



## **FORTUNE MINES CONCESSION, LIMITADA**

(Fiscal Registration Number 400205 248)

### **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 **FORTUNE MINES CONCESSION, LIMITADA (Previously known as Patel Mining Concession, Limitada)** which comprise the statement of financial position at **31 March 2025**, and the statements of income for the year 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 polices: 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



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#### **Owners' responsibility statement**

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 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 the preliminary exploration of mines, a slump in demand for Tantalite and the current financial position, it has been decided to surrender the license for exploration back to the Mining department as a result of which the company is proposed to be closed.

Director \_\_\_\_\_

Date: April 29, 2025



## FORTUNE MINES CONCESSION, LIMITADA

(Fiscal Registration Number 400 205 248)

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

(Expressed in Mozambican Meticaís)

*Note*

**31-Mar-25**

**31-Mar-24**

#### **ASSETS**

##### **Non-Current Assets**

Property Plant and Equipment (Net)

2.2 (b,c), 3

-

-

##### **Current Assets**

Trade & Other Receivables

4

-

2,284,296

Cash and cash equivalents

5

-

-

**Total Assets**

-

**2,284,296**

#### **LIABILITIES**

##### **Capital & Reserves**

Social Capital

6

25,000

25,000

Profit & Loss A/c - Opening Balance

(12,038,358)

(31,325,624)

Profit & Loss A/c - Current Year

(3,241,655)

19,287,266

##### **Non-Current Liabilities**

Loan

7

9,301,997

9,301,997

##### **Current Liabilities**

Trade & Other Payables

8

5,953,016

4,995,657

**Total Liabilities**

-

**2,284,296**



**FORTUNE MINES CONCESSION, LIMITADA**

(Fiscal Registration Number 400 205 248)

**STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31ST MARCH 2025**

(Expressed in Mozambican Meticals)

	<i>Note</i>	<b>31-Mar-25</b>	<b>31-Mar-24</b>
<b><u>Income</u></b>			
Other Income	9	-	19,287,266
<b><u>Expenses</u></b>			
Personnel Costs		-	-
Administrative costs	10	3,241,655	-
Depreciation Costs		-	-
Finance Cost	11	-	-
Provision for Impairment of Property, Plant and Equipment		-	-
<b>Profit/(Loss) before tax</b>		<b>(3,241,655)</b>	<b>19,287,266</b>
Transferred to Pre-operating Costs		-	-
<b>Profit /(Loss)after tax</b>		<b>(3,241,655)</b>	<b>19,287,266</b>



## **FORTUNE MINES CONCESSION, LIMITADA**

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### **Financial Statements**

*For the year ended 31 March, 2025*

### **SIGNIFICANT ACCOUNTING POLICIES**

#### **1. Incorporation and activities**

The company is a privately owned quota capital company with limited liability, incorporated in 2009 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 Zambezia, Central 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).

###### **2.1.2 Summary of significant accounting policies**

The accounting policies set out below, have been 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.





## **FORTUNE MINES CONCESSION, LIMITADA**

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### **Financial Statements**

*For the year ended 31 March, 2025*

### **SIGNIFICANT ACCOUNTING POLICIES- Continued**

#### *b). Property, plant and equipment*

The mines are under exploration and hence the costs are under capital work in progress. However, during the year the company Management has re-assessed the feasibility of continuing its activities in Mozambique where due to a slump in mining activity the company has decided to withdraw the application for exploration Licenses/Surrender of the exploration Licenses already obtained, owing to which the company is proposed to be closed and a provision for impairment of the Property Plant and Equipment has been made in the books.

#### *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 assets 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.

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((Fiscal Registration Number 400 205 248))

### **Financial Statements**

*For the year ended 31 March, 2025*

#### **SIGNIFICANT ACCOUNTING POLICIES- Continued**

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.

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.



## **FORTUNE MINES CONCESSION, LIMITADA**

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### **Financial Statements**

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#### **SIGNIFICANT ACCOUNTING POLICIES- Continued**

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.

#### *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

#### *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 possible 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). 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.





## FORTUNE MINES CONCESSION, LIMITADA

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### Financial Statements

For the year ended 31 March, 2025

### NOTES TO THE FINANCIAL STATEMENTS

#### 3. NON-CURRENT ASSETS

(Expressed in Mozambican Meticaís)

##### Costs

Initial Amount

**31-Mar-25**      **31-Mar-24**

23,049,142      23,049,142

Transferring to Pre-operating Costs

-      -

##### Total

**23,049,142**      **23,049,142**

Amortization

Initial Amount

(354,784)      (354,784)

Additions

Accumulated Depreciation

**(354,784)**      **(354,784)**

##### Book Value

22,694,358      22,694,358

Less: Provision for Impairment

(22,694,358)      (22,694,358)

##### Net Book Value

-      -

#### 4. TRADE AND OTHER RECEIVABLES

(Expressed in Mozambican Meticaís)

VAT (deductible)

**31-Mar-25**      **31-Mar-24**

283,108      283,108

Withholding

38,646      38,646

Staff Advances

220,051      220,051

Patel Mining Priviledge, LDA

2,284,296      2,284,296

Sudhakar T. Laksadaya Gowda

115,121      115,121

Other

3,771      3,771

2,944,994      2,944,994

Less: Provision for Impairment

(2,944,994)      (660,698)

**-**      **2,284,296**



**FORTUNE MINES CONCESSION, LIMITADA**  
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**NOTES TO THE FINANCIAL STATEMENTS- Continued**  
*For the year ended 31 March, 2025*

**5. CASH AND CASH EQUIVALENT**

(Expressed in Mozambican Meticaïs)

Standard Bank MZN

Standard Bank USD

31-Mar-25	31-Mar-24
-	-
-	-
-	-

**6. SOCIAL CAPITAL**

(Expressed in Mozambican Meticaïs)

Patel Mining Mauritius Limited

Rupen Patel

31-Mar-25	31-Mar-24
24,500	24,500
500	500
<b>25,000</b>	<b>25,000</b>

**7. LOAN**

(Expressed in Mozambican Meticaïs)

Patel Mining Mauritius Limited

Loan from Patel Mining Priviledge, LDA

31-Mar-25	31-Mar-24
-	-
9,301,997	9,301,997
<b>9,301,997</b>	<b>9,301,997</b>

**8. TRADE AND OTHER PAYABLES**

(Expressed in Mozambican Meticaïs)

Eduardo Abilio Colete

C.W.Ducker e Associados, Limitada

Withholding Tax

Contribution to INSS

Remuneration

Accruals

Aries Consulting

Aries Corporate

Sudhakar

Hotel Tamariz

Other

Provision for expenses

31-Mar-25	31-Mar-24
12,000	12,000
121,516	121,516
868,488	868,488
348,541	348,541
2,931,582	2,931,582
6,358	6,358
16,170	16,170
4,750	4,750
239,206	239,206
23,800	23,800
423,246	423,246
957,359	
<b>5,953,016</b>	<b>4,995,657</b>



## **FORTUNE MINES CONCESSION, LIMITADA**

(Fiscal Registration Number 400 205 248)

### **Financial Statements**

*For the year ended 31 March, 2025*

#### **9. OTHER INCOME**

(Expressed in Mozambican Meticaïs)

##### **Exchange Gains**

Unrealised

Others

<b>31-Mar-25</b>	<b>31-Mar-24</b>
-	246
-	19,287,020
<b>-</b>	<b>19,287,266</b>

#### **10. ADMINISTRATIVE COSTS**

(Expressed in Mozambican Meticaïs)

Professional fees

Provision for impairment

<b>31-Mar-25</b>	<b>31-Mar-24</b>
957,359	-
2,284,296	-
<b>3,241,655</b>	<b>-</b>

#### **11. FINANCE COSTS**

(Expressed in Mozambican Meticaïs)

Unrealised Exchange difference

<b>31-Mar-25</b>	<b>31-Mar-24</b>
-	-
<b>-</b>	<b>-</b>

#### **12. RELATED PARTY TRANSACTIONS**

There were transactions with related parties as described in notes 4 and 7 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.