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

INTERIM FINANCIAL REPORT

31 DECEMBER 2015

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CONTENTS

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 2015 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 CHAIRMAN
John Hopkins OAM

EXECUTIVE MANAGING DIRECTOR
Russell Clark

NON-EXECUTIVE DIRECTORS
Ronnie Beevor
Nick Clarke
Chris Corbett
Don Newport
Michael Wolley

CHIEF FINANCIAL OFFICER
Richard Lucas

JOINT COMPANY SECRETARIES
Richard Lucas
Pauline Carr

PRINCIPAL & REGISTERED OFFICE
Level 3, 22 Railway Road
SUBIACO WA 6008

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

LAWYERS
Steinepreis Paganin
Level 4, 16 Milligan Street
PERTH WA 6000

SHARE REGISTER
Security Transfer Registrars Pty Ltd
770 Canning Hwy
APPLECROSS WA 6153

UK DEPOSITORY
Computershare Investor Services PLC
The Pavilions, Bridgwater Road
Bristol BS99 6ZZ

SECURITIES EXCHANGE LISTINGS
Australian Securities Exchange
(Home Exchange: Perth, Western Australia)
Code: WLF
Alternative Investment Market
London Stock Exchange
Code: WLFE

BANKERS
National Australia Bank
50 St Georges Terrace
PERTH WA 6000

WEBSITE
www.wolfminerals.com

DIRECTORS' REPORT

Your Directors submit the financial report of the Consolidated Entity for the half year ended 31 December 2015.

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

John Hopkins OAM	Non-Executive Chairman
Russell Clark	Executive Managing Director
Ronnie Beevor	Non-Executive Director
Nick Clarke	Non-Executive Director
Chris Corbett	Non-Executive Director
Don Newport	Non-Executive Director
Michael Wolley	Non-Executive Director
William Goodwin	Alternate Director (resigned 05/02/2016)

PRINCIPAL ACTIVITIES

During the half year the principal activities of the Consolidated Entity consisted of mineral development, conducted through Wolf Minerals (UK) Limited.

REVIEW OF RESULTS

The Directors of Wolf Minerals Limited ("Wolf" or "the Company") announce for the half year to 31 December 2015 a net consolidated loss after tax of $24,250,452 (2014: $3,719,177).

REVIEW OF OPERATIONS

Summary

Wolf has continued to focus on its development of the Drakelands mine ("Drakelands") as part of the Hemerdon tungsten and tin project ("Hemerdon" or "the Project") located in Devon, England. During the half year ended 31 December 2015 the key activities included:

- Ramp-up of the processing plant at Drakelands underway following handover from GR Engineering Services ("GRES") in September 2015.
- First shipments of tungsten concentrate to customers globally.
- Commenced site works for a replacement public road to facilitate future development.
- Submission made to Devon County Council to extend the term of the Drakelands planning permission to 2036.

Drakelands Operations

<u>Overview</u>

The trial of seven days a week, 24 hour operations of the processing plant is continuing, with a focus on engagement with Devon County Council and the local community through this trial period.

An application was submitted to the Devon County Council during the Quarter to extend the duration of the planning permission at Drakelands. The planning permission was granted in 1986, with a 35 year life, and an extension is being sought until 2036.

There was one lost time injury during the Quarter when an employee on night shift slipped on steps within the processing plant hurting his leg. Safety is a core value of Wolf and extra inspections of all handrails and lights within the processing plant have since been undertaken as part of the Company's safety effort.

Mining Activities

Mining activities were predominantly focused on the extraction of ore from benches on the western side of the pit.

A series of trial blasts were successfully completed in October with ground vibration and noise data collected. Blasting on a regular basis is anticipated to commence in the March quarter.

The future development plan for the Mining Waste Facility requires Wolf to construct a replacement public road and site works for this road commenced during the period. Additional site works were also undertaken on storage ponds, surface water management and reinforcement of haul roads.

The Company has commenced a number of geological projects to further improve understanding of the Drakelands orebody including 3D modelling, structural mapping of the pit and a small diamond drilling program to gather additional data on particle size and the distribution of mineralisation.

Processing Plant

Wolf gained full operational control of the Drakelands processing plant from GRES in September 2015. Wolf continues to work with GRES on the punch list of items that were outstanding at hand-over and this work is expected to be completed in the March 2016 quarter.

The Company is now concentrating on ramping up the plant towards full production and optimising plant operations. Throughput tonnages are increasing steadily, as are recoveries, and high quality tungsten concentrate is being produced.

Late in December 2015 manufacturing faults in a number of pieces of equipment resulted in unplanned down time. The faults are covered under warranty and are being rectified in conjunction with the manufacturers and GRES.

£75M Senior Debt Finance

No repayments of the £75 million senior debt finance facilities were made during the period. The first repayment was made in January 2016.

The senior debt finance facilities, comprising of a £70 million term loan facility and a £5 million bond facility, have been provided by a consortium of leading, global mining financiers; UniCredit Bank AG, London Branch, ING Bank N.V. and Caterpillar Financial SARL (the "Lenders").

Mining Tenements

As at 31 December 2015, the Wolf has an interest in the following projects:

Tenement	Location	Interest	Status	Grant Date
Hemerdon	United Kingdom	100%	Leased	10/02/2014

All tenements are held by Wolf Minerals (UK) Limited, a wholly owned subsidiary of the Company. No farm-in or farm-out agreements are applicable. No mining or exploration tenements were acquired or disposed of during the quarter.

Planned Upcoming Activities

Wolf will continue to progress the operations at Drakelands, with a focus on ramping up and optimising production at the processing plant.

After Balance Date Events

On 29 January 2016 Wolf Minerals Limited announced that a binding term sheet had been signed with Resource Capital Fund VI L.P. to provide a standby equity facility of up to £25,000,000 (~A$50,647,500). The funds from the facility will be used to further support the ramp up at Drakelands in the current low tungsten price environment and to facilitate the Consolidated Entity's debt repayments.

At period end the Consolidated Entity was in discussion with the Lenders in regards to providing certain waivers of, and amendments to, the senior secured loan conditions for non-compliance to date (see Note 14) and to grant relief up to 31 March 2017 from financial and other covenants. On 8 March 2016 the Lenders signed a waiver and consent letter allowing the Consolidated Entity to reclassify the senior secured loan into its relevant current and non-current portions for future reporting periods.

No other matters or circumstances have arisen since the end of the financial period which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

AUDITOR'S DECLARATION

The lead auditor's independence declaration under section 307C of the Corporations Act 2001 is set out on page 6 for the half year ended 31 December 2015.

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

Russell Clark
Managing Director

Dated: 14 March 2016

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 2015, 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 Mack

PKF MACK

S Fermanis

SIMON FERMANIS
PARTNER

14 MARCH 2016
WEST PERTH,
WESTERN AUSTRALIA

Tel: 61 8 9426 8999 | Fax: 61 8 9426 8900 | www.pkfmack.com.au
PKF Mack | ABN 64 591 268 274
4th Floor, 35 Havelock Street | West Perth | Western Australia 6005 | Australia
PO Box 609 | West Perth | Western Australia 6872 | Australia

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 2015

	Note	31 December 2015 $	31 December 2014 $
Revenue	8	1,862,819	-
Cost of sales	9	(11,528,149)	-
Operating (profit)/loss		**(9,665,330)**	-
Other income		901	453
Finance income		110,782	302,581
Corporate costs		(2,451,194)	(3,376,255)
Finance costs	10	(4,820,572)	(1,158,828)
Depreciation		(7,425,039)	(70,093)
Loss before income tax		**(24,250,452)**	**(4,302,142)**
Income tax benefit		-	582,965
Loss for the period after income tax		**(24,250,452)**	**(3,719,177)**
Items that may be reclassified subsequently to profit or loss			
Exchange differences on translating foreign operations (net of tax)		(1,231,744)	10,975,389
Movement in the cash flow hedge reserve (net of tax)		(6,028,652)	(425,817)
Total comprehensive income/(loss) for the period		**(31,510,848)**	**6,830,395**
Earnings per share			
Basic and diluted loss per share (cents)		(3.00)	(0.46)

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
A.B.N. 11 121 831 472
AND CONTROLLED ENTITIES

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2015

	Note	31 December 2015 $	30 June 2015 $
CURRENT ASSETS			
Cash and cash equivalents		31,638,885	34,417,454
Derivative financial instruments		-	413,293
Other receivables		7,252,523	6,382,287
Inventory	11	1,269,683	-
TOTAL CURRENT ASSETS		40,161,091	41,213,034
NON-CURRENT ASSETS			
Mine development asset	12	-	296,983,129
Property, plant and equipment	13	309,173,252	614,746
Derivative financial instruments		-	517,220
Other receivables		19,900,851	20,110,873
TOTAL NON CURRENT ASSETS		329,074,103	318,225,968
TOTAL ASSETS		**369,235,194**	**359,439,002**
CURRENT LIABILITIES			
Trade and other payables		18,848,518	14,452,896
Provisions		177,526	172,843
Derivative financial instruments		2,812,220	358,748
Borrowings	14	129,040,908	7,328,596
TOTAL CURRENT LIABILITIES		150,879,172	22,313,083
NON CURRENT LIABILITIES			
Provisions		5,291,756	5,127,234
Derivative financial instruments		3,536,066	1,035,871
Borrowings	14	-	90,071,146
TOTAL NON CURRENT LIABILITIES		8,827,822	96,234,251
TOTAL LIABILITIES		**159,706,994**	**118,547,334**
NET ASSETS		**209,528,200**	**240,891,668**
EQUITY			
Issued capital	15	227,006,805	226,982,428
Reserves		27,220,950	34,358,344
Accumulated losses		(44,699,555)	(20,449,104)
TOTAL EQUITY		**209,528,200**	**240,891,668**

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 2015

	Issued Capital $	Accumulated Losses $	Share Based Payments Reserve $	Cash Flow Hedge Reserve $	Foreign Currency Translation Reserve $	Total $
Balance at 1 July 2014	226,295,680	(12,608,741)	2,498,535	-	4,881,440	221,066,914
Loss for the period	-	(3,719,177)	-	-	-	(3,719,177)
Other comprehensive income						
Foreign currency translation differences	-	-	-	-	10,975,389	10,975,389
Movement in cash flow hedge reserve	-	-	-	(425,817)	-	(425,817)
Total comprehensive profit/(loss) for the period	-	(3,719,177)	-	(425,817)	10,975,389	6,830,395
Transactions with owners, recorded directly in equity						
Issue of share capital	-	-	-	-	-	-
Share issue costs	(25,413)	-	-	-	-	(25,413)
Equity compensation benefit	-	-	36,302	-	-	36,302
Expiry of options	-	921,600	(921,600)	-	-	-
Balance at 31 December 2014	226,270,267	(15,406,318)	1,613,237	(425,817)	15,856,829	227,908,198
Balance at 1 July 2015	226,982,428	(20,449,103)	1,576,879	653,715	32,127,749	240,891,668
Loss for the period	-	(24,250,452)	-	-	-	(24,250,452)
Other comprehensive income						
Foreign currency translation differences	-	-	-	-	(1,231,744)	(1,231,744)
Movement in cash flow hedge reserve	-	-	-	(6,028,652)	-	(6,028,652)
Total comprehensive profit/(loss) for the period	-	(24,250,452)	-	(6,028,652)	(1,231,744)	(31,510,848)
Transactions with owners, recorded directly in equity						
Issue of share capital	28,657	-	-	-	-	28,657
Share issue costs	(4,280)	-	-	-	-	(4,280)
Equity compensation benefit	-	-	123,003	-	-	123,003
Expiry of options	-	-	-	-	-	-
Balance at 31 December 2015	227,006,805	(44,699,555)	1,699,882	(5,374,937)	30,896,005	209,528,200

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

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 31 DECEMBER 2015

	31 December 2015 $	31 December 2014 $
CASH FLOWS FROM OPERATING ACTIVITIES		
Sales - Tungsten	997,771	-
Payments to suppliers and employees	(8,541,765)	(5,241,899)
Other income	1,050	583,418
Net cash used in operating activities	(7,542,944)	(4,658,481)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for mine development assets	(21,622,642)	(98,975,903)
Payments made in respect on bonds and collateral deposits	-	(13,379,534)
Payments for property, plant and equipment	(336,945)	(55,431)
Interest received	123,273	301,769
Net cash used in investing activities	(21,836,314)	(112,109,099)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from borrowings	30,388,500	52,398,500
Payment of borrowing costs	(3,724,318)	(2,283,151)
Financial instrument payments	(442,640)	-
Payments for the Issue of Shares	(4,279)	-
Net cash from financing activities	26,217,263	50,115,349
Net increase/(decrease) in cash and cash equivalents	(3,161,995)	(66,652,231)
Effects of exchange rate changes on the balance of cash held in foreign currencies	383,426	4,529,359
Cash and cash equivalents at the beginning of the period	34,417,454	102,819,455
Cash and cash equivalents at the end of the period	31,638,885	40,696,583

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

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 and Alternative Investment Market. The interim financial report of the company for the six months ended 31 December 2015, 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 2015 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 14 March 2016.

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 Company's 2015 annual financial report for the financial year ended 30 June 2015, except for the impact of the Standards and Interpretations described below. Those accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

Going concern basis

The accounts have been prepared on a 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 Consolidated Entity incurred a loss after tax of $24,250,452 for the half year ended 31 December 2015 (2014: $3,719,177).

On 29 January 2016 Wolf Minerals Limited announced that a binding term sheet had been signed with Resource Capital Fund VI L.P. to provide a standby equity facility of up to £25,000,000 (~A$50,647,500). The funds from the facility will be used to further support the ramp up at Drakelands in the current low tungsten price environment and to facilitate the Consolidated Entity's debt repayments.

NOTE 2: BASIS OF PREPARATION (CONTINUED)

Going concern basis (continued)

At period end the Consolidated Entity was in discussion with the Lenders in regards to providing certain waivers of, and amendments to, the senior secured loan conditions for non-compliance to date (see Note 14) and to grant relief up to 31 March 2017 from financial and other covenants. On 8 March 2016 the Lenders signed a waiver and consent letter allowing the Consolidated Entity to reclassify the senior secured loan into its relevant current and non-current portions for future reporting periods.

The Consolidated Entity is currently funded through working capital and operational cash flows generated from the sale of tungsten. The Consolidated Entity intends to utilise the standby equity facility as required to further support working capital requirements.

At the date of approval of these accounts, and based upon the budgeted levels of expenditure and Board approved cash flow forecasts, the Directors are satisfied that the Consolidated Entity has sufficient cash and loan facilities to finance its operating expenses and ramp up of the Drakelands mine. The Directors believe it is appropriate to prepare these accounts on a going concern basis.

Critical accounting estimates and judgements

The preparation of the condensed consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the end of the reporting period. Actual results may differ from these estimates.

Amortisation of the mining asset is computed by the units of production basis over the estimated proved and probable reserves. Proved and probable mineral reserves reflect estimated quantities of economically recoverable reserves which can be recovered in the future from known mineral deposits. These reserves are amortised from the date on which production commences. The amortisation is calculated from recoverable proven and probable reserves and a predetermined percentage of the recoverable measured, indicated and inferred resource. This percentage is reviewed annually.

Significant items subject to such estimates are set out in the Accounting Policies to the Company's 2015 annual report. The nature and amounts of such estimates have not changed significantly during the interim period.

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 Company's 2015 annual report for the financial year ended 30 June 2015, except for the new accounting policies described below.

Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

NOTE 3: SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Inventory

Sale of goods

Revenue from the sale of goods and disposal of other assets is recognised when persuasive evidence, usually in the form of an executed sales agreement, or an arrangement exists, indicating there has been a transfer of risks and rewards to the customer, no further work or processing is required by the Group, the quantity and quality of the goods has been determined with reasonable accuracy, the price is fixed or determinable and collectability is reasonably assured. This is generally when title passes.

Recognition and measurement

Consumable materials for plant and equipment are recognised as inventory. Consumable stocks are carried at the lower of cost and net realisable value.

NOTE 4: SEGMENT INFORMATION NOTES

The Consolidated Entity has identified its operating segments based on the internal reports that are reviewed and used by the Managing Director to make decisions about resources to be allocated to the segments and assess their performance.

The Consolidated Entity has one reportable segment being its mine development 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 is the same as that presented to the Managing Director.

NOTE 5: CONTINGENT LIABILITIES

As at 31 December 2015 the Consolidated Entity did not have any contingent liabilities.

NOTE 6: DIVIDENDS

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

NOTE 7: KEY MANAGEMENT PERSONNEL

Remuneration arrangements of key management personnel are disclosed in the annual financial report.

	31 December 2015 $	31 December 2014 $
NOTE 8: REVENUE		
Revenue - tungsten	1,862,819	-
	1,862,819	-

	31 December 2015 $	30 June 2015 $
NOTE 9: COST OF SALES		
Mining	3,588,802	-
Processing	4,821,015	-
Site administration	3,118,332	-
	11,528,149	-
NOTE 10: FINANCE COSTS		
Bank charges	2,135	5,113
Interest expense	3,283,911	1,536
Borrowing costs	756,041	176,813
Rehabilitation discount unwind	165,829	-
Fair value losses on financial instruments	612,656	975,366
	4,820,572	1,158,828
NOTE 11: INVENTORY		
Consumables – at cost	1,269,683	-
	1,269,683	-
NOTE 12: MINE DEVELOPMENT ASSET		
Mine development expenditure		
Brought forward	296,983,129	119,669,556
Effect of foreign currency exchange differences	(2,895,985)	15,497,061
Expenditure capitalised during the period	21,235,450	161,816,512
Transferred to property, plant & equipment	(315,322,594)	-
At reporting date	-	296,983,129
NOTE 13: PROPERTY, PLANT & EQUIPMENT		
Plant and equipment:		
At cost	575,580	375,614
Accumulated depreciation	(217,683)	(176,858)
Total plant and equipment	357,897	198,756
Motor vehicles:		
At cost	735,189	612,431
Accumulated depreciation	(290,787)	(196,441)
Total motor vehicles	444,402	415,990
Mining asset:		
At cost	315,322,594	-
Accumulated depreciation	(6,951,641)	-
Total mining asset	308,370,953	-
Total property, plant and equipment	309,173,252	614,746

NOTE 13: PROPERTY, PLANT & EQUIPMENT (CONTINUED)

	Motor vehicles $	Plant and equipment $	Mining asset $	Total $
Balance at 30 June 2014	219,612	134,260	-	353,872
Additions	346,459	137,092	-	483,551
Depreciation expense	(164,605)	(81,972)	-	(246,577)
Effect of foreign currency exchange differences	14,524	9,376	-	23,900
Balance at 30 June 2015	415,990	198,756	-	614,746
Additions	128,834	208,111	315,322,594	315,659,539
Depreciation expense	(100,777)	(49,041)	(7,275,221)	(7,425,039)
Effect of foreign currency exchange differences	355	71	323,580	324,006
Balance at 31 December 2015	444,402	357,897	308,370,953	309,173,252

NOTE 14: BORROWINGS

	Current $	Non-current $
Senior secured loan:		
Balance at 30 June 2015	7,328,596	90,071,146
Drawdowns during the period	-	30,388,500
Amortisation of transaction costs	2,218,951	-
Effect of foreign currency exchange differences	(72,705)	(893,580)
Reclassification of borrowings	119,566,066	(119,566,066)
Balance at 31 December 2015	129,040,908	-

The Consolidated Entity did not achieve a scheduled project milestone in the senior secured loan conditions for the period under review. This non-compliance led to other related covenant non-compliance. The non-compliance has been subsequently waived by the Lenders on the 8 March 2016 (see Note 17). The waivers included an extension to 30 September 2016 for the scheduled project milestone to be achieved.

NOTE 15: ISSUED CAPITAL

	31 December 2015 $	30 June 2015 $
Issued and fully paid shares		
Fully paid ordinary shares (net of capital raising costs)	227,006,805	226,982,428
	227,006,805	226,982,428

	Number of shares	$
Balance at the beginning of the period	809,422,200	226,982,428
Shares issued during the period	124,593	28,657
Capital raising costs	-	(4,280)
Balance at the end of the period	809,546,793	227,006,805

NOTE 16: COMMITMENTS

(a) Development commitments

Under the terms of the forty year lease for the minerals and rights at the Project the Company has to pay an annual rent of ~$140,255 (£69,231) indexed annually. The option lapses if the Company fails to maintain its obligations under the lease.

Under the same option agreement the Company is required to procure security for various parties in the event that it is not able to meet its contractual obligations in terms of environmental rehabilitation and restoration at the conclusion of the Project.

(b) Lease expenditure commitments

	31 December 2015 $	30 June 2015 $
Not longer than one year	127,934	127,934
Longer than one year, but not longer than five years	338,451	415,333
	466,385	543,267

The Company has entered into the following lease on commercial terms for office accommodation:

Location	Term	Expiry
22 Railway Road Subiaco	4 years	19 June 2019

(c) Other contractual commitments

Mining Services Contract
In 2013 Wolf Minerals (UK) Limited awarded a £85 million (~A$162 million) Mining Services Contract ("MSC") for the Hemerdon tungsten and tin project to CA Blackwell (Contracts) Limited.

The MSC is rates based and made up of two parts:

- Phase 1, Mining pre-strip and Mine development,
- Phase 2, Mine production.

The MSC term for phase 1 is 11 months from the commencement date, followed by phase 2 which has a five year term from completion of phase 1 work. The MSC is able to be terminated by Wolf at any time with 60 days' notice.

Lee Moor Road Construction Contract
Wolf Minerals (UK) Limited awarded a £5.9 million (~A$11.9 million) Construction Contract to CA Blackwell (Contracts) Limited for the diversion of a public road to facilitate future growth of Drakelands mine. The commitment remaining at 31 December is £5.1 million (~A$10.3 million) and is expected it be incurred within the next 12 months.

NOTE 17: EVENTS SUBSEQUENT TO REPORTING DATE

On 29 January 2016 Wolf Minerals Limited announced that a binding term sheet had been signed with Resource Capital Fund VI L.P. to provide a standby equity facility of up to £25,000,000 (~A$50,647,500). The funds from the facility will be used to further support the ramp up at Drakelands in the current low tungsten price environment and to facilitate the Consolidated Entity's debt repayments.

At period end the Consolidated Entity was in discussion with the Lenders in regards to providing certain waivers of, and amendments to, the senior secured loan conditions for non-compliance to date (see Note 14) and to grant relief up to 31 March 2017 from financial and other covenants. On 8 March 2016 the Lenders signed a waiver and consent letter allowing the Consolidated Entity to reclassify the senior secured loan into its relevant current and non-current portions for future reporting periods.

No other matters or circumstances have arisen since the end of the financial period which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

DIRECTORS' DECLARATION

The Directors of the Company declare that:-

1. The financial statements and notes, as set out on pages 7 to 17 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 2015 and of its performance for the 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:

____
Russell Clark
Managing Director

Dated: 14 March 2016

PKF MACK

Accounting, Financial and Business Advisory

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF

WOLF MINERALS LIMITED

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Wolf Minerals Limited (the Company) and controlled entities (Consolidated Entity) which comprises the condensed consolidated statement of financial position as at 31 December 2015, the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated 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 31 December 2015, or during the half year.

Directors' Responsibility for the Half-Year Financial Report

The Directors of the Company 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 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 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 half-year 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 31 December 2015 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporation Regulations 2001. As the auditor of Wolf Minerals Limited and the entities it controlled during the half year, 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.

Tel: 61 8 9426 8999 | Fax: 61 8 9426 8900 | www.pkfmack.com.au
PKF Mack | ABN 64 591 268 274
4th Floor, 35 Havelock Street | West Perth | Western Australia 6005 | Australia
PO Box 609 | West Perth | Western Australia 6872 | Australia

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.

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 Wolf Minerals Limited 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 31 December 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

Without modifying our conclusion, we draw attention to Note 2 in the financial report. The Consolidated Entity incurred a net loss after tax of $(24,250,452) and had a net operating cash outflow of $(7,542,944) during the half-year ended 31 December 2015. These conditions, along with other matters as set out in Note 1, indicates the existence of a material uncertainty that may cast significant doubt about the Company and Consolidated Entity's ability to continue as a going concern and therefore, the Company and Consolidated Entity may be unable to realise its assets and discharge its liabilities in the normal course of business.

The financial report of the Consolidated Entity and the Company does not include any adjustments in relation to the recoverability and classification of recorded asset amounts or to the amounts and classification of liabilities that might be necessary should the Company and/or the Consolidated Entity not continue as going concerns.

PKF Mack

PKF MACK

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SIMON FERMANIS
PARTNER

14 MARCH 2016
WEST PERTH,
WESTERN AUSTRALIA