VOLTA MINING LIMITED

ABN 22 148 878 782

Financial Report
For the Half Year Ended
30 June 2015

DIRECTORS

Non-Executive Chairman
George Lazarou

Managing Director
David Sumich

Non-Executive Directors
Peter Smith

COMPANY SECRETARY
George Lazarou

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AUDITORS
Moore Stephens
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12 St Georges Terrace
PERTH WA 6000

SHARE REGISTRAR
Security Transfer Registrars Pty Ltd
Level 1, 770 Canning Highway
APPLECROSS WA 6153

STOCK EXCHANGE LISTING
Australian Securities Exchange
(Home Exchange: Perth, Western Australia)
Code: VTM

Your Directors submit the financial report of Volta Mining Limited (the Company) and controlled entities (the consolidated entity) for the half-year ended 30 June 2015.

DIRECTORS

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

George Lazarou
David Sumich
Peter Smith
John Hancock (resigned 15 May 2015)

RESULTS

The net loss of the consolidated entity after tax and non-controlling interest for the half year ended 30 June 2015 is $1,549,967 (2014: $5,020,212).

REVIEW OF OPERATIONS

Hancock Ranges Iron Ore Project

The Company, through Commodite Resources Pty Ltd holds a 100% interest in a number of exploration licences in the Pilbara region including the highly prospective DSO Hancock Ranges Iron Ore Project, which comprises three leases (E47/2606, E47/2607 and E47/2608) targeting BID style iron mineralisation.

During the half year, there were no exploration activities on the Hancock Ranges Iron Ore Project. The Company intends to keep on-hold any exploration plans for the immediate future.

Hamersley Ranges Iron Ore Project

In February 2014, the Company successfully won the ballot for the Hamersley Ranges Iron Ore Project (E47/2855).

The new exploration licence was won by Epienergy Pty Ltd in a Wardens Court ballot and is recommended for grant. The Company's wholly owned subsidiary, Pilbara Commodities Pty Ltd, has an agreement with Epienergy to acquire Epienergy's 100% right, title and interest in the licence.

Solomon Iron Ore Project

The Company was successful in the Warden Court ballot for tenement E47/3082, and has been recommended for grant. The tenement is located immediately south (~12km) of Fortescue Mining Limited's Solomon – Kings – Firetail operating mines and rail spur line.

The company continues to review acquisition opportunities, as they arise, both within the resource sector and non-resource sector.

Corporate

On 15 May 2015, Mr John Hancock resigned from the Board as a Non-Executive Director.

Sale of Volta West Africa Limited

On 30 April 2015, the Company sold its 100% interest in the share capital of Volta West Africa Limited to an unrelated third party for total consideration of $1.

EVENTS SUBSEQUENT TO REPORTING DATE

No matters or circumstances have arisen since the end of the half year which will significantly affect, or may significantly affect, the state of affairs or operations of the reporting entity in future financial periods.

AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 4.

Signed in accordance with a resolution of the Board of Directors.

George Lazarou
Chairman

Dated this 7th day of August 2015

MOORE STEPHENS

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AUDITOR'S INDEPENDENCE DECLARATION UNDER
S307C OF THE *CORPORATIONS ACT 2001*
TO THE DIRECTORS OF VOLTA MINING LIMITED

As lead auditor for the review of Volta Mining Limited for the half-year ended 30 June 2015, I declare that, to the best of my knowledge and belief, there have been:

- no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Volta Mining Limited during the half year.

MOORE STEPHENS

Suan-Lee Tan
Partner

Moore Stephens
Chartered Accountants

Signed at Perth this 7th day of August 2015

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED 30 JUNE 2015

	Note	30 June 2015 $	30 June 2014 $
Revenue from continuing operations	2	4,889	16,197
Gain on settlement of liability	13	340,074	-
Gain on de-recognition of liability	13	241,127	-
Administration expenses		(18,650)	(23,824)
Compliance & professional expenses		(82,743)	(1,142,450)
Depreciation expense		(1,815)	(5,340)
Employee benefits		(80,243)	(906,336)
Finance costs		(442)	(3,284)
Impairment of exploration & evaluation expenditure		(1,022,377)	-
Marketing & promotional		(7,957)	(19,247)
Occupancy		(12,259)	(24,566)
Travel expenses		(64,757)	(41,190)
Write off exploration and evaluation expenditure		(2,873)	(10,762)
Loss before income tax expense		(708,026)	(2,160,802)
Income tax expense		-	-
Loss from continuing operations		(708,026)	(2,160,802)
Impairment of exploration & evaluation (discontinued operations)		-	(3,427,012)
Loss from sale of subsidiary	12	(841,941)	(119,643)
Loss from discontinued operations		(841,941)	(3,546,655)
Loss after tax		(1,549,967)	(5,707,457)
Other comprehensive income		-	-
Other comprehensive income		-	-
Income tax expense		-	-
Other comprehensive income after tax		-	-
Total comprehensive loss for the period		**(1,549,967)**	**(5,707,457)**
Total comprehensive loss is attributable to:			
Equity holders of Volta Mining Limited		(1,549,967)	(5,020,212)
Non-controlling interests – discontinued operations		-	(687,245)
		(1,549,967)	**(5,707,457)**
Basic & Diluted loss per share (cents per share)		(0.74)	(2.85)
Basic & Diluted loss per share (cents per share) – continuing operations		(0.34)	(1.23)
Basic & Diluted loss per share (cents per share) – discontinued operations		(0.40)	(1.62)

The accompanying condensed notes form part of this financial report.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2015

	Note	30 June 2015 $	31 December 2014 $
CURRENT ASSETS			
Cash and cash equivalents		463,693	693,197
Other receivables		4,470	6,066
Other assets		2,433	11,275
TOTAL CURRENT ASSETS		**470,596**	**710,538**
NON CURRENT ASSETS			
Plant and equipment		7,248	8,064
Exploration and evaluation expenditure	3	400,000	1,422,377
TOTAL NON CURRENT ASSETS		**407,248**	**1,430,441**
TOTAL ASSETS		**877,844**	**2,140,979**
CURRENT LIABILITIES			
Trade and other payables		36,929	23,160
Provisions		13,205	17,820
TOTAL CURRENT LIABILITIES		**50,134**	**40,980**
NON CURRENT LIABILITIES			
Contingent consideration liability	13	-	1,022,377
TOTAL NON CURRENT LIABILITIES		**-**	**1,022,377**
TOTAL LIABILITIES		**50,134**	**1,063,357**
NET ASSETS		**827,710**	**1,077,622**
EQUITY			
Issued capital	4	17,200,585	16,732,450
Option reserve		1,625,250	1,625,250
Share based payments reserve		388,571	388,571
Accumulated losses		(18,386,696)	(16,836,729)
Parent equity interest		827,710	1,909,542
Non-controlling interests		-	(831,920)
TOTAL EQUITY		**827,710**	**1,077,622**

The accompanying condensed notes form part of this financial report.

CONDENSED CONSOLIDATED STATEMENT OF CASHFLOWS
FOR THE HALF YEAR ENDED 30 JUNE 2015

	30 June 2015 $	30 June 2014 $
CASHFLOWS FROM OPERATING ACTIVITIES		
Interest received	4,889	13,079
VAT Refund	-	3,119
Receipt of bank guarantee	-	26,049
Receipt of rent bond	3,547	-
Payment of rent bond	(900)	-
Payments to suppliers and employees	(229,786)	(732,005)
Net cash used in operating activities	**(222,250)**	**(689,758)**
CASHFLOWS FROM INVESTING ACTIVITIES		
Payments for exploration and evaluation	(6,256)	(145,666)
Payment for plant and equipment	(999)	-
Proceeds from sale of investment	1	-
Payments for tenements	-	(100,000)
Acquisition of subsidiaries, net of cash acquired	-	(139,981)
Net cash used in investing activities	**(7,254)**	**(385,647)**
CASHFLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares (net of costs)	-	2,186,140
Net cash provided by financing activities	**-**	**2,186,140**
Net decrease in cash and cash equivalents	(229,504)	1,110,735
Cash and cash equivalents at beginning of period	693,197	164,839
Cash and cash equivalents at end of period	**463,693**	**1,275,574**

The accompanying condensed notes form part of this financial report.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 30 JUNE 2015

	Issued Capital	Accumulated Losses	Option Reserve	Share Based Payments Reserve	Non-controlling Interests	Total
	$	$	$	$	$	$
Balance at 1 January 2015	**16,732,450**	**(16,836,729)**	**1,625,250**	**388,571**	**(831,920)**	**1,077,622**
Total comprehensive income for the period:						
Loss for the period	-	(1,549,967)	-	-	-	(1,549,967)
Other comprehensive income	-	-	-	-	-	-
	-	(1,549,967)	-	-	-	(1,549,967)
Transaction with owners in their capacity as owners:						
Shares issued during the period	468,135	-	-	-	-	468,135
Non-controlling interests removed on disposal of a subsidiary	-	-	-	-	831,920	831,920
	468,135	-	-	-	831,920	1,300,055
Balance at 30 June 2015	**17,200,585**	**(18,386,696)**	**1,625,250**	**388,571**	**-**	**827,710**
Balance at 1 January 2014	**7,452,385**	**(5,991,912)**	**325,000**	**281,821**	**(189,248)**	**1,878,046**
Total comprehensive income for the period:						
Loss for the period	-	(5,020,212)	-	-	(687,245)	(5,707,457)
Other comprehensive income	-	-	-	-	-	-
	-	(5,020,212)	-	-	(687,245)	(5,707,457)
Transaction with owners in their capacity as owners:						
Shares issued during the period	9,399,038	-	-	-	-	9,399,038
Share issue costs	(160,310)	-	-	-	-	(160,310)
Issue of Performance Rights	-	-	-	106,750	-	106,750
Consideration for acquisition of subsidiary	-	-	605,250	-	-	605,250
Share based payment expense	-	-	695,000	-	-	695,000
Non-controlling interests removed on disposal of a subsidiary	-	-	-	-	118,354	118,354
	9,238,728	-	1,300,250	106,750	118,354	10,764,082
Balance at 30 June 2014	**16,691,113**	**(11,012,124)**	**1,625,250**	**388,571**	**(758,139)**	**6,934,671**

The accompanying condensed notes form part of these financial statements.

1. BASIS OF PREPARATION OF HALF YEAR FINANCIAL REPORT

a) Reporting entity

Volta Mining Limited (the "Company") is a Company domiciled in Australia.

The address of the Company's registered office is 45 Ventnor Avenue, West Perth WA 6005. The half year consolidated financial statements of the Company as at and for the six months ended 30 June 2015 comprises the Company and its subsidiaries (together referred to as the "Group" or "consolidated entity" and individually as "Group entities") and the Group's interest in associates and jointly controlled entities.

The Group primarily is involved in exploration activities in iron ore in the Pilbara region of Western Australia.

b) Statement of compliance

The half-year consolidated financial report is a general purpose financial report prepared in accordance with the Corporations Act 2001 and AASB 134 'Interim Financial Reporting', as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'. The half-year report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the most recent annual financial report, 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.

c) Basis of preparation

The half-year consolidated financial statements have 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 values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

The accounting policies and methods of computation adopted in the preparation of the half-year consolidated financial statements are consistent with those adopted and disclosed in the Group's 2014 annual financial report for the financial year ended 31 December 2014, 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.

d) Going Concern

The accounts have been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the normal course of business. The Group incurred a loss of $1,549,967 for the period ended 30 June 2015 (2014: $5,020,212).

The ability of the Company and the Group to continue to pay its debts as and when they fall due is dependent upon the Company successfully raising additional share capital and ultimately developing one of its mineral properties.

The Directors believe it is appropriate to prepare these accounts on a going concern basis because:

- the Directors have an appropriate plan to raise additional funds as and when it is required. In light of the Group's current exploration projects, the Directors believe that the additional capital required can be raised in the market; and
- the Directors have an appropriate plan to contain certain operating and exploration expenditure if appropriate funding is unavailable.

The accounts have been prepared on the basis that the entity can meet its commitments as and when they fall due and can therefore continue normal business activities, and the realisation of assets and liabilities in the ordinary course of business.

e) Significant accounting judgements and key estimates

The preparation of the half year consolidated financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these half year consolidated financial statements, significant judgment made by management in applying the Company's accounting policies and key sources of estimation were the same as those that were applied to the financial statements as at and for the year ended 31 December 2014.

f) New, revised or amending Accounting Standards and Interpretations adopted

The consolidated entity has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the consolidated entity.

The following Accounting Standards and Interpretations are most relevant to the consolidated entity:

AASB 2014-1 Amendments to Australian Accounting Standards (Parts A to C)
The consolidated entity has applied Parts A to C of AASB 2014-1 from 1 January 2015. These amendments affect the following standards: AASB 2 'Share-based Payment': clarifies the definition of 'vesting condition' by separately defining a 'performance condition' and a 'service condition' and amends the definition of 'market condition'; AASB 3 'Business Combinations': clarifies that contingent consideration in a business combination is subsequently measured at fair value with changes in fair value recognised in profit or loss irrespective of whether the contingent consideration is within the scope of AASB 9; AASB 8 'Operating Segments': amended to require disclosures of judgements made in applying the aggregation criteria and clarifies that a reconciliation of the total reportable segment assets to the entity's assets is required only if segment assets are reported regularly to the chief operating decision maker; AASB 13 'Fair Value Measurement': clarifies that the portfolio exemption applies to the valuation of contracts within the scope of AASB 9 and AASB 139; AASB 116 'Property, Plant and Equipment' and AASB 138 'Intangible Assets': clarifies that on revaluation, restatement of accumulated depreciation will not necessarily be in the same proportion to the change in the gross carrying value of the asset; AASB 124 'Related Party Disclosures': extends the definition of 'related party' to include a management entity that provides KMP services to the entity or its parent and requires disclosure of the fees paid to the management entity; AASB 140 'Investment Property': clarifies that the acquisition of an investment property may constitute a business combination.

g) Operating segments

From 1 July 2009, operating segments are identified and segment information disclosed on the basis of internal reports that are regularly provided to, or reviewed by, the consolidated entity's chief operating decision maker which, for the consolidated entity, is the Board of Directors. In this regard, such information is provided using different measures to those used in preparing the statement of profit and loss and other comprehensive income and statement of financial position. Reconciliations of such management information to the statutory information contained in the half year consolidated financial report have been included where applicable.

2. LOSS BEFORE INCOME TAX EXPENSE

	30 June 2015 $	30 June 2014 $
The following revenue and expense items are relevant in explaining the financial performance for the half-year:		
Interest revenue	4,889	13,078
VAT Refund	-	3,119
	4,889	**16,197**

3. EXPLORATION AND EVALUATION EXPENDITURE

	30 June 2015 $	31 December 2014 $
Costs carried forward in respect of areas of interest in:		
Exploration and evaluation phases at cost	400,000	1,422,377
Balance at beginning of reporting period	1,422,377	2,555,800
Acquisition of Pilbara Commodities Pty Ltd	-	6,351,939
Acquisition of Mbombo Project – Facilitation Agreement	-	1,283,333
Exploration expenditure capitalised during the period	2,873	188,734
Impairment of exploration and evaluation expenditure	(1,022,377)	(8,944,912)
Exploration written off	(2,873)	(12,517)
Balance at end of reporting period	400,000	1,422,377

The value of the exploration expenditures is dependent upon:

- The continuance of rights to tenure of the area of interest;
- The results of future exploration; and
- The recoupment of costs through successful development and exploitation of the areas of interest alternatively by their sale

4. ISSUED CAPITAL

	30 June 2015 $	31 December 2014 $
228,637,609 (2014: 206,578,785) Fully paid ordinary shares	17,200,585	16,732,450

Movements in fully paid ordinary shares on issue	**Number of Shares**	**$**
At the beginning of the period	206,578,785	16,732,450
Issue of Milestone A shares	22,058,824	441,176
Share based payments	-	26,959
At the end of the period	228,637,609	17,200,585

5. SUBSEQUENT EVENTS

No matters or circumstances have arisen since the end of the half year which will significantly affect, or may significantly affect, the state of affairs or operations of the reporting entity in future financial periods.

6. CONTINGENT LIABILITIES

There has been no change in contingent liabilities since the last annual reporting date.

7. COMMITMENTS

	30 June 2015 $	31 December 2014 $
Operating lease expenditure commitments		
No later than 6 months	1,739	3,633
Between 6 and 12 months	-	-
Between 12 and 18 months	-	-
	1,739	3,633

The Company is currently sub-leasing premises for a term of 6 months that commenced on 3 March 2015, with the option of extending for a further 12 months.

Exploration expenditure commitments

No later than 6 months	20,000	20,000
Between 6 and 12 months	20,000	20,000
Between 12 and 18 months	20,000	20,000
	60,000	60,000

If the Group decides to relinquish certain tenements and/or does not meet these obligations, assets recognised in the statement of financial position may require review to determine the appropriateness of carrying values. The sale, transfer or farm-out of exploration rights to third parties will reduce or extinguish these obligations.

8. SEGMENTAL REPORTING

Identification of reportable segments

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors in assessing performance and determining the allocation of resources.

The Group is managed primarily on the basis of its mineral exploration and corporate activities. Operating segments are therefore determined on the same basis.

Reportable segments disclosed are based on aggregating operating segments where the segments are considered to have similar economic characteristics.

Types of reportable segments

(i) Mineral exploration

Segment assets, including acquisition cost of exploration licences and all expenses related to the tenement interests in Western Australia are reported on in this segment.

(ii) Unallocated

Corporate, including treasury, corporate and regularly expenses arising from operating an entity. Corporate assets, including cash and cash equivalents are reported in this segment.

Basis of accounting for purposes of reporting by operating segments

Accounting policies adopted

Unless stated otherwise, all amounts reported to the Board of Directors as the chief decision maker with respect to operating segments are determined in accordance with accounting policies that are consistent to those adopted in the annual financial statements of the consolidated entity.

Segment assets

Where an asset is used across multiple segments, the asset is allocated to the segment that receives the majority of economic value from the asset. In the majority of instances, segment assets are clearly identifiable on the basis of their nature and physical location.

8. SEGMENTAL REPORTING (CONTINUED)

Segment liabilities

Liabilities are allocated to segments where there is direct nexus between the incurrence of the liability and the operations of the segment. Segment liabilities include trade and other payables.

The following represents revenue, profit information, for reportable segments for the period ended 30 June 2015.

30 June 2015	**Mineral Exploration $**	**Unallocated Items $**	**Total $**
Revenue			
Interest Revenue	-	4,889	4,889
Gain on settlement of liability	-	340,074	340,074
Gain on de-recognition of liability	-	241,127	241,127
Net profit/(loss) before tax from continuing operations:	**(1,025,250)**	**317,224**	**(708,026)**
- Administration	-	(18,650)	(18,650)
- Compliance & professional	-	(82,743)	(82,743)
- Depreciation	-	(1,815)	(1,815)
- Employee benefits	-	(80,243)	(80,243)
- Finance	-	(442)	(442)
- Occupancy	-	(12,259)	(12,259)
- Marketing	-	(7,957)	(7,957)
- Travel & accommodation	-	(64,757)	(64,757)
- Impairment of tenements	(1,022,377)	-	(1,022,377)
- Write off tenement expenditure	(2,873)	-	(2,873)
Net loss before tax from discontinuing operations:	**-**	**(841,941)**	**(841,941)**
- Loss on sale of subsidiary	-	(841,941)	(841,941)
Segment assets	**400,000**	**477,844**	**877,844**
Segment liabilities	**405**	**49,729**	**50,134**

8. SEGMENTAL REPORTING (CONTINUED)

30 June 2014	**$**	**$**	**$**
Revenue			
Interest Revenue	-	13,078	13,078
VAT refund	-	3,119	3,119
Net loss before tax from continuing operations:	**(43,423)**	**(2,117,379)**	**(2,160,802)**
- Administration	(479)	(23,345)	(23,824)
- Compliance & professional	(7,476)	(1,134,974)	(1,142,450)
- Depreciation	(2,080)	(3,260)	(5,340)
- Employee benefits	(18,551)	(887,785)	(906,336)
- Finance	(1,386)	(1,898)	(3,284)
- Occupancy	(2,689)	(21,877)	(24,566)
- Marketing	-	(19,247)	(19,247)
- Travel & accommodation	-	(41,190)	(41,190)
- Impairment of tenements	-	-	-
- Write off tenement expenditure	(10,762)	-	(10,762)
Net loss before tax from discontinuing operations:	**(3,427,012)**	**(119,643)**	**(3,546,655)**
- Impairment of tenements	(3,427,012)	-	(3,427,012)
- Loss on sale of subsidiary	-	(119,643)	(119,643)
Segment assets	**6,826,774**	**1,303,141**	**8,129,915**
Segment liabilities	**1,106,275**	**88,969**	**1,195,244**

Revenue by geographical region

There is no revenue attributable to external customers for the period ended 30 June 2015 (2014: Nil).

Assets by geographical region

There were no reportable segment assets located outside of Australia as at 30 June 2015 (2014: $408,320).

9. DIVIDENDS PAID OR PROVIDED FOR ON ORDINARY SHARES

No dividends were paid during the half year. No recommendation for payment of dividends has been made.

10. RELATED PARTIES

Arrangements with the related party continue to be in place. For details of these arrangements, please refer to the 31 December 2014 financial report.

11. SHARE BASED PAYMENTS

(a) Recognised employee share based payment expenses

The expense recognised for employee services received during the period are shown in the table below:

	June 2015 $	December 2014 $
Total expense arising from Employee and Director share based payment transactions	26,959	775,792

Shares and Options

Shares and options were issued to an employee pursuant to a shareholders meeting on 28 April 2014 as part of their remuneration package.

The terms of the shares and options issued were as follows:-

(a) 1,000,000 Shares were granted and vested on 30 April 2014;
(b) 1,000,000 Shares will vest after one year of employment, on 30 April 2015;
(c) 20,000,000 Options with an exercise price of $0.15 and an expiry date on or before 30 April 2015 were granted and vested on 30 April 2014; and
(d) 20,000,000 Options with an exercise price of $0.25 and an expiry date on or before 30 April 2016 were granted and vested on 30 April 2014.

Inputs for measurement of grant date fair value

Shares
The grant date fair value of the shares issued was measured based on the closing trading price on the day the shares were issued and allotted, being $0.082. The fair value of the share based payment is being expensed over the vesting period of the shares. The expense for the half year amounted to $26,959 (2014: $95,705).

Options

The options have been granted and have vested during the financial period, and were provided at no cost to the recipient.

The value of the options granted and having vested during the period was calculated using the Black-Scholes Option Pricing Model and totalled $Nil (2014: $532,000). The values and inputs are as follows:

Options – 30 April 2015	
Options issued	20,000,000
Underlying share value	$0.08
Exercise price of options	$0.15
Risk free interest rate	2.67%
Share price volatility	100%
Dividend yield	0%
Expiration period	30 April 2015
Discount to reflect options are not listed or transferable	30%
Valuation per option	$0.0119
Options – 30 April 2016	
Options issued	20,000,000
Underlying share value	$0.08
Exercise price of options	$0.25
Risk free interest rate	2.73%
Share price volatility	100%
Dividend yield	0%
Expiration period	30 April 2016
Discount to reflect options are not listed or transferable	30%
Valuation per option	$0.0147

11. SHARE BASED PAYMENTS (CONTINUED)

The expected life of the options is based on historical data and is not necessarily indicative of exercise patterns that may occur. The expected volatility reflects the assumption that historical volatility is indicative of future trends, which may also not necessarily be the actual outcome.

12. DISCONTINUED OPERATIONS

(a) Sale of interest in Volta West Africa Limited

On 30 April 2015, the Company sold its 100% interest in the issued capital of Volta West Africa Limited for consideration of $1. The loss from discontinued operations for the period was $4,182 (2014: $3,427,012).

The results of Volta West Africa Limited to the date the Company sold its 100% interest in the issued capital have been recorded in these financial statements. Financial information in relation to Volta West Africa Limited is set out below.

(i) The financial performance and cash flow information

Loss for the period	2015 $	2014 $
Revenue	-	-
Expenses	(4,182)	(3,427,012)
Loss before income tax	(4,182)	(3,427,012)
Income tax expense	-	-
Loss after income tax	(4,182)	(3,427,012)
Less: Non-controlling interest share of loss	836	687,245
Loss attributable to equity holders of Volta Mining Limited	(3,346)	(2,739,767)
Loss on Sale of Subsidiary (see iii) below	(838,595)	-
Loss attributable to Sale of Volta West Africa Limited	(841,941)	(2,739,767)

Cash flows of Volta West Africa Limited

Net cash outflow from operating activities	(1,771)	-
Net cash outflow from investing activities	-	-
Net cash inflow from financing activities	-	-
Net decrease in cash generated by Volta West Africa Limited	(1,771)	-

(ii) Carrying amount of assets and liabilities at date of sale

The carrying amount of the assets and liabilities of Volta West Africa Limited as at 30 April 2015 were as follows:-

Assets	2015 $	2014 $
Cash and cash equivalents	2,842	-
Total assets	2,842	-
Net Assets	2,842	-

12. DISCONTINUED OPERATIONS (CONTINUED)

(iii) Details of the sale of interest held in Volta West Africa Limited

The sale of the Company's 100% interest in the issued capital of Volta West Africa Limited was completed on 30 April 2015 and cash consideration of $1 was received.

	2015	2014
Consideration received or receivable:	**$**	**$**
Cash	1	-
Carrying amount of net assets sold	2,842	-
Less: Non-controlling interests recognised in equity	(841,438)	-
Loss on sale before income tax	(838,595)	-
Income tax expense	-	-
Loss on sale after income tax	(838,595)	-

(b) Sale of interest in Sahel Resources Limited

On 28 April 2014, the Company sold its 85% interest in the issued capital of Sahel Resources Limited for consideration of $1. The loss from discontinued operations for the period ended 30 June 2015 was $nil (30 June 2014: $1,625).

The results of Sahel Resources Limited to the date the Company sold its 85% interest in the issued capital have been recorded in these financial statements. Financial information in relation to Sahel Resources Limited is set out below.

(i) The financial performance and cash flow information

	30 June 2014
Loss for the period	**$**
Revenue	49
Expenses	(1,961)
Loss before income tax	(1,912)
Income tax expense	-
Loss after income tax	(1,912)
Less: Non-controlling interest share of loss	287
Loss attributable to equity holders of Volta Mining Limited	(1,625)
Loss on Sale of Subsidiary (see iii) below	(118,018)
Loss attributable to Sale of Sahel Resources Limited	(119,643)

Cash flows of Sahel Resources Limited

Net cash outflow from operating activities	(10,570)
Net cash outflow from investing activities	-
Net cash inflow from financing activities	10,570
Net increase in cash generated by Sahel Resources Limited	-

(ii) Carrying amount of assets and liabilities at date of sale

The carrying amount of the assets and liabilities of Sahel Resources Limited as at 28 April 2014 were as follows:-

Assets	
Other assets	2,212
Total assets	2,212
Liabilities	
Non-interest bearing borrowings	(2,932)
Total Liabilities	(2,932)
Net Liabilities	(720)

12. DISCONTINUED OPERATIONS (CONTINUED)

(b) Sale of interest in Sahel Resources Limited (continued)

(iii) Details of the sale of interest held in Sahel Resources Limited

The sale of the Company's 85% interest in the issued capital of Sahel Resources Limited was completed on 28 April 2014 and cash consideration of $1 was received.

	30 June 2014 $
Consideration received or receivable:	
Cash	1
Carrying amount of net liabilities sold	(720)
Less: Non-controlling interests recognised in equity	(117,299)
Loss on sale before income tax	(118,018)
Income tax expense	-
Loss on sale after income tax	(118,018)

13. FAIR VALUE MEASUREMENTS

The Group measures and recognises the obligation for contingent consideration arising from a business combination at fair value on a recurring basis after initial recognition. The Group does not subsequently measure any liabilities at fair value on a non-recurring basis.

a) Fair Value Hierarchy

AASB 13: *Fair Value Measurement* requires the disclosure of fair value information by level of the fair value hierarchy, which categorises fair value measurements into one of three possible levels based on the lowest level that an input that is significant to the measurement can be categorised into as follows:

Level 1	Level 2	Level 3
Measurements based on quoted prices (unadjusted) in active markets for identical assets and liabilities that the entity can access at the measurement date	Measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.	Measurements based on unobservable inputs for the asset or liability

The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data. If all significant inputs required to measure fair value are observable, the asset or liability is included in Level 2. If one or more significant inputs are not based on observable market data, the asset or liability is included in Level 3.

Valuation Techniques

The Group selects a valuation technique that is appropriate in the circumstances and for which sufficient data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the asset or liability being measured. The valuation techniques selected by the Group are consistent with one or more of the following valuation approaches:-

- *Market approach:* valuation techniques that use prices and other relevant information generated by market transactions for identical or similar assets or liabilities;
- *Income approach:* valuation techniques that convert estimated future cash flows or income and expenses into a single discounted present value; or
- *Cost approach:* valuation techniques that reflect the current replacement cost of an asset as its current service capacity.

13. FAIR VALUE MEASUREMENTS (CONTINUED)

Each valuation technique requires inputs that reflect the assumptions that buyers and sellers would use when pricing the asset or liability, including assumptions about risks. When selecting valuation technique, the Group gives priority to those techniques that maximise the use of observable inputs and minimise the use of unobservable inputs. Inputs that are developed using market data (such as publicly available information on actual transactions) and reflect the assumptions that buyers and sellers would generally use when pricing the asset or liability are considered observable, whereas inputs for which market data is not available and therefore are developed using the best information available about such assumptions are considered unobservable.

The following table provides the fair values of the Groups assets and liabilities measured and recognised on a recurring basis after initial recognition and their categorisation within the fair value hierarchy:

	30 June 2015			
	Level 1	**Level 2**	**Level 3**	**Total**
	$	**$**	**$**	**$**
Liabilities				
Contingent consideration arising from acquisition of Pilbara Commodities Pty Ltd	-	-	-	-
Total liabilities recognised at fair value	**-**	**-**	**-**	**-**

b) Valuation Techniques and Unobservable Inputs Used to Measure Level 3 Fair Values

Contingent consideration arising from acquisition of Pilbara Commodities Pty Ltd

On 5 February 2014, the Company acquired all the issued capital of Pilbara Commodities Limited (since renamed to Pilbara Commodities Pty Ltd). In acquiring Pilbara Commodities Pty Ltd, the Group incurred a contingent consideration liability consisting of an obligation to make an additional payment in fully paid ordinary shares provided various milestones are met.

The fair value of the contingent consideration $Nil (2014: $1,022,377) is measured using a discounted cash flow methodology and determined on the basis of the agreed consideration to be paid for achieving each of the milestones within the time period, weighted by the probability of meeting each milestone. The discount rate used is based on the Group's weighted average cost of capital.

The following table provides qualitative information regarding the key significant unobservable inputs, the ranges of those inputs and the relationships of unobservable inputs to the fair value measurement:

Significant Unobservable Inputs Used	Range of Unobservable Inputs Used	Estimated Sensitivity of Fair Value Measurements to Changes in Unobservable Inputs
Probability of achieving milestone – 0%	0%	If the probability rate is 5% higher/lower, the fair value would increase/decrease by $31,124.
Discount Rate (risk adjusted) – 20%	15%-25%	If the discount rate is 1% higher/lower, the fair value would decrease/increase by $Nil.

Valuation processes

Given the size of the organisation, the Board of Directors, amongst other things, manage the risk exposures of the Group. The Group's finance department calculates the fair value of the contingent liability on a six monthly basis in light of the exploration undertaken on the tenements and likelihood of meeting the milestones. The Company uses a discounted cash flow model that is prepared internally. Any significant movements in the contingent liability are reported to the Board on a six monthly basis.

13. FAIR VALUE MEASUREMENTS (CONTINUED)

There has been no change in the valuation technique used to measure the fair value of the contingent consideration liability since the parent entity acquired control of Pilbara Commodities Pty Ltd.

There were no significant interrelationships between the unobservable inputs that could materially affect the fair value of the contingent consideration.

Reconciliation of Recurring Fair Value Measurement Amounts

	30 June 2015 $	30 June 2014 $
Movements in level 3 assets and liabilities during the current financial half-year are set out below:		
Opening Balance	1,022,377	-
Additions	-	1,022,377
Settlement made during the period	(441,176)	-
Gain on settlement of liability	(340,074)	-
Gain on de-recognition of liability	(241,127)	-
	Nil	**1,022,377**

On 3 June 2015, a contingent consideration liability was met and settled through the issue of fully paid ordinary shares.

DIRECTORS' DECLARATION

The Directors of the Company declare that:

The financial statements and notes, as set out on pages 5 to 20:

1. (a) comply with the Corporations Act 2001, Australian Accounting Standard AASB 134: Interim Financial Reporting, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and

   (b) give a true and fair view of the consolidated entity's financial position as at 30 June 2015 and of its performance for the financial half-year ended on that date.

2. In the directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

George Lazarou
Chairman

PERTH
Dated this 7th day of August 2015

MOORE STEPHENS

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF

VOLTA MINING LIMITED

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Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Volta Mining Limited and controlled entities (the consolidated entity) which comprises the condensed statement of financial position as at 30 June 2015, the condensed statement of profit or loss and other comprehensive income, the condensed statement of changes in equity and the condensed statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at 30 June 2015.

Director's Responsibility for the Half-Year Financial Report

The directors of Volta Mining Limited are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with the Australian Accounting Standards and the Corporations Act 2001 and for such controls 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 Standards 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 financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the consolidated entity's financial position as at 30 June 2015 and its performance for the half year ended on that date; and complying with Accounting Standard AASB 134 Interim Financial Reporting, the Corporation Regulations 2001. As the auditor of Volta Mining Limited and controlled entities, 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.

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 Volta Mining Limited, would be in the same terms if provided to the directors as at the time of this auditor's review report.

Conclusion

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 Volta Mining Limited and controlled entities is not in accordance with the Corporations Act 2001 including:

(a) giving a true and fair view of the consolidated entity's financial position as at 30 June 2015 and of its performance for the half-year ended on that date; and

(b) complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

Emphasis of Matter – Material Uncertainty Regarding Going Concern

Without qualifying our audit conclusion expressed above, attention is drawn to the following matter. As a result of the matters described in Note 1(d) Going Concern, there is significant uncertainty whether the consolidated entity will be able to continue as a going concern. The financial report has been prepared on a going concern basis. At 30 June 2015, the consolidated entity had cash assets of $463,693 and incurred a net loss after tax of $1,549,967 and net operating cash outflow of $222,250. The ability of the consolidated entity to continue as a going concern and meet its planned exploration, administration and other commitments is dependent upon the consolidated entity raising further working capital and/or commencing profitable operations. In the event that the consolidated entity cannot raise further equity, the consolidated entity may not be able to meets its liabilities as they fall due, and the consolidated entity may be unable to realise its assets in the normal course of business and at amounts stated in the financial report.

MOORE STEPHENS

Suan-Lee Tan
Partner

Moore Stephens
Chartered Accountants

Signed at Perth, Western Australia this 7th day of August 2015.