

Quarterly Report

30 September 2015

**WILD
ACRE**
METALS LIMITED

ASX Code
WAC

Shares & Options

Ordinary Shares: 175,895,292
Unlisted Options: 2,000,000 @ 20 cents on or before 28 October 2016
Unlisted Options: 7,900,000 @ 15 cents on or before 31 January 2017
Unlisted Options: 2,000,000 @ 10 cents on or before 27 May 2017
Unlisted Options: 8,319,445 @ 10 cents on or before 15 September 2017
Unlisted Options: 500,000 @ 10 cents on or before 21 November 2017

Board of Directors

- Grant J. Mooney
Executive Chairman
- William (Rick) Brown
Non-Executive Director
- Jeff Moore
Non-Executive Director

About Wild Acre

Wild Acre Metals Limited is a gold, nickel and base metal explorer with projects located in Southern Peru and the Eastern Goldfields of Western Australia. The Company has a 100% interest in the Quinns-Mt Ida gold-nickel project located in the eastern goldfields of Western Australia and the Sambalay high grade silver-gold project in Southern Peru.

The Company has entered into an agreement to acquire Wearable Technology company Nuheara Pty Ltd and transition from the resources sector to the technology sector.

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HIGHLIGHTS

Technology Acquisition

- Due diligence successfully completed on Nuheara Pty Ltd, developer of a wearable hearing technology.
- Shareholders approve acquisition of Nuheara.
- Nuheara appoints key management personnel.
- Nuheara executes technology collaboration agreement with Curtin University.

Resources

- Desktop studies of Tim's Find and Quinns Mining Centre continuing.

Corporate

- \$100,000 raised from rights issue shortfall.

During the Quarter, Wild Acre sought and obtained shareholder approval for various resolutions necessary for the acquisition of wearable technology developer Nuheara Pty Ltd ('Nuheara').

Following completion of its due diligence investigations in July, the Company lodged a prospectus for a capital raising of up to \$3.5 million at an issue of 2 cents per share as part of the technology acquisition. The Company received strong interest from investors to participate in the issue. However, subsequent to the end of the quarter, the Company chose to withdraw the prospectus after receiving a Stop Order from the Australian Securities and Investments Commission (ASIC) (refer ASX announcement dated 19 October 2015).

The Company has now chosen to extend the timeframe to complete the acquisition of Nuheara to 29 February 2016, enabling Nuheara to secure \$500,000 in convertible note funding to complete development of a working wearable prototype (refer ASX announcement dated 29 October 2016).

During the Quarter, Nuheara executed an agreement with Western Australia's Curtin University of Technology (**Curtin**) whereby Curtin will provide technology research to assist in the development of Nuheara's intelligent wearable hearing technology.

Key terms of the agreement include:

- Nuheara to provide research funding of \$298,834 which is intended to be applied towards 2 post doctorate positions payable over 24 months;
- subject to conditions, Nuheara shall pay a royalty to Curtin on revenue directly associated with any product generated from the research project, to a total of \$1 million, for the design, testing and delivery of suitable processing techniques to support Nuheara's wearable device; and

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- Nuheara shall grant Curtin a licence to use the intellectual property resulting from the research for non-commercial purposes.
- In return, Nuheara shall receive from Curtin:
 1. 100% ownership of any intellectual property developed resulting from the research project; and
 2. design, development and testing of processing techniques developed.

Nuheara also made several key appointments to its management team:

Dr Alan Davis, has been appointed to the position Vice President (VP) of Product, and Mr David Ward, Vice President (VP) of Operations. Both appointments will commence full time employment on the completion of the 100% acquisition of Nuheara by Wild Acre.

Dr Davis is an experienced audio product engineer who has spent more than 12 years developing innovative audio technologies for consumer electronics and audio communication markets. He holds a Bachelor Degree with Honours in Electronic Engineering and a PhD in Digital Signal Processing from Curtin University, Australia. Dr Davis has held management positions at Dolby Laboratories and industrial communications company Sensear Pty Ltd. Over his career he has successfully grown product development teams, managed intellectual property, including the development of start-up patent portfolios, and brought to market multiple products in the audio space. He is also a published author of multiple technical papers and is a member of the Institute of Electrical and Electronics Engineers.

Mr Ward is an electronic engineer having more than 30 years' experience in the electronics industry and has been involved in the Hearing Aid and Industrial Communication industries for over 8 years. Most recently Mr Ward was Managing Director of Hearmore, an Australian company that has been instrumental in setting up a new hearing aid distribution model through pharmacies and several audiology support clinics. Mr Ward successfully negotiated agreements with a major health fund (HBF), pharmacy chains and major hearing aid manufacturers. Prior to his work at Hearmore, Mr Ward was Engineering Manager at Sensear for 5 years, managing the product development of Sensear's range of smart communication and hearing protection products. He has been Engineering Manager or consulting engineer for several successful technology start-ups, including Mobilarm, Quicktrack and Sensear, all of which generated extensive offshore contract manufacturing experience in Taiwan and China. Mr Ward graduated from the University of Western Australia with a Bachelor of Engineering (Hons).

Subsequent to the end of the Quarter, Nuheara received firm commitments from select investors for a \$500,000 convertible note issue to fund completion of a wearable prototype demonstrating key functionality of the technology. Both Nuheara and the Company have set a target date for completion of the demonstration prototype of 15 January 2016.

Additional funds of \$150,000 have been raised directly by Wild Acre at an issue price of 1.6 cents per share for Wild Acre's working capital purposes.

Wild Acre and Nuheara have agreed to a variation to existing terms of the acquisition agreement announced on 18 May 2015. The revised terms allow for an increase in the vendor consideration to reflect the delivery of a working wearable prototype. Under the varied terms, existing and new Nuheara shareholders will receive 201.25 million Wild Acre shares (previously 130 million shares) in exchange for 100% of the equity in Nuheara.

As a further condition to the variation agreement, Nuheara shall be required to deliver a working wearable prototype demonstrating specified functionality by 15 January 2016. The end date for completion of the transaction has been extended to 29 February 2016 (or any other date agreed by the parties).

If the transaction does not proceed, the convertible note holders of the Nuheara fundraising will receive Wild Acre shares at a conversion price of 0.8 cent per share, subject to Wild Acre shareholder approval. A total of 62.5 million Wild Acre shares will be issued to the convertible noteholders as a result. Further, Wild Acre will ultimately receive a minority equity shareholding in Nuheara in consideration for services provided by Wild Acre if the transaction does not complete.

Wild Acre shall seek shareholder approval for the varied acquisition terms and seek to hold a shareholders meeting in December.

PERU PROJECTS

Sambalay Project (Epithermal Silver-Gold and Brecciated Copper)

The Sambalay Project is located 940 kilometres south east of Lima and consists of 3 concessions totalling 2,900 hectares with the elevation varying between 1,600 metres to 2,300 metres above sea level. Regionally, the project lies within the fertile metallogenic province of the Southern Peru Porphyry Copper belt.

The Company retains a 100% interest in the Sambalay high grade silver-gold project in Southern Peru.

During the Quarter, the Company continued with a desktop assessment of the project area.

ROYALTY – El Molino Copper/Gold Project

Wild Acre's subsidiary company, Terrace Gold Pty Ltd, holds a 0.5% Net Smelter Royalty over the El Molino Gold Project and part of the El Galeno Gold Copper Project. Ownership is held under joint venture by China Minmetals and Jiangxi Copper and remains undeveloped.

AUSTRALIAN PROJECTS – EASTERN GOLDFIELDS WESTERN AUSTRALIA

Quinns/Mt Ida Project, Western Australia (Gold & Nickel)

The Quinns and Mt Ida Project is located 200-250 kilometres NNW of Kalgoorlie and consists of 17 tenements for a total area of approximately 150 square kilometres. The project covers a total strike length of approximately 45 kilometres of the Mt Ida Greenstone Belt. The Quinns Mining Centre consists of the Boudie Rat and Forrest Belle open pits which were mined during 1997 and previously as a series of shafts from the period 1899 to 1941. Reported total past production at Quinns is approximately 13,000 ounces. The project also hosts the Quinn Hills historic gold workings which consists of 2 sub-parallel northwest trending lines of lode. The project area is also prospective for nickel mineralisation which has been explored for in the past.

During the Quarter, the Company continued assessing mining opportunities within the Quinns-Mt Ida project area, focusing on the Tims Find Prospect and Quinns Mining Centre with field reconnaissance undertaken for this purpose.

The Company is currently in discussions with several parties regarding the divestment of its Western Australian tenements. While these discussions are ongoing, the Company will continue to pursue all opportunities in relation to the projects which may provide value to shareholders.

CORPORATE

Placement of Rights Issue Shortfall

During the Quarter, the Company placed the remaining shortfall of 12,500,000 shares at an issue price of 0.8 cent per share resulting from the rights issue prospectus dated 22 May 2015.

Shareholder Approval for Nuheara Acquisition

On 11 September 2015, the Company obtained pre-requisite shareholder approval for resolutions required to facilitate the acquisition of Nuheara including:

- Appointment of new directors
- Issue of 130 million vendor shares
- Issue of up to 250 million shares at 2 cents each to raise up to \$5 million
- Change in nature and scale of activities
- Issue of incentive options to incoming management team

ASX Announcements

During the September 2015 Quarter Wild Acre released the following announcements:

Date	Headline
03/07/2015	Update on Nuheara Acquisition
06/07/2015	Nuheara Update – Worldwide Wearables Market Growth
07/07/2015	Nuheara to Speak at Wearables Technologies Conference, USA
28/07/2015	Response to Price Query
31/07/2015	Quarterly Activities Report
31/07/2015	Quarterly Cashflow Report
11/08/2015	Notice of General Meeting
21/08/2015	Completion of Nuheara Due Diligence
21/08/2015	Nuheara Signs Research Agreement With Curtin University
25/08/2015	Nuheara Announces Key Senior Executive Appointments
26/08/2015	Offer Document
09/09/2015	Nuheara Pre-Order Marketing Update
10/09/2015	Nuheara Investor Presentation
11/09/2015	Suspension from Official Quotation
11/09/2015	Results of General Meeting
16/09/2015	Placement of Shortfall Shares
21/09/2015	Interim Order
21/09/2015	Prospectus Offer, Extension of Closing Date
25/09/2015	Full Year Statutory Accounts
30/09/2015	Annual Report to Shareholders
30/09/2015	Appendix 4G
30/09/2015	Notice of Annual General Meeting

Mining Tenement Register		
AUSTRALIA		
	<i>Tenement</i>	<i>Interest %</i>
Quinns Project	E 29/0649	100%
Quinns Project	E 29/0748	100%
Quinns Project	E 29/0763	100%
Quinns Project	E 29/0930	100%
Quinns Project	E 29/0943	100%
Quinns Project	M 29/0036	100%
Quinns Project	M 29/0037	100%
Quinns Project	M 29/0065	100%
Quinns Project	P 29/1920	100%
Quinns Project	P 29/1921	100%
Quinns Project	P 29/2060	100%
Quinns Project	P 29/2061	100%
Mt Ida South Project	E 29/0750	100%
Mt Ida South Project	E 29/0761	100%
Mt Ida South Project	E 29/0764	100%
Mt Ida South Project	E 29/0790	100%
Mt Ida South Project	M 29/0421	100%
PERU		
Sambalay 1	010180210	100%
Sambalay 2	010180310	100%
Sambalay 3	010185310	100%

For further information please contact:

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Executive Chairman
Phone: (08) 9226 0085

Competent Persons Statement

The information in this document that relates to exploration results, is based upon information compiled by Mr William (Rick) Brown, a director of Wild Acre Metals Limited. Mr Brown is a Member of Australasian Institute of Mining and Metallurgy (AusIMM) and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (JORC Code). Mr Brown consents to the inclusion in the report of the matters based upon the information in the form and context in which it appears.