



**28 August 2015**

**Beowulf Mining plc**  
("Beowulf" or the "Company")

**Second Quarter Unaudited Interim Statement and Management Update for  
the Period Ended 30 June, 2015**

Beowulf (AIM: BEM; Aktietorget: BEO), the mineral exploration and development company focused on the Kallak iron ore project in northern Sweden and its Swedish exploration portfolio, announces its unaudited interim statement for the six months ended 30 June 2015 and provides a management update.

The next interim statement for the nine months ending 30 September 2015 will be released on or around Monday 30 November 2015.

**Highlights:**

- Beowulf commissioned further investigation of Kallak North iron ore in the knowledge that it could produce a 'super' high grade concentrate; the final report showed:
  - A 'super' high grade magnetite concentrate, with over 71 per cent iron content and very low levels of deleterious elements; and
  - A bonus high grade hematite concentrate with over 68 per cent iron content providing additional upside.
- The Company continues to work alongside key stakeholders in Jokkmokk as well as with communities that could be affected by the development of the mining project, including reindeer herders and Sami villages.
- The Company is in the process of completing a desktop review of all the historical information on its other exploration projects, which will assist in the exploration planning and capital allocation going forward.
- The Company started to rationalise its exploration portfolio in 2015, reducing the total area held, while maintaining those licence areas which demonstrate the greatest potential.
- Loss before and after taxation attributable to the owners of the parent of £330,276 (2014: £1,317,313).
- All of the resolutions put forward at the Annual General Meeting, as set out in the Notice of Annual General Meeting dated 5 June 2015, were unanimously approved by shareholders, as well as receiving the full support of the Company's largest shareholder.

## **Post Period Highlights:**

- An important step forward has been taken by the County Administrative Board ('CAB') for Norrbotten County when they published their response to the Swedish Government's request for comments on the national economic assessment of Kallak North. The findings were:
  - That mining was economically relevant to the area;
  - That the Kallak North project generates economic benefits at local, regional and national levels; and
  - That the Concession area applied for by the Company creates no conflicts where national interests are considered and is designated as an Area of National Interest ("ANI") for minerals.
  
- £650,000 (gross) raised in July 2015 with the issue of 52 million shares.

## **Kurt Budge, Chief Executive Officer, commented:**

*"The Company is looking forward to a busy second half of the year and we are optimistic that momentum is in our favour for a positive decision on the Exploitation Concession for Kallak North. Once the Concession is in place, Kallak North is significantly de-risked in the eyes of potential investors and strategic partners.*

*"The Board would like to thank Jan-Ola for his enthusiasm and commitment to Beowulf over the past 10 years. Since his retirement on June 12 2015, the Board and management team of Beowulf has changed completely from that of August 2014. With the change in leadership, Beowulf has re-established itself, strengthened its financial controls and governance procedures, re-focused the Company's strategy and aligned its interests with those of its shareholders. This all means that the Company is now in a stronger position, both operationally and financially.*

*"The incumbent management team has also demonstrated its commitment to sustaining the Company through a challenging period for junior explorer/developers, and adopted an approach in Sweden which is beginning to yield results."*

## **Operational**

### ***Exploitation Concession***

An important step forward was taken on 7 July 2015 with the Company's application for an Exploitation Concession for Kallak North, when the CAB for Norrbotten County published their response to the Swedish Government's request for comments on the national economic assessment of Kallak North.

The CAB stated in their response that mining is economically relevant, and that the Kallak North project generates economic benefits at local, regional and national levels, including direct and indirect jobs, tax revenues, and more broadly across mining equipment and services sectors in Sweden. In addition, the CAB stated that the Concession area applied for by the Company creates no conflicts where national interests are considered and is designated as an

ANI for minerals.

In the Company's opinion, the announcement was a positive turnaround from the position taken by the CAB in October 2014 and it also looked to the future, directing the Company towards working with communities that could be affected by the development of a mining project, including reindeer herders and Sami villages. This is work that the Company has already begun with regular interactions and meetings with key stakeholders in Jokkmokk over the last six months, including a first meeting between the new management team and representatives of the Sami villages in June 2015.

### ***'Super' High Grade Concentrate***

On 4 June 2015 the Company announced outstanding testwork results on iron ore samples from Kallak North. The Board had decided that with the funds raised in March 2015 it would commission further investigation of Kallak North ore, to demonstrate the quality of the orebody, despite the delay in being granted an Exploitation Concession, and in the knowledge that its technical consultants believed it could produce a 'super' high grade concentrate. That is exactly what the final report showed, a 'super' high grade magnetite concentrate, with over 71 per cent iron content and very low levels of deleterious elements (silica, alumina, phosphorous and sulphur) and a bonus high grade hematite concentrate with over 68 per cent iron content provides additional upside.

Beowulf's understanding of the quality of the orebody and the high grade products it can generate are critical building blocks that support a disciplined and rigorous strategic process for identifying the most appropriate investor and partner, who understands the fundamental value of Kallak North, and the future value of Kallak South, with further tonnes yet to be explored.

### ***Exploration Portfolio***

The Company has rationalised its exploration portfolio in 2015, reducing the total area held, while maintaining those licence areas which demonstrate the greatest potential. This has cut running costs, focused our efforts on ground that we believe demands investment and that we can add value to.

Exploration has for the most part taken a backseat this year, while limited cash resources have been directed at advancing Kallak North. However, we are in the process of completing a desktop review of the historical information on our exploration projects, which will assist us in our exploration planning and capital allocation going forward. We continue to seek a replacement COO, with interim support being given by technical consultants.

### **Financials**

- Loss before and after taxation attributable to the owners of the parent of £330,276 (2014: £1,317,313) and basic/diluted loss per share of 0.09p (2014: 0.47p). The main reasons for the lower loss in the period were lower corporate overheads especially salaries, and nil losses on derivative financial assets following the accelerated settlement of equity swap arrangements in January 2015.
- £172,995 in cash held at the period end.
- £650,000 (gross) raised in July 2015 with the issue of 52 million shares.

## **Corporate**

- The Board's Salary Sacrifice ended 31 May 2015 and shares were issued 9 June 2015 in respect of the cash amount sacrificed between 1 October 2014 and 31 May 2015, £45,798.
- Dr. Jan-Ola Larsson retired 12 June 2015.
- Beaufort Securities Limited were appointed as the Company's Joint Broker alongside Cantor Fitzgerald Europe on 18 June 2015.
- The Company's Annual General Meeting was held on 29 June 2015. All of the resolutions put forward at the meeting, as set out in the Notice of Annual General Meeting dated 5 June 2015, were unanimously approved by shareholders. The Board received the full support of the Company's largest shareholder.
- On 17 July 2015 the Company granted options over a total of 17 million ordinary shares to Mr. Budge and Mr. Metcalf.
- The closing number of ordinary shares in circulation at the date of this announcement is 429,079,256.

## **Enquiries:**

### **Beowulf Mining plc**

Kurt Budge, Chief Executive Officer

Tel: +44 (0) 20 3771 6993

### **Cantor Fitzgerald Europe**

(Nominated Advisor & Joint Broker)

Stewart Dickson / Jeremy Stephenson / Carrie Drummond

Tel: +44 (0) 20 7894 7000

### **Beaufort Securities Limited**

(Joint Broker)

Jon Belliss

Tel: +44 (0) 20 7382 8300

### **Blytheweigh**

Tim Blythe / Megan Ray

Tel: +44 (0) 20 7138 3204

## **Cautionary Statement**

Statements and assumptions made in this document with respect to the Company's current plans, estimates, strategies and beliefs, and other statements that are not historical facts, are forward-looking statements about the future performance of Beowulf. Forward-looking statements include, but are not limited to, those using words such as "may", "might", "seeks", "expects", "anticipates", "estimates", "believes", "projects", "plans", "strategy", "forecast" and similar expressions. These statements reflect management's expectations and assumptions in light of currently available information. They are subject to a number of risks and uncertainties, including, but not limited to, (i) changes in the economic, regulatory and political environments in the countries where Beowulf operates; (ii) changes relating to the geological information available in respect of the various projects undertaken; (iii) Beowulf's continued ability to secure enough financing to carry on its operations as a going concern; (iv) the success of its potential joint ventures and alliances, if any; (v) metal prices, particularly as regards iron ore. In

the light of the many risks and uncertainties surrounding any mineral project at an early stage of its development, the actual results could differ materially from those presented and forecast in this document. Beowulf assumes no unconditional obligation to immediately update any such statements and/or forecasts.

## About Us

The Kallak North iron ore deposit is located about 40km west of the Jokkmokk municipality centre in the Norrbotten County in Northern Sweden.

Local infrastructure is excellent with all-weather gravel roads passing through the project area and all parts are easily reached by well used forestry tracks. A major hydroelectric power station with associated electric power-lines is located only a few kilometres to the south east. The nearest railway (the 'Inland Railway Line') passes approximately 40km to the east. This railway line is connected at Gällivare with the 'Ore Railway Line', which is used by LKAB for delivery of their iron ore material to the Atlantic harbour at Narvik (Norway) or to the Botnian Sea harbour at Luleå (Sweden).

The total Kallak project area is approximately 80km<sup>2</sup>, and includes the Parkijaure licence granted in 2010 and the Ågåsjegge nr2 licence granted in 2014.

The Kallak North and Kallak South orebodies are centrally located and cover an area approximately 3,700m in length and 350m in width, as defined by drilling. The mineral resource estimate for Kallak North and South is based on drilling conducted between 2010-2014, a total 27,895m drilled, including 131 drillholes.

The latest resource statement for the Kallak project was finalised on the 28 November 2014, following the guidelines of the JORC Code 2012 edition, summary as follows:

	Category	Tonnage Mt	Fe %	P %	S %
Kallak North	Indicated	105.9	27.9	0.035	0.001
	Inferred	17.0	28.1	0.037	0.001
Kallak South	Indicated	12.5	24.3	0.041	0.003
	Inferred	16.8	24.3	0.044	0.005
Global	Indicated	118.5	27.5	0.036	0.001
	Inferred	33.8	26.2	0.040	0.003

The Ballek Joint Venture project comprises two exploration permits over a total area of approximately 8.7km<sup>2</sup>, located in the Norrbotten County in Northern Sweden. In September 2008 Beowulf reported a maiden JORC Code compliant Inferred Resource estimate for the Lulepotten copper-gold deposit of 5.4Mt, grading 0.8% Cu and 0.3g/t Au.

Other attractive portfolio assets include the Nautijaure licence with potential for IOCG, Grundträsk gold project and the Munka licence which hosts Sweden's largest, drill confirmed deposit of molybdenum.

**CONSOLIDATED INCOME STATEMENT**  
**For the 6 months ended 30 June 2015**

	(Unaudited) 6 months to 30 June 2015	(Unaudited) 6 months to 30 June 2014 as restated	(Audited) Year ended 31 Dec 2014
	£	£	£
<b>Continuing operations</b>			
Administrative expenses	<u>(331,370)</u>	<u>(551,103)</u>	<u>(1,032,355)</u>
<b>Operating loss</b>	(331,370)	(551,103)	(1,032,355)
Finance costs	-	(1,114)	-
Fair value loss on derivative financial assets	-	(777,033)	(2,032,835)
Share of post-tax losses of equity accounted joint venture	-	(2,928)	(2,552)
Finance income	<u>638</u>	<u>14,865</u>	<u>6,397</u>
<b>Loss before tax</b>	(330,732)	(1,317,313)	(3,061,345)
Tax	<u>-</u>	<u>-</u>	<u>-</u>
<b>Loss for the period</b>	<u>(330,732)</u>	<u>(1,317,313)</u>	<u>(3,061,345)</u>
Loss attributable to:			
Owners of the parent	(330,276)	(1,317,313)	(3,060,482)
Non-controlling interests	<u>(456)</u>	<u>-</u>	<u>(863)</u>
	<u>(330,732)</u>	<u>(1,317,313)</u>	<u>(3,061,345)</u>
Loss per share attributable to the owners of the parent:			
Basic and diluted (pence)	(0.09)	(0.47)	(1.00)

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**For the 6 months ended 30 June 2015**

	(Unaudited) 6 months to 30 June 2015	(Unaudited) 6 months to 30 June 2014 as restated	(Audited) Year ended 31 Dec 2014
	£	£	£
<b>Loss for the period</b>	(330,732)	(1,317,313)	(3,061,345)
<b>OTHER COMPREHENSIVE INCOME</b>			
<b>Items that will not be reclassified to profit or loss:</b>			
Revaluation of listed investments	(20,550)	3,656	986
<b>Items that may be reclassified subsequently to profit or loss:</b>			
Exchange difference arising on translation of foreign operations	(410,918)	(383,009)	(758,807)
Share of other comprehensive income of equity accounted joint venture	<u>-</u>	<u>(5,102)</u>	<u>(8,021)</u>
	(410,918)	(388,111)	(766,828)
<b>OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF INCOME TAX</b>	(431,468)	(384,455)	(765,842)
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<u>(762,200)</u>	<u>(1,701,768)</u>	<u>(3,827,187)</u>
Total comprehensive income attributable to:			
Owners of the parent	(756,175)	(1,701,768)	(3,819,849)
Non-controlling interests	<u>(6,025)</u>	<u>-</u>	<u>(7,338)</u>
	<u>(762,200)</u>	<u>(1,701,768)</u>	<u>(3,827,187)</u>

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**As at 30 June 2015**

	(Unaudited) As at 30 June 2015 £	(Unaudited) As at 30 June 2014 as restated £	(Audited) As at 31 Dec 2014 £
<b>ASSETS</b>			
<b>Non-current assets</b>			
Intangible assets	6,253,448	5,785,708	6,538,752
Property, plant and equipment	34,913	50,970	42,394
Investment in equity accounted joint ventures	-	198,905	-
Investments	-	23,220	20,550
Derivative financial assets	-	569,969	-
Loans and other financial assets	<u>49,822</u>	<u>564,994</u>	<u>53,262</u>
	<u>6,338,183</u>	<u>7,193,766</u>	<u>6,654,958</u>
<b>Current assets</b>			
Trade and other receivables	50,603	238,958	42,445
Derivative financial assets	-	-	150,000
Cash and cash equivalents	<u>172,955</u>	<u>554,436</u>	<u>186,889</u>
	<u>223,558</u>	<u>793,394</u>	<u>379,334</u>
<b>TOTAL ASSETS</b>	<u>6,561,741</u>	<u>7,987,160</u>	<u>7,034,292</u>
<b>EQUITY</b>			
<b>Shareholders' equity</b>			
Share capital	3,764,619	2,828,273	3,452,598
Share premium	15,070,648	14,078,466	15,009,812
Revaluation reserve	(30,000)	(6,780)	(9,450)
Capital contribution reserve	46,451	46,451	46,451
Share option reserve	72,675	67,760	69,318
Translation reserve	(1,333,184)	(555,593)	(927,835)
Accumulated losses	<u>(11,356,110)</u>	<u>(9,283,430)</u>	<u>(11,025,834)</u>
	6,235,099	7,175,147	6,615,060
Non-controlling interest	<u>123,109</u>	<u>-</u>	<u>129,134</u>
<b>TOTAL EQUITY</b>	<u>6,358,208</u>	<u>7,175,147</u>	<u>6,744,194</u>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	<u>203,533</u>	<u>812,013</u>	<u>290,098</u>
<b>TOTAL LIABILITIES</b>	<u>203,533</u>	<u>812,013</u>	<u>290,098</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>6,561,741</u>	<u>7,987,160</u>	<u>7,034,292</u>

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**For the 6 months ended 30 June 2015**

	Share capital £	Share premium £	Revaluation reserve £	Capital contribution reserve £	Share option reserve £
<b>Balance at 31 December 2013 as restated</b>	2,828,273	14,078,466	(10,436)	46,451	67,760
Total comprehensive income	-	-	3,656	-	-
<b>Balance at 30 June 2014</b>	<u>2,828,273</u>	<u>14,078,466</u>	<u>(6,780)</u>	<u>46,451</u>	<u>67,760</u>
Issue of share capital	624,325	1,248,650	-	-	-
Costs associated with the issue of new shares	-	(317,304)	-	-	-
Equity-settled share-based payment transactions	-	-	-	-	1,558
Acquisition of subsidiary	-	-	-	-	-
Total comprehensive income	-	-	(2,670)	-	-
<b>Balance at 31 December 2014</b>	<u>3,452,598</u>	<u>15,009,812</u>	<u>(9,450)</u>	<u>46,451</u>	<u>69,318</u>
Issue of share capital	312,021	83,776	-	-	-
Costs associated with the issue of new share	-	(22,940)	-	-	-
Equity-settled share-based payment transactions	-	-	-	-	3,357
Total comprehensive income	-	-	(20,550)	-	-
<b>Balance at 30 June 2015</b>	<u>3,764,619</u>	<u>15,070,648</u>	<u>(30,000)</u>	<u>46,451</u>	<u>72,675</u>
	Translation reserve £	Accumulated losses £	Total £	Non-controlling interest £	Total equity £
<b>Balance at 31 December 2013 as restated</b>	(167,482)	(7,966,117)	8,876,915	-	8,876,915
Total comprehensive income	(388,111)	(1,317,313)	(1,701,768)	-	(1,701,768)
<b>Balance at 30 June 2014</b>	<u>(555,593)</u>	<u>(9,283,430)</u>	<u>7,175,147</u>	<u>-</u>	<u>7,175,147</u>
Issue of share capital	-	-	1,872,975	-	1,872,975
Costs associated with the issue of new shares	-	-	(317,304)	-	(317,304)
Equity-settled share-based payment transactions	-	-	1,558	-	1,558
Acquisition of subsidiary	-	-	-	136,472	136,472
Total comprehensive income	(372,242)	(1,742,404)	(2,117,316)	(7,338)	(2,124,654)
<b>Balance at 31 December 2014</b>	<u>(927,835)</u>	<u>(11,025,834)</u>	<u>6,615,060</u>	<u>129,134</u>	<u>6,744,194</u>
Issue of share capital	-	-	395,797	-	395,797
Costs associated with the issue of new shares	-	-	(22,940)	-	(22,940)
Equity-settled share-based payment transactions	-	-	3,357	-	3,357
Total comprehensive income	(405,349)	(330,276)	(756,175)	(6,025)	(762,200)
<b>Balance at 30 June 2015</b>	<u>(1,333,184)</u>	<u>(11,356,110)</u>	<u>6,235,099</u>	<u>123,109</u>	<u>6,358,208</u>

**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**For the 6 months ended 30 June 2015**

	(Unaudited) 6 months to 30 June 2015	(Unaudited) 6 months to 30 June 2014 as restated	(Audited) Year ended 31 Dec 2014
	£	£	£
<b>Cash flows from operating activities</b>			
Loss before income tax	(330,732)	(1,317,313)	(3,061,345)
Depreciation charges	4,825	2,733	8,227
Equity-settled share-based transactions	3,357	-	1,558
Impaired exploration costs recovered	-	(36,804)	-
Impairment of exploration costs	-	-	3,187
Impairment of accrued interest receivable	-	9,725	-
Share of post-tax losses of equity accounted joint venture	-	2,928	2,552
Gain on asset acquisition arising on reclassifying Joint venture as a subsidiary	-	-	(59,891)
Finance costs	-	777,033	2,032,835
Finance income	<u>(638)</u>	<u>(14,878)</u>	<u>(6,397)</u>
	(323,188)	(576,576)	(1,079,274)
(Increase)/Decrease in trade and other receivables	(8,638)	326,891	200,747
(Decrease)/Increase in trade and other payables	<u>(90,760)</u>	<u>348,384</u>	<u>(242,953)</u>
<b>Net cash (used in)/from operating activities</b>	<u>(422,586)</u>	<u>98,699</u>	<u>(1,121,480)</u>
<b>Cash flows from investing activities</b>			
Purchase of intangible fixed assets	(113,366)	(1,174,537)	(1,375,121)
Sale of intangible fixed assets	-	36,804	-
Purchase of property, plant and equipment	-	(51,713)	(48,631)
Sale/(purchase) of fixed asset investments	37	(101)	-
Sale of investments	-	-	49,205
Funding of joint venture	-	(624,373)	(294,639)
Acquisition of subsidiary cash	-	-	1,168
Interest received	<u>638</u>	<u>5,153</u>	<u>6,397</u>
<b>Net cash used in investing activities</b>	<u>(112,691)</u>	<u>(1,808,767)</u>	<u>(1,661,621)</u>
<b>Cash flows from financing activities</b>			
Proceeds from issue of shares	395,797	-	887,975
Payment of share issue costs	(22,940)	-	(182,304)
Settlement of derivative financial asset	<u>150,000</u>	<u>298,608</u>	<u>312,775</u>
<b>Net cash from financing activities</b>	<u>522,857</u>	<u>298,608</u>	<u>1,018,446</u>
<b>Decrease in cash and cash equivalents</b>	(12,420)	(1,411,460)	(1,764,655)
Cash and cash equivalents at beginning of period	186,889	1,983,616	1,983,616
Effect of foreign exchange rate changes	<u>(1,514)</u>	<u>(17,719)</u>	<u>(32,072)</u>
<b>Cash and cash equivalents at end of period</b>	<u><u>172,955</u></u>	<u><u>554,437</u></u>	<u><u>186,889</u></u>

**NOTES TO THE CONSOLIDATED STATEMENT OF CASH FLOWS**  
**For the 6 months ended 30 June 2015**

**1. Cash and cash equivalents**

The amounts disclosed in the statement of cash flows in respect of cash and cash equivalents are in respect of these statements of financial position amounts:

**Period ended 30 June 2015**

	(Unaudited) As at 30 June 2015 £	(Audited) As at 31 Dec 2014 £
Cash and cash equivalents	<u>172,955</u>	<u>186,889</u>

**Period ended 30 June 2014**

	(Unaudited) As at 30 June 2014 as restated £	(Audited) As at 31 Dec 2013 as restated £
Cash and cash equivalents	<u>554,436</u>	<u>1,983,616</u>

**Period ended 31 December 2014**

	(Audited) As at 31 Dec 2014 £	(Audited) As at 31 Dec 2013 as restated £
Cash and cash equivalents	<u>186,889</u>	<u>1,983,616</u>

Cash and cash equivalents consist of cash in hand and balances with banks.

## NOTES TO THE UNAUDITED CONSOLIDATED INTERIM FINANCIAL INFORMATION For the 6 months ended 30 June 2015

### 1. Basis of preparation

These interim financial statements for the six month period ended 30 June 2015 have been prepared using the historical cost convention, on a going concern basis and in accordance with applicable International Financial Reporting Standards as adopted by the European Union ("IFRS") and with those parts of the UK Companies Act 2006 applicable to companies reporting under IFRS as adopted by the European Union. They have also been prepared on a basis consistent with the accounting policies expected to be applied for the year ending 31 December 2015, and which are also consistent with the accounting policies applied for the year ended 31 December 2014 except for the adoption of any new standards and interpretations.

These interim results for the six months ended 30 June 2015 are unaudited and do not constitute statutory accounts as defined in Section 434 of the Companies Act 2006. The financial statements for the year ended 31 December 2014 have been delivered to the Registrar of Companies and filed at Companies House and the auditors' report on those financial statements was unqualified and did not contain a statement made under Section 498(2) or Section 498(3) of the Companies Act 2006.

### 2. Prior year adjustments

#### *Change in accounting policy*

During the year ended 31 December 2014, the Group adopted IFRS 11 'Joint Arrangements' which was effective for periods beginning on 1 January 2014. The Directors have considered the factors specified within IFRS 11 and classified the interest in the jointly controlled entity, Wayland Copper Limited as a joint venture. Under the requirements of IFRS 11, joint ventures are accounted for using the equity accounting method. Joint ventures are initially recognised at cost and subsequently adjusted for the Group's share of the profit and losses and other comprehensive income in the joint venture.

The accounting policy adopted prior to the implementation of IFRS 11 followed the requirements of IAS 31 'Financial reporting of Interests in Joint Ventures' under which the Group had accounted for the interest in the jointly controlled entity using the proportional consolidation method.

The Group has retrospectively restated the 2014 figures to reflect this change in accounting policy.

#### *Re-classification of impairment of investment*

In 2012 a full provision was made in the Revaluation Reserve in respect of a £95,000 investment in Agricola Resources Plc following its de-listing from the PLUS market. A prior year adjustment was made in the financial statements for the year ended 31 December 2014 to transfer this impairment in value of the investment from Revaluation Reserve to Accumulated Losses to reflect the permanent diminution of value following the de-listing.

### 3. Loss per share

Basic loss per share is calculated by dividing the loss attributable to ordinary owners of the parent by the weighted average number of ordinary shares of 362,187,280 (30 June 2014: 282,827,365 and 31 December 2014: 304,755,824) outstanding during the period. There is no difference between the basic and diluted loss per share.

### 4. Called up share capital

	(Unaudited) 30 June 2015	(Unaudited) 30 June 2014	(Audited) 31 Dec 2014
	£	£	£
<b>Allotted, issued and fully paid</b>			
376,461,972 ordinary shares of 1p each	<u>3,764,619</u>	<u>2,828,273</u>	<u>3,452,598</u>

**NOTES TO THE UNAUDITED CONSOLIDATED INTERIM FINANCIAL INFORMATION**  
**For the 6 months ended 30 June 2015**

The number of shares in issue was as follows:

	Number of shares
<b>Balance as 31 December 2013</b>	282,827,365
Issued during the period	<u>-</u>
<b>Balance at 30 June 2014</b>	282,827,365
Issued during the period	<u>62,432,484</u>
<b>Balance at 31 December 2014</b>	345,259,849
Issued during the period	<u>31,202,123</u>
<b>Balance at 30 June 2015</b>	<u>376,461,972</u>

**5. Availability of interim report**

A copy of these results will be made available for inspection at the Company's registered office during normal business hours on any weekday. The Company's registered office is at 207 Temple Chambers, 3-7 Temple Avenue, London, EC4Y 0DT. A copy can also be downloaded from the Company's website at [www.beowulfmining.com](http://www.beowulfmining.com). Beowulf Mining plc is registered in England and Wales with registered number 02330496.