WOLF MINERALS LIMITED

ABN 11 121 831 472

(the "**Company**")

Thursday, 19 December 2019

Half Year Report for the period ended 31 December 2018

Wolf Minerals Limited (ASX: WLF) wishes to release it half year financial report for the period ended 31 December 2018.

For further information, please contact

Stanley Hao Wen

Director

+61 2 8021 6700

bluestar0912@hotmail.com

WOLF MINERALS LIMITED
A.B.N. 11 121 831 472
AND CONTROLLED ENTITIES

Appendix 4D

Preliminary financial statements for the half-year ended 31 December 2018 as required by ASX listing rule 4.2A

Results for Announcement to the market

All comparisons to half-year ended 31 December 2019	$m	Up/down	Movement%
Revenue from ordinary activities	12.9	Down	(44.3%)
Profit (loss) from ordinary activities after tax attributable to members	(206.7)	Down	(608.7%)
Net profit (loss) for the period attributable to members	(206.7)	Down	(608.7%)

Dividend distribution

The Board of Directors have recommended that no dividend be paid. No dividends were paid during the period or prior financial year.

Brief explanation of revenue, net profit and dividends (distributions)

The consolidated entity achieved sales revenue for the period of $12.9 million (2017: 23.1 million) representing a decrease of 44.3% mainly due to liquidation of Wolf Minerals (UK) Limited (a subsidiary of the Company).

The net result of the consolidated entity for the half year ended 31 December 2018 was a loss after tax for the period of $206.7 million (2017: 29.2 million loss) mainly due to loss on liquidation of subsidiary.

This information should be read in conjunction with the 2018 Annual Report.

Additional information supporting the Appendix 4D disclosure requirements can be found in the Directors' Report and the consolidated financial statements for the half-year ended 31 December 2018.

This report is based on the consolidated financial statements for the half-year ended 31 December 2018 which have been reviewed by PKF Perth.

WOLF MINERALS LIMITED
A.B.N. 11 121 831 472
AND CONTROLLED ENTITIES

INTERIM FINANCIAL REPORT

31 DECEMBER 2018

WOLF MINERALS LIMITED
A.B.N. 11 121 831 472
AND CONTROLLED ENTITIES

31 DECEMBER 2018

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This interim financial 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 2018 and any public announcements made by Wolf Minerals Limited during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

WOLF MINERALS LIMITED
A.B.N. 11 121 831 472
AND CONTROLLED ENTITIES

CORPORATE DIRECTORY

NON-EXECUTIVE DIRECTORS
Christian Brehm
Wing Kee Cheng
Hao Wen

COMPANY SECRETARY
Bill Weiping Lee

REGISTERED OFFICE
Level 28
108 St Georges Terrace
PERTH WA 6000

AUDITORS
PKF Perth
Level 4, 35 Havelock Street
WEST PERTH WA 6005

SHARE REGISTER
Security Transfer Australia
770 Canning Hwy
APPLECROSS WA 6153

SECURITIES EXCHANGE LISTINGS
Australian Securities Exchange
(Home Exchange: Perth, Western Australia)
Code: WLF

BANKERS
National Australia Bank
50 St Georges Terrace
PERTH WA 6000

DIRECTORS' REPORT

Your Directors submit the financial report of the Consolidated Entity for the half year ended 31 December 2018.

DIRECTORS

The names of Directors who held office during or since the end of the half year:

John Hopkins OAM	Non-Executive Chairman (resigned 18 October 2018)
Richard Lucas	Interim Managing Director (resigned 19 October 2018)
Ronnie Beevor	Non-Executive Director (resigned 18 October 2018)
Nick Clarke	Non-Executive Director (resigned 20 October 2018)
Chris Corbett	Non-Executive Director (resigned 18 October 2018)
Don Newport	Non-Executive Director (resigned 19 October 2018)
Michael Wolley	Non-Executive Director (resigned 18 October 2018)
Jacob Roorda	Alternate Director for Mr Wolley (resigned 18 October 2018)
Christian Brehm	Non-Executive Director (appointed 11 November 2019)
Wing Kee Cheng	Non-Executive Director (appointed 11 November 2019)
Hao Wen	Non-Executive Director (appointed 11 November 2019)

INCOMPLETE RECORDS

On 10 October 2018, the Board of Directors resolved to place the Company into voluntary administration and appointed Martin Jones and Ryan Eagle of Ferrier Hodgson as voluntary administrator of the Company. Following appointment of the administrators, the powers of the Company's officers (including Directors) were suspended and the administrators assumed control of the Company's business, property and affairs.

The financial report has been prepared by the Company's management who were not in office for the periods presented in this report, nor were they parties involved with Company and did not have oversight or control over the Group's financial reporting systems including but not limited to being able to obtain access to complete accounting records of the Company.

To prepare the financial report, the Directors have reconstructed the financial records of the Group using management account information provided by the administrator. There may be information that the current management have not been able to obtain where the impact of which may or may not be material on the accounts.

These financial statements do not contain all the required information or disclosures in relation to transactions undertaken by the Company as this information is unascertainable due to the business rescue and administration process and/or the change in directorships and key management personnel.

Consequently, although the Directors have prepared this financial report to the best of their knowledge based on the information made available to them, they are of the opinion that it is not possible to state that this financial report has been prepared in accordance with Australian Accounting Standards including Australian interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001, nor is it possible to state this financial report gives a true and fair view of the Group's financial position as at the reporting period.

EVENTS AFTER THE REPORTING DATE

On 13 February 2019, the Company announced that at a meeting of creditors held on 21 January 2019, the creditors resolved that the Company execute a deed of company arrangement ("DOCA") and that Martin Jones and Ryan Eagle be appointed as administrators of the deed of company arrangement ("Deed Administrator"). On 18 June 2019, Martin Bruce and Ryan Reginald Eagle resigned as Deed Administrators and were replaced by David Mark Hodgson and Philip Campbell-Wilson from Grant Thornton. On 6 September 2019, the Company, Deed Administrators and the proponent agreed to conditionally waive existing conditions of the DOCA, subject to the Company's capital being restructured on the terms set out in the following Resolutions:

1. The consolidation of the Company's existing issued share capital on a one (1) for two hundred and fifty (250) basis;

2. The issue of shares at an issue price of $0.005 per share with one (1) free attaching option for every one (1) share subscribed for and issued to Synergy Solutions and/or Synergy Investment; and

3. A capital raising pursuant to which the Company will offer shares at a fixed minimum price of $0.01 per share subscribed for and issued up to a maximum of 10,000,000 shares.

The DOCA embodied a proposal by First Guardian Synergy Capital Pty Ltd ("Proponent") for the recapitalisation of the Company ("Recapitalisation Proposal"). A recapitalisation proposal typically involved injection of new cash into a company that is either in financial distress or has been placed into voluntary administration. In the ordinary course, the entity will retain some or all of its assets and seek reinstatement to trading following completion of the recapitalisation.

A summary of the material terms of the Recapitalisation Proposal as contained in the executed amended DOCA is set out below.

1. The Company and the Deed Administrator will establish the Creditors' Trust, with the Deed Administrator acting as trustee.

2. The assets of the Company will be transferred into the Creditors' Trust.

3. The Company will consolidate its existing shares on a one (1) for two hundred and fifty (250) basis.

4. The issue of 80 million shares at an issue price of $0.005 plus 1 free attaching options per share, in each case on a post-consolidation basis, to the Proponent (to be conducted on implementation of the DOCA).

5. A capital raising pursuant to which the Company will offer shares at a fixed minimum price of $0.01 per share subscribed for and issued up to a maximum of 10 million shares.

6. The proponent will provide a creditor cash contribution of $800,000. $400,000 of the contribution will be paid by way of the subscription amounts for issue of shares and the balance of in the sum of $400,000 will be reimbursed by the Company to the Proponent after the Company completes the capital raisings.

EVENTS AFTER THE REPORTING DATE (CONTINUED)

The conditions precedent for the completion of the DOCA include:

1. The Company obtaining resolutions of the shareholders of the Company approving the capital structure changes referred to above, in each case as required pursuant to the Act and the ASX Listing Rules.

2. Such consents required to transfer the Company's subsidiary interests to the Trust Fund.

3. Any other regulatory approvals required to complete the above.

As at 11 November 2019, all key conditions precedent had been satisfied and the Deed of Company Arrangement was effectuated. The new Board of Directors was appointed on 11 November 2019. The Company is in the process of being recapitalised, which will involve an acquisition, capital raising, share consolidation, re-compliance with Chapter 1 and 2 of the ASX Listing Rules, and subsequently an ASX relisting.

PRINCIPAL ACTIVITIES

During the half year the principal activities of the Consolidated Entity consisted of tungsten and tin mining, conducted through the wholly owned subsidiary, Wolf Minerals (UK) Limited.

On 10 October 2018, the Board of Directors resolved to place the Company into voluntary administration and appointed Martin Jones and Ryan Eagle of Ferrier Hodgson as voluntary administrator of the Company. Following appointment of the administrators, the powers of the Company's officers (including Directors) were suspended and the administrators assumed control of the Company's business, property and affairs.

On 17 October 2018, Wolf Minerals (UK) Limited was ordered to be wound up under the provisions of the UK Insolvency Act 1986. The petition was presented by the Directors (Petitioners) of Wolf Minerals (UK) Limited and the matter was heard in the High Court of Justice in the United Kingdom.

REVIEW OF RESULTS

The Directors of Wolf Minerals Limited ("Wolf" or "the Company") announce for the half year to 31 December 2018 a net consolidated loss after tax of $206,721,882 (half year to 31 December 2017: $35,423,896).

AUDITOR'S DECLARATION

The lead auditor's independence declaration under section 307C of the Corporations Act 2001 is set out on page 8 for the half year ended 31 December 2018.

This report is made in accordance with a resolution of the Directors.

Hao Wen
Director
Dated: 17 December 2019

Advisory • Audit
Business Solutions

AUDITOR'S INDEPENDENCE DECLARATION

TO THE DIRECTORS OF WOLF MINERALS LIMITED

In relation to our review of the financial report of Wolf Minerals Limited for the half year ended 31 December 2018, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the Corporations Act 2001 or any applicable code of professional conduct.

PKF Perth

PKF PERTH

SHANE CROSS
PARTNER

17 DECEMBER 2019
WEST PERTH,
WESTERN AUSTRALIA

Level 4, 35 Havelock Street, West Perth, WA 6005
PO Box 609, West Perth, WA 6872
T: +61 8 9426 8999 F: +61 8 9426 8900 www.pkfperth.com.au

WOLF MINERALS LIMITED
A.B.N. 11 121 831 472
AND CONTROLLED ENTITIES

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED 31 DECEMBER 2018

	Note	31 December 2018	31 December 2017
		$	**$**
Revenue	8	12,878,193	23,120,776
Cost of sales	9	(19,828,576)	(43,720,308)
Gross profit/(loss)		**(6,950,383)**	**(20,599,532)**
Other income		39,298	27,371
Financial instrument loss		34,827	(3,043,943)
Corporate costs		(716,079)	(1,645,149)
Depreciation		(2,982)	(9,377)
Operating profit/(loss)		**(7,595,319)**	**(25,270,630)**
Loss on liquidation of subsidiary	11	(191,316,109)	-
Impairment of assets		(172,990)	-
Profit/(loss) before interest & tax		**(199,084,418)**	**(25,270,630)**
Finance income		641	1,672
Finance costs	10	(7,638,105)	(10,155,028)
Net financing		**(206,721,882)**	**(10,153,356)**
Loss before income tax		**(206,721,882)**	**(35,423,986)**
Income tax benefit		-	-
Loss for the period after income tax		**(206,721,882)**	**(35,423,986)**
Items that may be reclassified subsequently to profit or loss			
Exchange differences on translating foreign operations (net of tax)		-	114,824
Movement in the cash flow hedge reserve (net of tax)		-	6,141,506
Total comprehensive loss for the period		**(206,721,882)**	**(29,167,656)**
Earnings per share			
Basic and diluted loss per share (cents)		(0.19)	(3.26)

The above condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

WOLF MINERALS LIMITED
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2018

	Note	31 December 2018	30 June 2018
		$	$
CURRENT ASSETS			
Cash and cash equivalents		-	19,831,789
Trade and other receivables		-	3,053,280
Inventory	12	-	7,497,530
Other current assets		-	331,935
TOTAL CURRENT ASSETS		-	30,714,534
NON-CURRENT ASSETS			
Mine properties and development	13	-	5,412,795
Property, plant and equipment	14	-	274,462,216
Other non-current assets		-	19,520,265
TOTAL NON CURRENT ASSETS		-	299,395,276
TOTAL ASSETS		**-**	**330,109,810**
CURRENT LIABILITIES			
Trade and other payables		3,435,452	28,282,992
Provisions		125,249	115,264
Derivative financial instruments	15	-	34,803
Borrowings	16	143,748,454	8,383,951
TOTAL CURRENT LIABILITIES		147,309,155	36,817,010
NON CURRENT LIABILITIES			
Provisions		-	7,433,555
Borrowings	16	-	223,684,087
TOTAL NON CURRENT LIABILITIES		-	231,117,642
TOTAL LIABILITIES		**147,309,155**	**267,934,652**
NET ASSETS/(LIABILITIES)		**(147,309,155)**	**62,175,155**
EQUITY			
Issued capital	17	274,240,811	274,244,487
Reserves		-	2,758,752
Accumulated losses		(421,549,966)	(214,828,084)
TOTAL EQUITY		**(147,309,155)**	**62,175,555**

The above condensed consolidated statement of financial position should be read in conjunction with the accompanying notes.

WOLF MINERALS LIMITED
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 31 DECEMBER 2018

	Ordinary shares	Accumulated losses	Share Based Payments Reserve	Cash flow hedge reserve	Foreign currency translation reserve	Total
	$	$	$	$	$	$
Balance at 1 July 2017	**274,080,313**	**(158,079,820)**	**1,552,790**	**(6,383,755)**	**(1,811,892)**	**109,357,636**
Loss for the period	-	(35,423,986)	-	-	-	(35,423,986)
Other comprehensive income						
Foreign currency translation differences	-	-	-	-	114,824	114,824
Other comprehensive income for the period	-	-	-	6,141,506	-	6,141,506
Total comprehensive income for the period	-	(35,423,986)	-	6,141,506	114,824	(29,167,656)
Transactions with owners, recorded directly in equity						
Issue of share capital	84,000	-	-	-	-	84,000
Transaction costs	(3,826)	-	-	-	-	(3,826)
Equity compensation benefit	-	-	19,910	-	-	19,910
Balance at 31 December 2017	**274,160,487**	**(193,503,806)**	**1,572,700**	**(242,249)**	**(1,697,068)**	**80,290,064**
Balance at 1 July 2018	**274,244,487**	**(214,828,084)**	**1,613,263**	**781,840**	**363,649**	**62,175,155**
Loss for the period	-	(206,721,882)	-	-	-	(206,721,882)
Other comprehensive income						
Foreign currency translation differences	-	-	-	-	-	-
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	(206,721,882)	-	-	-	(206,721,882)
Transactions with owners, recorded directly in equity						
Liquidation of subsidiary	-	-	(1,613,263)	(781,840)	(363,649)	(2,758,752)
Issue of share capital	-	-	-	-	-	-
Transaction costs	(3,676)	-	-	-	-	(3,676)
Equity compensation benefit	-	-	-	-	-	-
Balance at 31 December 2018	**274,240,811**	**(421,549,966)**	**-**	**-**	**-**	**(147,309,155)**

The above condensed consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

	31 December 2018 $	31 December 2017 $
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	12,359,462	23,577,965
Payments to suppliers and employees	(28,324,555)	(42,236,129)
Other income	39,669	27,371
Net cash used in operating activities	(15,925,424)	(18,630,793)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for mine development assets	(1,061,478)	(120,341)
Payments made in respect on bonds and collateral deposits	-	(1,311,250)
Payments for property, plant and equipment	(2,017,773)	(12,463,941)
Interest received	-	1,676
Net cash used in investing activities	(3,079,251)	(13,893,856)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from borrowings	7,210,800	38,536,630
Repayment of borrowings	-	-
Payment of borrowing costs	(4,497,653)	(4,627,901)
Financial instrument payments	-	(2,681,883)
Payments for share issue costs	(3,676)	(3,826)
Net cash from financing activities	2,709,471	31,223,020
Net decrease in cash and cash equivalents	(16,295,204)	(1,301,629)
Effects of exchange rate changes on the balance of cash held in foreign currencies	(3,536,585)	(432,895)
Cash and cash equivalents at the beginning of the period	19,831,789	8,333,662
Cash and cash equivalents at the end of the period	-	6,599,138

The above condensed consolidated statement of cash flows should be read in conjunction with the accompanying notes.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2018

NOTE 1: STATEMENT OF COMPLIANCE

Wolf Minerals Limited (the "Company") is a public company, limited by shares, domiciled and incorporated in Australia and listed on the Australian Securities Exchange. The Company's shares were previously traded on the Alternative Investment Market ("AIM") of the London Stock Exchange, but the admission of the Company's shares to the AIM was cancelled on or around 16 November 2018. The interim financial report of the company for the six months ended 31 December 2018, comprise the Company and its subsidiaries (the "Consolidated Entity" or "Group").

The interim financial report is a general purpose financial report prepared in accordance with the requirements of the *Corporations Act 2001* and AASB 134 *Interim Financial Reporting*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*.

The interim financial report does not include full disclosures of the type normally included in an annual financial report. Accordingly, it is recommended that this interim financial report be read in conjunction with the annual financial report for the year ended 30 June 2018 and any public announcements made by Wolf Minerals Limited and its controlled entities during the interim reporting period in accordance with the continuous disclosure requirements arising under the *Corporations Act 2001*.

These condensed consolidated financial statements were approved by the Board of Directors on 17 December 2019.

NOTE 2: BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared on an accruals basis and are based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied. The presentation and functional currency is in Australian Dollars.

The accounting policies and methods of computation adopted in the preparation of the condensed consolidated financial statements are consistent with those adopted and disclosed in the Group's 2018 annual financial report for the financial year ended 30 June 2018.

Going concern basis

The group incurred a loss of $206,721,882 for the half year ended 31 December 2018.

The financial report has been prepared on a going concern basis, which assumes continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The Directors believe it is appropriate to prepare these accounts on a going concern basis because under the DOCA effectuated on 11 November 2019 the Company has extinguished all liabilities associated with previous administration of the Company. The Company is in the process of being recapitalised, which will involve acquisition, capital raising, share consolidation, re-compliance with Chapters 1 and 2 of the ASX Listing Rules, and subsequently an ASX relisting.

Should the Group not achieve a recapitalisation and successful ASX re-listing, there is significant uncertainty whether the Group will continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial reports.

NOTE 2: BASIS OF PREPARATION (CONTINUED)

Going concern basis (continued)

The financial report does not contain any adjustments relating to the recoverability and classification of recorded assets or liabilities that might be necessary should the Group not be able to continue as a going concern.

Incomplete Records

On 10 October 2018, the Board of Directors resolved to place the Company into voluntary administration and appointed Martin Jones and Ryan Eagle of Ferrier Hodgson as voluntary administrator of the Company. Following appointment of the administrators, the powers of the Company's officers (including Directors) were suspended and the administrators assumed control of the Company's business, property and affairs.

The financial report has been prepared by the Company's management who were not in office for the periods presented in this report, nor were they parties involved with Company and did not have oversight or control over the Group's financial reporting systems including but not limited to being able to obtain access to complete accounting records of the Company.

To prepare the financial report, the Directors have reconstructed the financial records of the Group using management account information provided by the administrator. There may be information that the current management have not been able to obtain where the impact of which may or may not be material on the accounts.

These financial statements do not contain all the required information or disclosures in relation to transactions undertaken by the Company as this information is unascertainable due to the business rescue and administration process and/or the change in directorships and key management personnel.

Consequently, although the Directors have prepared this financial report to the best of their knowledge based on the information made available to them, they are of the opinion that it is not possible to state that this financial report has been prepared in accordance with Australian Accounting Standards including Australian interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001, nor is it possible to state this financial report gives a true and fair view of the Group's financial position as at the reporting period.

Critical accounting estimates and judgements

In applying the Company's accounting policies, management continually evaluates estimates and assumptions based on experience and other factors, including expectation of future events that may have an impact on the Group as a whole. All estimates and assumptions made are believed to be reasonable based on the most current set of circumstances available to management. Actual results may differ from the estimates and assumptions. Significant estimates and assumptions made by management in the preparation of these financial statements are outlined in the Incomplete Records section above.

NOTE 3: SIGNIFICANT ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared under the historical cost convention.

The same accounting policies, presentation and methods of computation have been followed in these condensed consolidated financial statements as were applied in the preparation of the Group's 2018 annual report for the financial year ended 30 June 2018.

NOTE 4: SEGMENT INFORMATION NOTES

The Consolidated Entity identified its operating segments based on the internal reports that were reviewed and used by the former Managing Director to make decisions about resources to be allocated to the segments and assess their performance. The Consolidated Entity had one reportable segment being its mining activities in the United Kingdom. The financial information presented in the consolidated statement of profit or loss and other comprehensive income and statement of financial position was the same as that presented to the former Managing Director.

NOTE 5: CONTINGENT LIABILITIES

As detailed in the Incomplete records section of Note 1, current management have reconstructed the financial records of the Group based on the limited information that has been made available to them.

Following the effectuation of the DOCA on 11 November 2019, all liabilities, contingent liabilities, obligations, warranties and long-term commitments of the Company were released.

Apart from the above, there are no contingent liabilities as at 31 December 2018 and no contingent liabilities were incurred in the interval between the reporting date and the date of this financial report.

NOTE 6: DIVIDENDS

The Board of Directors have recommended that no dividend be paid. No dividends were paid during the period or prior financial year.

NOTE 7: KEY MANAGEMENT PERSONNEL

Remuneration arrangements of key management personnel are disclosed in the annual financial report for 30 June 2018.

	31 December 2018 $	31 December 2017 $
NOTE 8: REVENUE		
Revenue – tungsten	11,089,728	20,336,016
Revenue – tin	1,788,465	2,784,760
	12,878,193	23,120,776

	31 December 2018 $	31 December 2017 $
NOTE 9: COST OF SALES		
Mining	5,552,199	9,782,685
Processing	7,279,381	17,657,287
Site administration	2,609,419	7,483,988
Depreciation	4,294,434	8,796,348
	19,735,433	43,720,308

	31 December 2018 $	31 December 2017 $
NOTE 10: FINANCE COSTS		
Bank charges	6,010	7,442
Interest expense	5,545,357	9,209,729
Borrowing costs	2,086,738	837,184
Rehabilitation discount unwind	-	100,673
	7,638,105	10,155,028

NOTE 11. LOSS ON LIQUIDATION OF SUBSIDIARIES

Description

On 17 October 2018, Wolf Minerals (UK) Limited (a subsidiary of the Company) was ordered to be wound up under the provisions of the UK Insolvency Act 1986. The petition was presented by the Directors (Petitioners) of Wolf Minerals (UK) Limited and the matter was heard in the High Court of Justice in the United Kingdom. As a result, the Company lost control of Wolf Minerals (UK) Limited at the same date and received $nil consideration on liquidation of Wolf Minerals (UK) Limited

Carrying amounts of assets and liabilities liquidated

	17 Oct 2018
Cash and cash equivalents	19,912,124
Trade and other receivables	21,324,390
Inventories	8,634,850
Other current assets	1,904,764
Property, plant and equipment	276,728,415
Other non-current assets	5,480,900
Total assets	333,985,443
Trade and other payables	26,772,654
Provisions	7,464,237
Borrowings	104,912,554
Total liabilities	139,149,445
Net assets	194,835,998

Details of the liquidation

	17 Oct 2018
Total sale consideration	-
Carrying amount of net liabilities liquidated	(194,835,998)
Derecognition of option reserve	1,613,263
Derecognition of foreign currency translation reserve	781,840
Derecognition of cash flow hedge reserve	363,649
Loss on liquidation before income tax	(191,316,109)
Loss on liquidation after income tax	(191,316,109)

	31 December 2018 $	30 June 2018 $
NOTE 12: INVENTORY		
Consumables – at cost	-	7,497,530
	-	7,497,530

NOTE 13: MINE PROPERTIES AND DEVELOPMENT	31 December 2018 $	30 June 2018 $
Mine properties:		
At cost	-	6,733,938
Accumulated amortisation	-	(1,321,143)
Total mine properties	-	5,412,795

	Mine properties $
Balance at 1 July 2017	5,582,197
Expenditure capitalised during the year	*
Amortisation	*
Effect of foreign currency exchange differences	*
Balance at 30 June 2018	5,412,795
Deconsolidation of Wolf UK	(5,412,795)
Balance at 31 December 2018	-

* As detailed in the Incomplete Records section of Note 1, current management have reconstructed the financial records of the Group based on the limited information that has been made available to them.

NOTE 14: PROPERTY, PLANT & EQUIPMENT

	31 December 2018 $	30 June 2018 $
Plant and equipment:		
At cost	-	*
Accumulated depreciation	-	*
Total plant and equipment	-	*
Motor vehicles:		
At cost	-	646,062
Accumulated depreciation	-	(539,683)
Total motor vehicles	-	106,379
Land and buildings:		
At cost	-	*
Accumulated depreciation	-	*
Total land and buildings	-	*
Total property, plant and equipment	-	274,462,216

	Motor vehicles $	Plant and equipment $	Land and buildings $	Total $
Balance at 1 July 2017	168,644	144,592,249	118,989,073	263,749,966
Additions	*	*	*	*
Depreciation expense	*	*	*	*
Effect of foreign currency exchange differences	*	*	*	*
Balance at 30 June 2018	106,379	*	*	274,462,216
Additions	*	*	*	*
Disposals	*	*	*	*
Depreciation expense	*	*	*	*
Effect of foreign currency exchange differences	*	*	*	*
Balance at 31 December 2018	-	-	-	-

* As detailed in the Incomplete Records section of Note 1, current management have reconstructed the financial records of the Group based on the limited information that has been made available to them.

NOTE 15: FAIR VALUE MEASUREMENT

Fair value hierarchy
The following tables detail the Consolidated Entity's assets and liabilities, measured or disclosed at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Unobservable inputs for the asset or liability.

31 December 2018	Level 1 $	Level 2 $	Level 3 $	Total $
Liabilities				
Amortising interest rate swaps	-	-	-	-
Forward foreign exchange contracts	-	-	-	-
Total liabilities	-	-	-	-

30 June 2018	Level 1 $	Level 2 $	Level 3 $	Total $
Liabilities				
Amortising interest rate swaps	-	34,803	-	34,803
Forward foreign exchange contracts	-	-	-	-
Total liabilities	-	34,803	-	34,803

The fair value of financial liabilities is estimated by discounting the remaining contractual maturities at the current market interest rate that is available for similar financial liabilities.

Valuation techniques for fair value measurements categorised within level 2.
Level 2 hedging derivatives comprise forward foreign exchange contracts, forward foreign exchange options and interest rate swaps. These forward foreign exchange contracts have been fair valued using forward exchange rates that are quoted in an active market. Interest rate swaps are fair valued using forward interest rates extracted from observable yield curves. The effects of discounting are generally insignificant for Level 2 derivatives.

This valuation technique maximises the use of observable market data where it is available and relies as little as possible on entity specific estimates.

NOTE 16: BORROWINGS	31 December 2018 $	30 June 2018 $
Current:		
Senior secured loan	-	-
Bridge loan facility	143,748,454	8,383,951
	143,748,454	8,383,951
Non-current:		
Senior secured loan	-	128,459,106
Bridge loan facility	-	95,224,981
	-	223,684,087

As a result of matters disclosed in the Incomplete Records section of Note 1, the Bridge loan facility and Senior Secured loan payable balances for 30 June 2018 have been obtained from the limited accounting records that have been made available to current management. Therefore, the loan balances and related disclosures presented above may not be in accordance with the relevant accounting standards.

	31 December 2018 $	30 June 2018 $
NOTE 17: ISSUED CAPITAL		
Issued and fully paid shares		
Fully paid ordinary shares (net of capital raising costs)	274,240,811	274,244,487
	274,240,811	274,244,487

	Number of shares	$
Balance at the beginning of the period	1,090,084,333	274,244,487
Shares issued during the period	795,918	*
Capital raising costs	-	(3,676)
Balance at the end of the period	1,090,880,251	274,240,811

During the period, shares were issued to a former employee upon vesting of performance rights issued in accordance with the Company's Performance Rights Plan, as approved by the shareholders on 29 November 2016. One Performance Right was converted into one fully paid ordinary share in the Company as a share-based payment for nil cash consideration.

* As detailed in the Incomplete Records section of Note 1, current management have reconstructed the financial records of the Group based on the limited information that has been made available to them.

NOTE 18: COMMITMENTS

(a) Development commitments

As detailed in the Incomplete Records section of Note 1, current management have reconstructed the financial records of the Group based on the limited information that has been made available to them.

Following the effectuation of the DOCA on 11 November 2019, all liabilities, contingent liabilities, obligations, warranties and long-term commitments were released.

Current management does not have information regarding commitments as at the reporting date.

NOTE 19: EVENTS SUBSEQUENT TO REPORTING DATE

On 13 February 2019, the Company announced that at a meeting of creditors held on 21 January 2019, the creditors resolved that the Company execute a deed of company arrangement ("DOCA") and that Martin Jones and Ryan Eagle be appointed as administrators of the deed of company arrangement ("Deed Administrator"). On 18 June 2019, Martin Bruce and Ryan Reginald Eagle resigned as Deed Administrators and were replaced by David Mark Hodgson and Philip Campbell-Wilson from Grant Thornton. On 6 September 2019, the Company, Deed Administrators and the proponent agreed to conditionally waive existing conditions of the DOCA, subject to the Company's capital being restructured on the terms set out in the following Resolutions:

1. The consolidation of the Company's existing issued share capital on a one (1) for two hundred and fifty (250) basis;

2. The issue of shares at an issue price of $0.005 per share with one (1) free attaching option for every one (1) share subscribed for and issued to Synergy Solutions and/or Synergy Investment; and

3. A capital raising pursuant to which the Company will offer shares at a fixed minimum price of $0.01 per share subscribed for and issued up to a maximum of 10,000,000 shares.

The DOCA embodied a proposal by First Guardian Synergy Capital Pty Ltd ("Proponent") for the recapitalisation of the Company ("Recapitalisation Proposal"). A recapitalisation proposal typically involved injection of new cash into a company that is either in financial distress or has been placed into voluntary administration. In the ordinary course, the entity will retain some or all of its assets and seek reinstatement to trading following completion of the recapitalisation.

NOTE 19: EVENTS SUBSEQUENT TO REPORTING DATE (CONTINUED)

A summary of the material terms of the Recapitalisation Proposal as contained in the executed amended DOCA is set out below.

1. The Company and the Deed Administrator will establish the Creditors' Trust, with the Deed Administrator acting as trustee.

2. The assets of the Company will be transferred into the Creditors' Trust.

3. The Company will consolidate its existing shares on a one (1) for two hundred and fifty (250) basis.

4. The issue of 80 million shares at an issue price of $0.005 plus 1 free attaching options per share, in each case on a post-consolidation basis, to the Proponent (to be conducted on implementation of the DOCA).

5. A capital raising pursuant to which the Company will offer shares at a fixed minimum price of $0.01 per share subscribed for and issued up to a maximum of 10 million shares.

6. The proponent will provide a creditor cash contribution of $800,000. $400,000 of the contribution will be paid by way of the subscription amounts for issue of shares and the balance of in the sum of $400,000 will be reimbursed by the Company to the Proponent after the Company completes the capital raisings.

The conditions precedent for the completion of the DOCA include:

1. The Company obtaining resolutions of the shareholders of the Company approving the capital structure changes referred to above, in each case as required pursuant to the Act and the ASX Listing Rules.

2. Such consents required to transfer the Company's subsidiary interests to the Trust Fund.

3. Any other regulatory approvals required to complete the above.

As at 11 November 2019, all key conditions precedent had been satisfied and the Deed of Company Arrangement was effectuated. The new Board of Directors was appointed on 11 November 2019. The Company is in the process of being recapitalised, which will involve an acquisition, capital raising, share consolidation, re-compliance with Chapter 1 and 2 of the ASX Listing Rules, and subsequently an ASX relisting.

DIRECTORS' DECLARATION

The Directors of the Company declare that:-

1. As set out in Note 1, although the Directors have prepared the financial statements and notes thereto to the best of their knowledge based on the information made available to them, they are of the opinion that it is not possible to state that the financial statements and notes thereto are in accordance with the Corporations Act 2001, and:

   (a) Complying with Accounting Standard AASB 134: Interim Financial Reporting and Corporation Regulations 2001; and

   (b) Giving a true and fair view of the Consolidated Entity's financial position as at 31 December 2018 and of its performance for the half year ended on that date.

2. Subject to the matters highlighted in Note 1, there are reasonable grounds to believe that the Consolidated Entity will be able to pay its debts as and when they become due and payable.

3. Due to the turnover of previous staff and officers, the parent company being subject to external administration and the liquidation of the subsidiary, complete accounting records for the Group have not been able to be located. For the period ended 31 December 2018, this has led to insufficient information being available to support several material transactions and the disclosures required in the remuneration report.

   The Directors are of the opinion that it is not possible to state that the financial statements and notes are in accordance with the requirements of the Corporations Act 2001, due to the lack of records and certainty in connection with material transactions during the period ended 31 December 2018.

   It is noted by the Directors that while historical records are incomplete, the absence of these records is not expected to significantly detract from the Company's ability to maintain proper books and records for the period from 11 November 2019, when the current directors were appointed. Therefore, the absence of records due to the turnover of previous staff and officers, the parent company being subject to external administration and the liquidation of all subsidiaries, primarily affects the historical records of the Company and the Group rather than its ability to continue the Company's retained operations.

4. The directors have been given the declarations required by s295A of the Corporations Act 2001 from the Chief Executive Officer and Chief Financial Officer, which are also subject to the qualification in paragraph 3 above.

This declaration is made in accordance with a resolution of the Board of Directors:

Hao Wen
Director

Dated: 17 December 2019

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF WOLF MINERALS LIMITED

Report on the Half-Year Financial Report

We were engaged to review the accompanying half-year financial report of Wolf Minerals Limited (the "Company"), which comprises the consolidated statement of financial position as at 31 December 2018, 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 year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Directors' Declaration of the Company and the consolidated entity comprising the Company and the entities it controlled at 31 December 2018, or during the half-year.

Responsibilities of Directors' for the Half-Year Financial Report

The Directors of the consolidated entity 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 controls as the Directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and 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 by the Independent Auditor of the Entity. Because of the matters described in the Basis for Disclaimer of Conclusion paragraph, however, we were not able to obtain sufficient appropriate evidence to provide a basis for expressing a conclusion on the half-year financial report.

Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001. In accordance with the Corporations Act 2001, we have given the Directors' of the Company a written Auditor's Independence Declaration.

Basis for Disclaimer of Conclusion

As disclosed in note 1 to the financial statements, on 10 October 2018, the Company was placed into voluntary administration. Following the appointment of the administrators, the powers of the directors and officers of the Company were suspended and the administrators assumed control of the Company and its financial affairs.

Due to the circumstances, the directors were unable to obtain all the necessary books and records pertaining to the consolidated entity. On 11 November 2019, new Directors were appointed and the company was released from administration following the effectuation of a Deed of Company Arrangement.

Accordingly, the half-year financial report for the period ended 31 December 2018 has been prepared by the directors without the benefit of complete information being available for the consolidated entity.

As the remaining records are not adequate to permit the application of necessary review procedures, we are unable to obtain all the information and explanations we require in order to form a conclusion on the half-year financial report.

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Disclaimer of Conclusion

Due to the significance of the matters described in the Basis for Disclaimer of Conclusion paragraph, we were unable to obtain sufficient appropriate evidence to form a conclusion on the accompanying half-year financial report of the Company. Accordingly, we do not express a conclusion on the half-year financial report.

PKF Perth

PKF PERTH

SHANE CROSS
PARTNER

17 DECEMBER 2019
WEST PERTH,
WESTERN AUSTRALIA