used in) operating activities (item 1.9 above)	125	125
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(750)	(750)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	594	594
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	**Cash and cash equivalents at end of period**	**7**	**7**

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	7	38
5.2	Call deposits	-	-
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)**	**7**	**38**

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	30
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.

7.	**Financing facilities** *Note: the term "facility' includes all forms of financing arrangements available to the entity.* *Add notes as necessary for an understanding of the sources of finance available to the entity.*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
7.1	Loan facilities	10,650	4,871
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	**Total financing facilities**	10,650	4,871

7.5	**Unused financing facilities available at quarter end**	5,779

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.

The Company's majority shareholder, Cyan Stone Pty Ltd, provided the Company with a $10 million loan facility in December 2019. Interest is payable at 6% per annum.

Ralph De Lacey, the Company's Managing Director provided the Company with a $650,000 loan facility in October 2019. Interest is payable at 6% per annum.

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8.	Estimated cash available for future operating activities	$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	125
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)	125
8.4	Cash and cash equivalents at quarter end (item 4.6)	7
8.5	Unused finance facilities available at quarter end (item 7.5)	5,779
8.6	Total available funding (item 8.4 + item 8.5)	5,786
8.7	**Estimated quarters of funding available (item 8.6 divided by item 8.3)**	46

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.

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

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.

30 October 2020

Date: .....

Authorised by: .....

By the board

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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.

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