



## **PATEL MINING PRIVILEGE, LIMITADA**

(Fiscal Registration Number 400 205 221)

### **Unaudited Financial Statements**

FOR THE YEAR ENDED 31 March, 2025

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### **Owners' responsibility statement**

The owners are responsible for the preparation and fair presentation of the annual statements of **Patel Mining Privilege, Limitada** which comprise the statement of financial position at **31 March, 2025**, and the statements of income for the period then ended as well as the notes to the financial statements which include a summary of significant accounting policies and other explanatory notes in accordance with General Accounting plan for small entities in Mozambique (PGC-PE).

The owners' responsibility includes – designing, implementing and maintaining internal control relevant to the preparation and fair presentation of these financial statements that are free from material misstatement, whether due to fraud or error: selecting and applying appropriate accounting policies: and making accounting estimates that are reasonable in the circumstances.

The owners' responsibility also includes maintaining adequate accounting records and an effective system of risk management.

The owners acknowledge that they are ultimately responsible for the system of internal financial control established by the business and place considerable importance on maintaining a strong control environment. To enable the owners to meet these responsibilities, they set standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include a proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the business and all employees are required to



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**Unaudited Financial Statements**

*FOR THE YEAR ENDED 31 March, 2025*

**Owners' responsibility statement - continued**

maintain the highest ethical standards in ensuring the business's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the business is on identifying, assessing, managing and monitoring all known forms of risk across the business. While operating risk cannot be fully eliminated, the business endeavors to minimize it by ensuring that appropriate infrastructure, controls, systems and ethical behavior are applied and managed within pre-determined procedures and constraints.

The owners are of the opinion, based on the information and explanations given by management that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss

The owners have reviewed the business's cash flow forecast for the forthcoming year and, in the light of this review and the current financial position, are satisfied that the business has or has access to adequate resources to continue in operational existence for the foreseeable future.

Director 

Date: April 29, 2025



**PATEL MINING PRIVILEGE, LIMITADA**

(Fiscal Registration Number 400 205 221)

**STATEMENT OF FINANCIAL POSITION AS AT 31ST MARCH 2025**

(Expressed in Mozambican Meticals)

	<i>Note</i>	<b>31-Mar-25</b>	<b>31-Mar-24</b>
<b>ASSETS</b>			
<b><u>Non-Current Assets</u></b>			
Property Plant and Equipment (Net)	2.2 (b,c), 3	-	29,373
<b><u>Current Assets</u></b>			
Trade & Other Receivables	4	-	40,257,772
Cash and cash equivalents	5	285,597	285,597
<b>Total Assets</b>		<b>285,597</b>	<b>40,572,742</b>
<b>LIABILITIES</b>			
<b><u>Capital &amp; Reserves</u></b>			
Social Capital	6	25,000	25,000
Profit & Loss A/c - Opening Balance		32,607,672	(8,004,126)
Profit & Loss A/c - Current Year		(41,244,503)	40,611,798
<b><u>Non-Current Liabilities</u></b>			
Loan	7	-	-
<b><u>Current Liabilities</u></b>			
Trade & Other Payables	8	8,897,429	7,940,070
<b>Total Liabilities</b>		<b>285,597</b>	<b>40,572,742</b>



**PATEL MINING PRIVILEGE, LIMITADA**

(Fiscal Registration Number 400 205 221)

**STATEMENT OF COMPREHENSIVE INCOME**

**FOR THE YEAR ENDED 31ST MARCH 2025**

(Expressed in Mozambican Meticaís)

	<i>Note</i>	<b>31-Mar-25</b>	<b>31-Mar-24</b>
<b><u>Income</u></b>			
Other Income	11	-	164,007,788
<b><u>Expenses</u></b>			
Personnel Costs		-	-
Administrative costs	9	41,241,103	123,392,590
Depreciation Costs		3,400	3,400
Net Financial Gain/Loss	10	-	-
<b>Profit/(Loss) for the year</b>		<b>(41,244,503)</b>	<b>40,611,798</b>
Transferred to Pre-operating Costs		-	-
<b>Profit /(Loss) for the year</b>		<b>(41,244,503)</b>	<b>40,611,798</b>



## **PATEL MINING PRIVILEGE, LIMITADA**

(Fiscal Registration Number 400 205 221)

### **SIGNIFICANT ACCOUNTING POLICIES**

**FOR THE YEAR ENDED 31 March, 2025**

#### **1. Introduction**

**Patel Mining Privilege, Limitada**, is a privately owned quota company with limited liability incorporated in 2008 with its head office in Maputo, Mozambique. Its main activity is the preparation of geographical, economical and technical studies, feasibility studies and the exploration of mineral coal and its derivatives in Cabo Delgado, north region of Mozambique

#### **2. Basis of preparation and summary of significant accounting policies**

##### **2.1 Basis of preparation**

###### **2.1.1 Statement of compliance**

The financial statements have been prepared in accordance with General Accounting plan for small entities in Mozambique (PGC-PE).

##### **2.2 Summary of significant accounting policies**

The accounting policies set out below will be applied consistently to all periods in the financial statements, except where specifically stated.

###### *a). Foreign currency transactions*

Transactions in foreign currencies are translated at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the foreign exchange rate ruling at the balance sheet date. Foreign exchange differences arising on the translations are recognized in the income statement. Non-monetary assets and liabilities denominated in foreign currencies, which are stated at historical cost, are translated at the foreign exchange rate ruling at the date of the transaction. In accordance with current Mozambican PGC-PE, exchange differences on long-term assets and liabilities are treated as loss or gain for the year in the income statement.



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**SIGNIFICANT ACCOUNTING POLICIES - continued**

**FOR THE YEAR ENDED 31 March, 2025**

*b). Property, plant and equipment*

Property, plant and equipment is stated at historical cost less accumulated depreciation.

Depreciation is calculated on the straight-line method to write off the cost of each asset, or the revalued amounts, at the pre-determined rates in accordance with current Mozambican PGC-PE. The annual depreciation rates in respect of the major categories of property, plant and equipment are as follows:

▪ Plant and machinery	10.00%
▪ Buildings	2.00%
▪ Motor vehicles	20.00%
▪ Office equipment	12.50%
▪ Intangible assets	33.33%

Depreciation methods, useful lives and residual values are re-assessed at each reporting date.

Gains or losses on the disposal of property, plant and equipment are determined by reference to their carrying amount and are taken into account in determining operating results.

*c). Impairment of non-financial assets*

The carrying amounts of the company's non-financial assets are reviewed at each balance sheet date to determine whether there is an indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. An impairment loss is recognized whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognized in the income statement.

*d). Revenue recognition*

The company recognises revenue from contracts with customers based on a five step model as set out in IFRS 15:

Step 1. Identify contract(s) with a customer: A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for every contract that must be met.

Step 2. Identify performance obligations in the contract: A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.

Step 3 Determine the transaction price: The transaction price is the amount of consideration to which the company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.



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**SIGNIFICANT ACCOUNTING POLICIES - continued**

**FOR THE YEAR ENDED 31 March, 2025**

Step 4. Allocate the transaction price to the performance obligations in the contract: For a contract that has more than one performance obligation, the company allocates the transaction price to each performance obligation in an amount that depicts the amount of consideration to which the company expects to be entitled in exchange for satisfying each performance obligation.

Step 5. Recognise revenue when (or as) the company satisfies a performance obligation.

The company satisfies a performance obligation and recognises revenue over time, if one of the following criteria is met:

- The company performance does not create an asset with an alternate use to the company and the company has an enforceable right to payment for performance completed to date.
- The company performance creates or enhances an asset that the customer controls as the asset is created or enhanced.
- The customer simultaneously receives and consumes the benefits provided by the company performance as the company performs.

For performance obligations where one of the above conditions are not met, revenue is recognised at the point in time at which the performance obligation is satisfied.

When the company satisfies a performance obligation by delivering the promised goods or services it creates a contract based asset on the amount of consideration earned by the performance. Where the amount of consideration received from a customer exceeds the amount of revenue recognised this gives rise to a contract liability.

Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes and duty. The company assesses its revenue arrangements against specific criteria to determine if it is acting as principal or agent.

Revenue is recognised to the extent it is probable that the economic benefits will flow to the company and the revenue and costs, if applicable, can be measured reliably.



**PATEL MINING PRIVILEGE, LIMITADA**

(Fiscal Registration Number 400 205 221)

**SIGNIFICANT ACCOUNTING POLICIES - continued**

**FOR THE YEAR ENDED 31 March, 2025**

*e). Taxation*

Income tax on the profits of an accounting period comprises current and deferred tax. Income tax is recognized in the income statement except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the balance sheet date and any adjustment to tax payable in respect of prior years.

*f). Provisions*

A provision is recognized in the balance sheet when the company has a legal or constructive obligation as a result of past events and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made.

*g). Customer receivables*

Customer receivables are carried at anticipated realizable value. An estimate is made for doubtful receivables based on a review of all outstanding amounts at year end.

*h). Cash and cash equivalents*

For the purposes of the statement of cash flow, cash and cash equivalents comprise cash in hand, bank balances and deposits held with bankers. Bank overdrafts are shown as current liabilities.



**PATEL MINING PRIVILEGE, LIMITADA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 March, 2025**

**3. NON-CURRENT ASSETS**

**Property Plant and Equipment**

(Expressed in Mozambican Meticaïs)

**Costs**

Initial Amount

31-Mar-25	31-Mar-24
123,466,713	123,466,713

Addition

-	-
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Transferring to Pre-operating Costs

-	-
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**Book Value**

<b>123,466,713</b>	<b>123,466,713</b>
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Initial Amount

(44,750)	(41,350)
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Depreciation

(3,400)	(3,400)
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<b>123,418,563</b>	<b>123,421,963</b>
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Less : Provision for impairment

(123,418,563)	(123,392,590)
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-	<b>29,373</b>
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**4. TRADE AND OTHER RECEIVABLES**

(Expressed in Mozambican Meticaïs)

Assignment Mozambique, LDA

31-Mar-25	31-Mar-24
1,514,826	1,514,826

Fortune Mine Concession LDA

9,301,997	9,301,997
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Placer Mining Division LDA

9,341,629	9,341,629
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Chivaro Mines Mozambique, LDA

1,638,455	1,638,455
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Trend Mining Mozambique, LDA

3,696,999	3,696,999
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Accord Mines Ventures, LDA

2,140,750	2,140,750
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Enrich Mining Vision LDA

3,179,075	3,179,075
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Patel Mining Enterprises LDA

23,166	23,166
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Netcore Mining Operations LDA

20,624	20,624
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Quest Mining Activities LDA

23,166	23,166
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Metalline Mine Works, LDA

2,455,328	2,455,328
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Advance to Employees

151,577	151,577
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VAT Recoverable

1,397,030	1,397,030
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Sudhakar T.L.Gowda

1,185,116	1,185,116
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PA Auto solution

18,185	18,185
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Salcaderia e advogados, LDA

269,401	269,401
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Capital Subscription

478,984	478,984
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Aries Consulting LDA

435,746	435,746
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Salazar Jorge

40,000	40,000
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Laurindra Omar

86,394	86,394
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Shiva Analitics

235,275	235,275
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Sal & Calderia Advogado, LDA

269,401	269,401
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Indo Africa Chamber of Commercial

524,275	524,275
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Dr. T.L.Sudhakar

1,264,683	1,264,683
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Other receivables

565,690	565,690
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Less : Provision for impairment

(40,257,772)	-
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-	<b>40,257,772</b>
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## PATEL MINING PRIVILEGE, LIMITADA

(Fiscal Registration Number 400 205 221)

### NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 March, 2025

#### 5. CASH AND CASH EQUIVALENTS

(Expressed in Mozambican Meticaís)

	31-Mar-25	31-Mar-24
Cash Maputo	(19,500)	(19,500)
STB Mts	2,116	2,116
BIM Mts	305,361	305,361
BIM USD	(24,733)	(24,733)
STB USD	22,353	22,353
	<b>285,597</b>	<b>285,597</b>

#### 6. SOCIAL CAPITAL

(Expressed in Mozambican Meticaís)

	31-Mar-25	31-Mar-24
Patel Mining Mauritius Limited	24,500	24,500
Rupen Patel	500	500
	<b>25,000</b>	<b>25,000</b>

#### 7. LOANS

(Expressed in Mozambican Meticaís)

	31-Mar-25	31-Mar-24
Patel Mining Mauritius Limited	-	-
Patel Engineering Mauritius Limited	-	-
Patel Engineering Singapore Pte Limited	-	-
Patel Engineering Limited	-	-
	<b>-</b>	<b>-</b>

**PATEL MINING PRIVILEGE, LIMITADA**  
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**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 March, 2025**

**8. TRADE AND OTHER PAYABLES**

(Expressed in Mozambican Meticaïs)

	<b>31-Mar-25</b>	<b>31-Mar-24</b>
Aries Consulting, Limitada	336,889	336,889
Afrin Prestige Hotel	167,006	167,006
Rupen Patel	590,213	590,213
CW Ducker & Associados, Limitada	43,758	43,758
Withholding Tax	514,339	514,339
Contributions for INSS	39,870	39,870
Quest Mining Activities, limitada	1,665	1,665
Fortune Mines Concessions, Limitada	2,284,296	2,284,296
Omni Mines Enterprises, Limitada	302,912	302,912
Netcore Mining Operations, Limitada	223,300	223,300
Metalline Mine Works, Limitada	62,000	62,000
Dr. T.L. Sudhakar	1,320,251	1,320,251
Sharehold	1,754,046	1,754,046
Other	299,525	299,525
Provision for expenses	957,359	
<b>Total</b>	<b>8,897,429</b>	<b>7,940,070</b>

**9. ADMINISTRATIVE COST**

(Expressed in Mozambican Meticaïs)

	<b>31-Mar-25</b>	<b>31-Mar-24</b>
Professional fees	957,359	-
Administrative Cost	-	123,392,590
Provision for impairment	40,283,744	-
	<b>41,241,103</b>	<b>123,392,590</b>

**10. FINANCIAL COST**

(Expressed in Mozambican Meticaïs)

	<b>31-Mar-25</b>	<b>31-Mar-24</b>
Other Financial Loss	-	-
Interest Cost	-	-
Unrealised Exchange difference	-	-
Bank Charges	-	-
	<b>-</b>	<b>-</b>

**PATEL MINING PRIVILEGE, LIMITADA**  
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**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 March, 2025**

**11. OTHER INCOME**

(Expressed in Mozambican Meticaís)

**Exchange Gains**

Unrealised

Other income

	<b>31-Mar-25</b>	<b>31-Mar-24</b>
	-	2,149
	-	164,005,638
	<b>-</b>	<b>164,007,788</b>

**12. RELATED PARTY TRANSACTIONS**

There were related party transactions during the period under review as described in notes 4,6, 7 and 8 above.

**13. CAPITAL COMMITMENTS**

At 31 March, 2025, there were no capital commitments.

**14. CONTINGENT LIABILITIES**

At 31 March, 2025, there were no contingent liabilities.