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ZULEIKA GOLD

ZULEIKA GOLD LIMITED

ABN 43 141 703 399

FINANCIAL REPORT
for the half-year ended 31 December 2023

CORPORATE DIRECTORY

Board of Directors

Annie Hui Guo	Executive Chair (appointed 18 July 2022)
Graeme Purcell	Non-Executive Director
Michael Higginson	Non-Executive Director (appointed 31 August 2023)

Company Secretary

Michael Higginson

Principal & Registered Office

Level 1
8 Kings Park Road
West Perth WA 6005

Postal Address

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West Perth WA 6005

Contact Details

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www.zuleikagold.com

Share Registry

2024 Automic Pty Ltd
Level 5/191 St Georges Terrace
Perth, Western Australia, 6000
1300 288 664 (Telephone)
www.automicgroup.com.au

Auditors

Hall Chadwick WA Audit Pty Ltd
283 Rokeby Road
Subiaco, Western Australia 6008

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DIRECTORS' REPORT

The Directors of Zuleika Gold Limited (**Zuleika Gold, Consolidated Entity** or the **Company**) (ASX: **ZAG**) submit their Interim Financial Statements for the financial half-year ended 31 December 2023.

Directors

The names of the Directors of the Company in office at any time during the half-year and to the date of this Report are:

- Hui Guo (Executive Chair – appointed 18 July 2022)
- Jonathan Lea (Managing Director – resigned 31 August 2023)
- Graeme Purcell (Non-Executive Director)
- Michael Higginson (Non-Executive Director – appointed 31 August 2023)

Review of Operations

Project Interests

The Company has the following project interests as shown in Figures 1 & 2 as at 31 December 2023:

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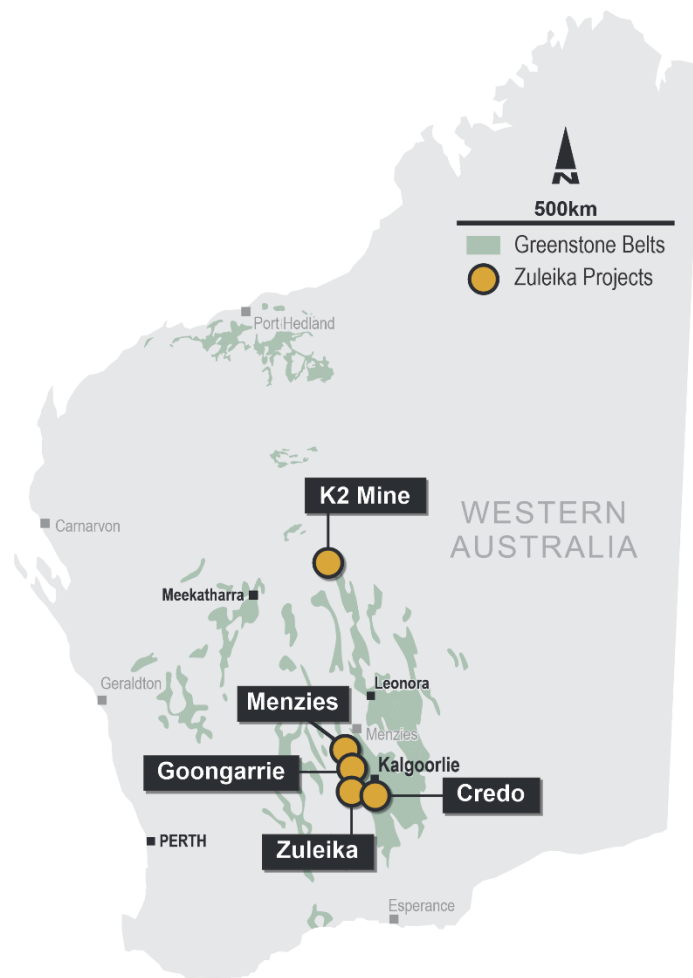


Figure 1 – Project Location Plan

DIRECTORS' REPORT

Review of Operations (continued)

Exploration and Evaluation

Zuleika Gold is a Western Australian focused gold explorer with a large and highly prospective tenement holding in the Kalgoorlie to Menzies region of the Eastern Goldfields. Zuleika Gold has four exploration projects and a 4.1% ownership of the K2 deposit (near the Plutonic operation north of Meekatharra) (Figures 1 & 2).

Zuleika Gold continued its systematic and methodical exploration of its 220km² flagship Zuleika Project. The joint venture with Asra Minerals Limited (ASX:ASR) is operated and managed by Zuleika Gold and sits within the prolific gold rich Kundana - Ora Banda district of the Kalgoorlie Goldfield (Figure 2). The Project is positioned along significant regional structures within highly prospective stratigraphy which has been the host to more than 20 million ounces of gold production over the last 30 years. Transported cover overlies much of the area, that has limited the effectiveness of previous exploration and hence potential remains for significant discoveries.

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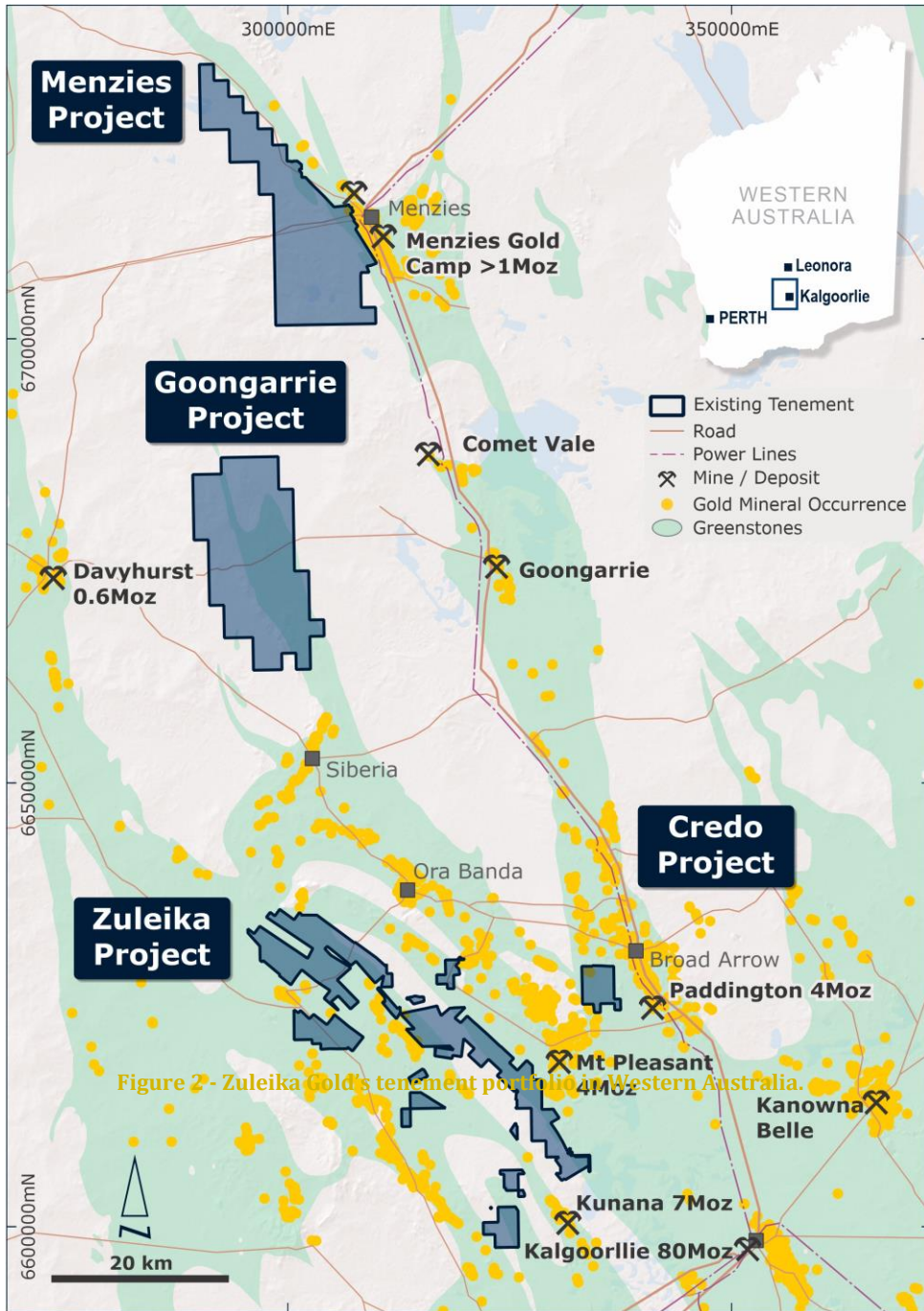


Figure 2 - Zuleika Gold's tenement portfolio in Western Australia.

DIRECTORS' REPORT

Review of Operations (continued)

Exploration and Evaluation (continued)

Extensive soil sampling programmes continued during 2023 producing a number of significant gold targets both at the Zuleika, Menzies and Goongarrie projects. Field validation is being undertaken and drilling and heritage approvals are now either in place or pending. Drilling is planned to commence in 2024.

The Company's exploration strategy is to effectively test drill targets defined through the combination of new and highly sensitive soil geochemical surveys, along with existing geological and geophysical data. Following the extensive geochemical surveys, a full targeting review commenced during the period to assess the results and prioritise targets for drill testing. Zuleika Gold continues to assess new projects as opportunities present.

The areas being explored are:

Zuleika Project

The Zuleika Project comprises a large approximately 220km² landholding immediately northwest of Kalgoorlie in an area richly endowed with gold mineralisation (near Kundana) and well structurally prepared, yet ineffectually explored owing to recent transported cover. Geological interpretation and highly sensitive soil geochemistry followed by drilling are the main tools to identify new prospects.

Over 1,000 soil samples were collected in 2023 from the Zuleika Project area. The prospects sampled were Browns Dam, Breakaway Dam, Castle East, Little T and Star Well (Figure 3). Previously sampling was also completed at Grants Patch West and Zuleika North. The sampling was designed to extend previous sampling programs that returned encouraging results and in high priority areas that have favourable lithological and structural settings. Drill approvals have been received for these two prospects.

The Zuleika Project's tenement holding was also expanded where 3 new prospecting license applications (578Ha) were submitted covering the prospective gabbro unit on the western side of the Grants Patch project area and contiguous with current tenure. An exploration license application (613Ha) was made for prospective ground joining the Star Well and Little T prospects to the west of Kundana (Figure 3).

In addition to the soils sampling and geological interpretation, a full targeting review continued during the period to assess the results and prioritise targets for drill testing. Drilling approvals are in place, or pending, with drilling now planned to commence during 2024.

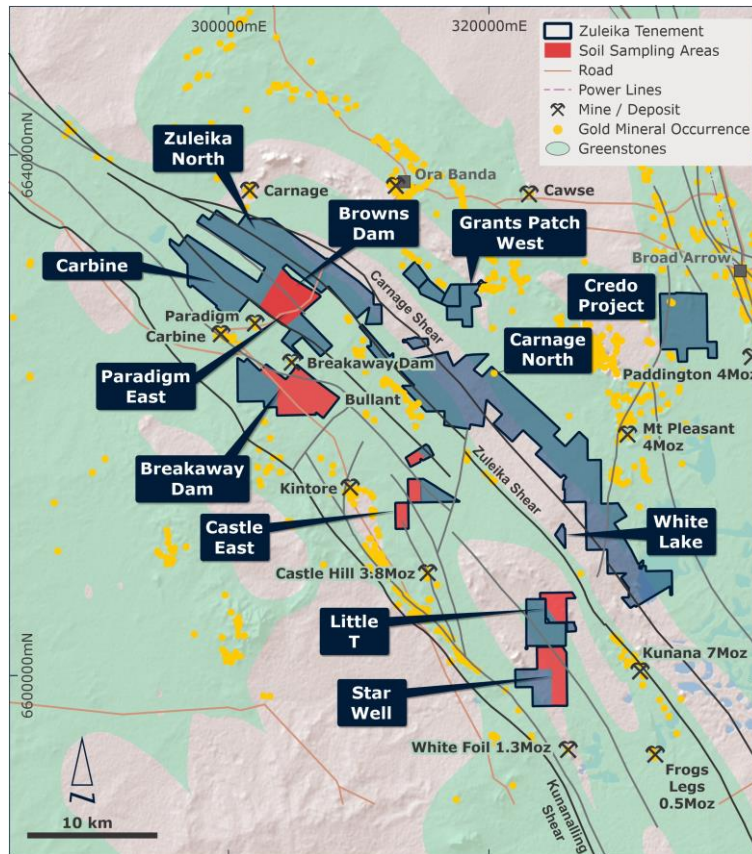


Figure 3- Zuleika Project with Prospects and recent soil sampling coverage

DIRECTORS' REPORT

Review of Operations (continued)

Exploration and Evaluation (continued)

Menzies Project

The Menzies Project is a significant tenement holding immediately west of the major gold producing centre at Menzies considered to have significant potential to host high grade Menzies style lode mineralisation and possibly granite hosted stockworks. Further geochemical soil sampling was completed in 2023 focussed on the prospective and structurally prepared greenstone-granite contact.

A significant anomaly (approximately 2km long) was identified in the central part of the M29/418 that coincides with a sheared lithological contact containing an extensive zone of historical underground workings (Figure 4). Only shallow and limited historical drilling exists in this area and potential remains to define extensive mineralisation.

The interpretation of new and historical results coupled with ground truthing completed and drilling approvals obtained. A heritage survey was completed during the period and final approval received. The mineralisation target is for high grade quartz veins associated with lithological contacts as evident in some of the historic workings. With at least 400m of untested strike length there is clearly potential for gold mineralisation and drilling is planned for 2024.

A second north-south trend of anomalism revealed in the soil geochemistry data in the south part of the tenement is primarily related to an alluvial regolith and further work is required to determine prospectivity.

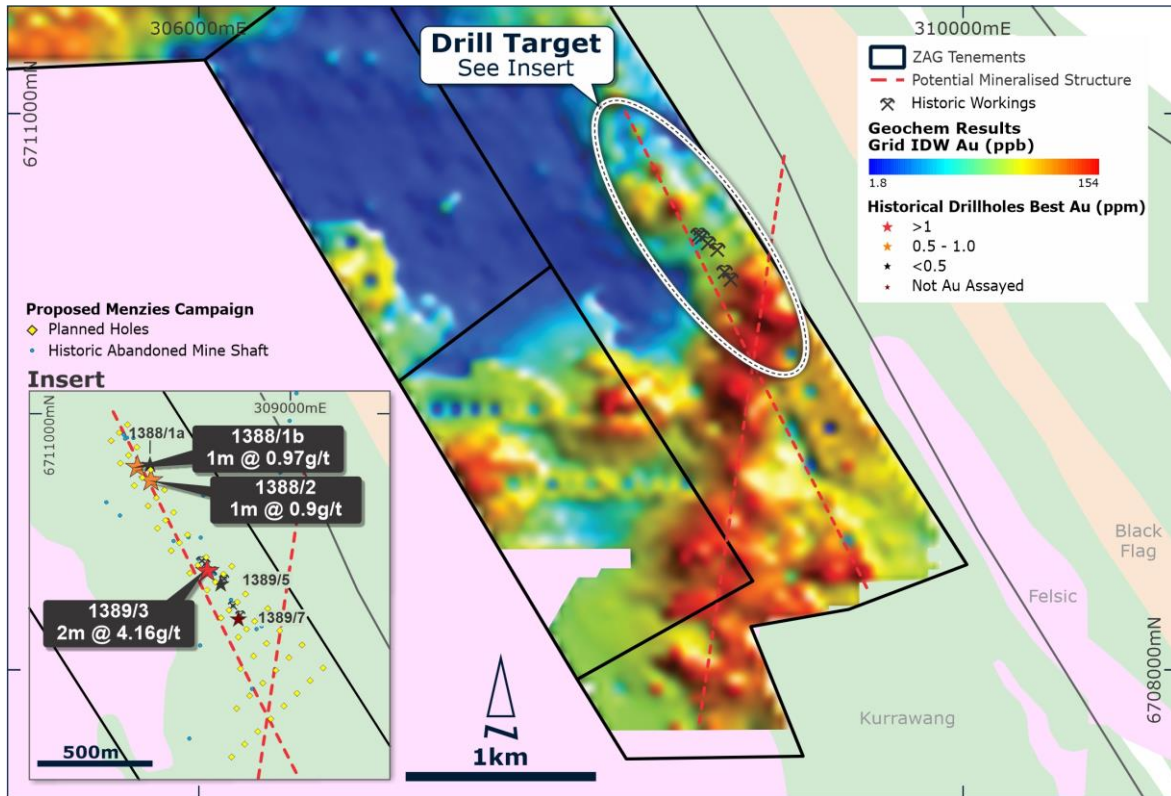


Figure 4 – Menzies soils – contoured gold assays and planned drilling area

Goongarrie Project

The Goongarrie Project is a large landholding covering a major greenstone belt with a favourable structural setting around 90km north of Kalgoorlie. New and existing soil geochemistry results support the potential for gold and nickel mineralisation and no drilling has been recorded on the tenements. Further geochemical soil sampling was completed during 2023 with the aim of drilling defined targets in 2024.

The tenements cover over 230 km² of the northern section of the Wongi Hills Greenstone Belt, which extends 50 km north northwest from the mining centre at Siberia. Zuleika Gold is earning an 80% interest in both tenements from separate parties. The geology is dominated by a south-plunging synclinal structure of mafic and ultramafic rocks with minor felsic rocks and narrow bands of metasediments enclosed by granites. The sequence has been intruded by fine-grained felsic porphyry dykes and quartz veins. Structural interpretation suggests significant faulting (potential pathways for mineralising fluids) parallel to the fold axes with some of the mafic lithologies removed along the eastern contact with the granite. Existing soil geochemistry data coupled with the favourable geology and structural preparation strongly support the possibility of the presence of gold mineralisation.

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DIRECTORS' REPORT

Review of Operations (continued)

Exploration and Evaluation (continued)

A soil sampling program at Goongarrie was completed in March 2023. The best gold results were well above background and a number of extensive nickel and gold anomalies were also outlined. No previous drilling is recorded at the anomalous areas or in any part of the tenement package. Results have confirmed the tenor and extent of gold and nickel anomalies. A 5km long zone of gold anomalism was defined on the western side of the syncline (Figure 5). The nickel results also indicate 15km long zone of elevated nickel values along the western side of the syncline that defines the regional lithology.

The gold results are highly encouraging and reinforce the positive results provided by the partial coverage of historic soil sampling results. It is anticipated that gold targets will be further refined following ground truthing of anomalies and subsequent drilling will test for both gold and nickel potential.

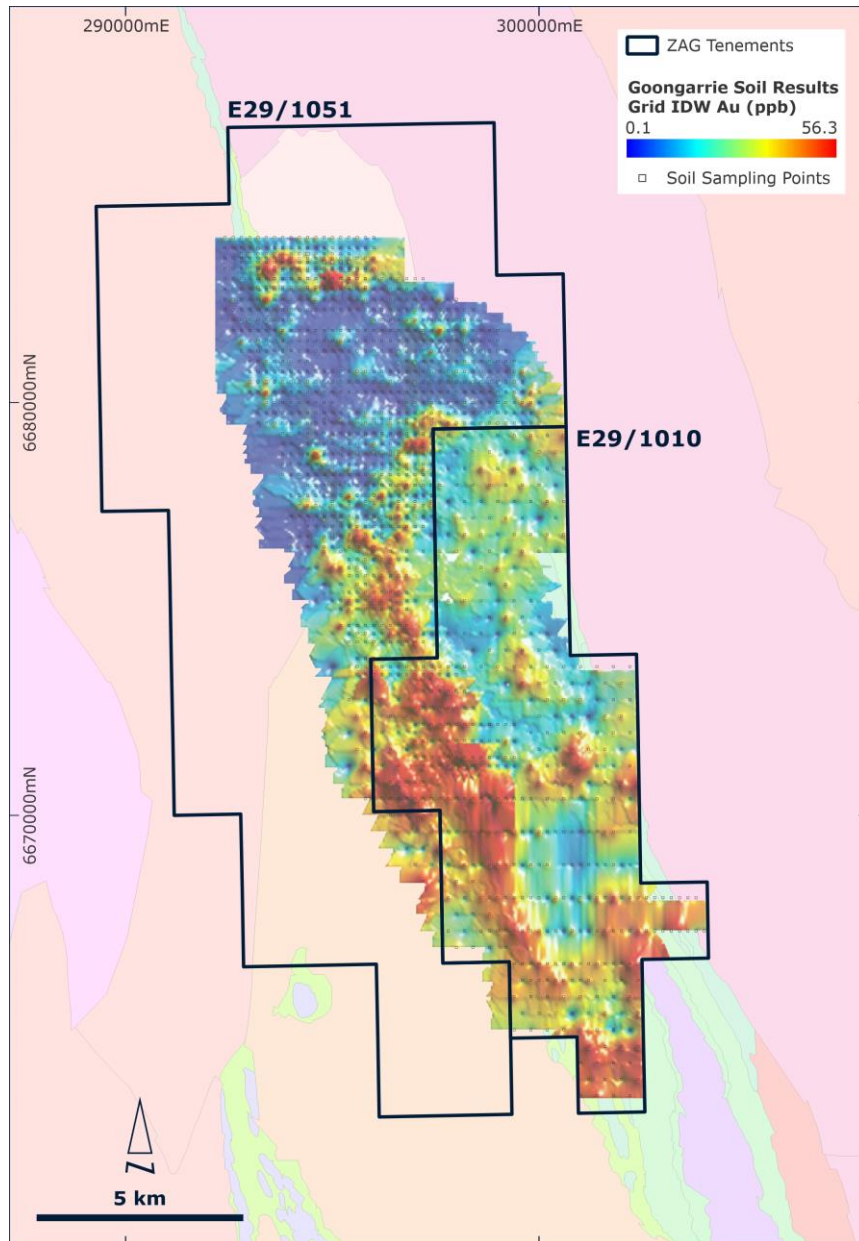


Figure 5 – Goongarrie soils - gold results from all programs

Credo Project

The Credo Project is located north of Kalgoorlie and close to the Paddington operation (Figures 2 & 3). Several drill phases resulted in a JORC compliant Mineral Resource estimate at Credo being released in June 2020 of an Inferred Mineral Resource of 87kt @ 4.41g/t for 12.3koz of contained gold. Potential exists to increase the size of this resource. Options to monetise the gold resource are being investigated with potential for toll treatment at nearby processing plants.

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DIRECTORS' REPORT

Review of Operations (continued)

Exploration and Evaluation (continued)

K2 Project

Zuleika Gold owns 4.1% of the K2 Project that is located 35km north of the Plutonic Mine in Western Australia. Originally Zuleika Gold had the right to earn 50% of the project through a binding agreement but following the vendor repudiating the farm-in process legal action resulted in the Supreme Court of WA finding in Zuleika Gold's favour in late 2022 and confirming the 4.1% stake.

The K2 Mine has a 1.4km developed decline to the ore blocks and contains Resources of 107,000 ounces at 8.9 g/t Au which includes 67,000 ounces at 10.9 g/t. Further legal action is planned to determine the quantum of costs and subsequently the damages payable by the vendors to Zuleika Gold for breach of contract.

Zuleika Gold is actively seeking damages and an order requiring the transfer of Zuleika Gold's beneficial interest earned pursuant to the K2 Project Farm-in-Joint Venture Binding Term Sheet against Vango Mining Limited (ASX:VAN) (Vango) and its wholly owned subsidiary Dampier (Plutonic) Pty Ltd (DPPL) (ASX: Ann. 16/5/2017). In the 2022 court decision, Zuleika Gold was confirmed as having a 4.1% beneficial interest in the mining lease, and any contiguous tenements which cover adjacent, on-strike or down-dip extensions of the K2 orebody or mineralised zones. The process for transferring to Zuleika the 4.1% interest in M52/183, including the K2 project, is well advanced.

Earlier in 2023, Vango was taken over and is now a wholly owned subsidiary of gold miner Catalyst Metals Ltd (Catalyst), (ASX:CYL). Catalyst subsequently consolidated the mineral field following the completion of an arrangement with Canadian listed Superior Gold Inc and hence Catalyst acquired the Plutonic Mining operation. Legal advice has confirmed that Catalyst's takeover of Vango does not affect Zuleika Gold's entitlement to recover costs from Vango and DPPL or Zuleika Gold's claim for damages.

Following the verdict from the stage 1 legal proceedings announced in 2022, that overwhelmingly found in Zuleika Gold's favour, Zuleika Gold attended the appeal hearing on 6 November 2023. The verdict for the appeal is expected to be released in the first or second quarter of 2024. The next stage of litigation has commenced to determine the quantum of damages payable by Vango and DPPL to Zuleika Gold. Zuleika Gold has been awarded costs of \$950,000 (as a result of the Honourable Justice Smith delivering her judgment in respect of the Costs Application in favour of Zuleika Gold) which Vango and DPPL have agreed to pay.

Zuleika Gold has continued discussions with Catalyst in an attempt to resolve the litigation. Zuleika Gold hopes for a positive outcome from the discussions, but if not forthcoming will continue its legal action as vigorously and as quickly as possible. Zuleika Gold has sought discovery from Vango and DPPL to enable it to quantify its damages claim, which it expects to advance in the second half of 2024.

Financial Result

The profit after tax for the half-year ended 31 December 2023 was \$517,596 (2022: loss of \$477,339). The Company derived a profit after recognising a receivable of \$950,000 following successful negotiations between the Company and Vango / DPPL where Vango / DPPL have agreed to pay the \$950,000 Costs Orders.

Events Subsequent to Reporting Date

There are no material subsequent events which have occurred from balance date to the date of this report.

Auditor's independence declaration

The auditor's independence declaration under section 307C of the Corporations Act 2001 is set out on page 9.

This Report is signed in accordance with a resolution of the Board of Directors.

On behalf of the Directors.



Annie Hui Guo
Executive Chair

Dated this 6th day of March 2024

To the Board of Directors

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

As lead audit Director for the review of the financial statements of Zuleika Gold Limited for the half year ended 31 December 2023, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- any applicable code of professional conduct in relation to the review.

Yours Faithfully,

Hall Chadwick
HALL CHADWICK WA AUDIT PTY LTD

Mark Delaurentis
MARK DELAURENTIS CA
Director

Dated this 6th day of March 2024
Perth, Western Australia

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CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

for the half-year ended 31 December 2023

	Note	31 Dec 2023 \$	31 Dec 2022 \$
Continuing operations			
Revenue	4	10,144	13,635
Other income	4	950,000	-
Administration expenses		(433,963)	(415,099)
Exploration and evaluation expenses	10	(8,585)	(9,481)
Share-based payments expense		-	(66,394)
Profit / (Loss) from continuing operations before income tax		517,596	(477,339)
Income tax (expense) / benefit		-	-
Profit / (Loss) from continuing operations		517,596	(477,339)
Other comprehensive income			
Items that will not be reclassified to profit or loss			-
Items that may be subsequently reclassified to profit or loss			-
Total comprehensive Profit / (loss) for the period		517,596	(477,339)
Profit / (Loss) attributable to owners of the Company		517,596	(477,339)
Total comprehensive Profit / (loss) attributable to owners of the Company		517,596	(477,339)
Profit / (Loss) per share:			
From continuing operations			
Basic (cents per share)	5	0.09	(0.09)
Diluted (cents per share)	5	0.09	(0.09)

The accompanying condensed notes form part of the consolidated financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 31 December 2023

	Note	31 Dec 2023 \$	30 Jun 2023 \$
Current assets			
Cash and cash equivalents	6	2,624,260	823,297
Other receivables	7	982,559	64,723
Other assets	8	23,936	8,839
Total current assets		3,630,755	896,859
Non-current assets			
Property, plant and equipment	9	327	13,655
Intangible assets	11	2,200	3,983
Exploration and evaluation expenditure	10	8,069,106	7,521,043
Total non-current assets		8,071,633	7,538,681
TOTAL ASSETS		11,702,388	8,435,540
Current liabilities			
Trade and other payables	12	258,276	494,276
Lease liability	13	-	14,748
Total current liabilities		258,276	509,024
TOTAL LIABILITIES		258,276	509,024
NET ASSETS		11,444,112	7,926,516
Equity			
Issued capital	14	41,110,799	38,110,799
Reserves	15	5,787,093	5,787,093
Accumulated losses		(35,453,780)	(35,971,376)
TOTAL EQUITY		11,444,112	7,926,516

The accompanying condensed notes form part of the consolidated financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the half-year ended 31 December 2023

Company	Attributable to equity holders				
	Ordinary Shares	Accumulated Losses	Option Reserve	Other Reserve	Total Equity
For the six months ended 31 December 2023	\$	\$	\$	\$	\$
Balance at 1 July 2023	38,110,799	(35,971,376)	4,492,395	1,294,698	7,926,516
<i>Transactions with shareholders in their capacity as shareholders</i>					
Shares issued	3,000,000	-	-	-	3,000,000
<i>Comprehensive loss</i>					
Profit for the period	-	517,596	-	-	517,596
Total comprehensive Profit for the half-year	-	517,596	-	-	517,596
Balance as at 31 December 2023	41,110,799	(35,453,780)	4,492,395	1,294,698	11,444,112

Company	Attributable to equity holders				
	Ordinary Shares	Accumulated Losses	Option Reserve	Other Reserve	Total Equity
For the six months ended 31 December 2022	\$	\$	\$	\$	\$
Balance at 1 July 2022	38,078,799	(34,926,152)	4,459,891	1,304,684	8,917,222
<i>Transactions with shareholders in their capacity as shareholders</i>					
Shares issued	32,000	-	-	-	32,000
Options issued	-	-	32,504	-	32,504
Performance Rights – (amortisation)	-	-	-	1,890	1,890
<i>Comprehensive loss</i>					
(Loss) for the period	-	(477,339)	-	-	(477,339)
Total comprehensive (loss) for the half-year	-	(477,339)	-	-	(477,339)
Balance as at 31 December 2022	38,110,799	(35,403,491)	4,492,395	1,306,574	8,506,277

The accompanying condensed notes form part of the consolidated financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

for the half-year ended 31 December 2023

	Note	31 Dec 2023 \$	31 Dec 2022 \$
Cash flows from operating activities			
Interest received		8,279	6,678
Payments to suppliers and employees		(624,416)	(393,283)
Interest paid		(7,104)	(1,112)
Net cash (used in) operating activities		(623,241)	(387,717)
Cash flows from investing activities			
Payments for exploration and evaluation		(573,426)	(1,172,823)
Net cash (used in) investing activities		(573,426)	(1,172,823)
Cash flows from financing activities			
Proceeds from the issue of shares		3,000,000	-
Proceeds from Borrowings		500,000	-
Repayment of Borrowings		(500,000)	-
Repayment of lease liability		(2,370)	(6,615)
Net cash (used in) / provided by financing activities		2,997,630	(6,615)
Net (decrease) / increase in cash and cash equivalents		1,800,963	(1,567,155)
Cash and cash equivalents at the beginning of the half-year		823,297	3,737,129
Cash and cash equivalents at the end of the half-year	6	2,624,260	2,169,974

The accompanying condensed notes form part of the financial statements.

CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2023

1. Basis of preparation of interim financial report

Zuleika Gold Limited (**Zuleika Gold, Consolidate Entity or Company**) is a public company limited by shares incorporated in Australia whose shares are quoted on the Australian Securities Exchange.

These financial statements comprise the Company and a dormant subsidiary. The half-year financial statements were authorised for issue by the Board of Directors on 6 March 2024.

This interim financial report for the half-year period ended 31 December 2023 has been prepared in accordance with accounting standard AASB 134 Interim Financial Reporting and the Corporations Act 2001. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

This interim financial report does not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Group as in the full financial report.

It is recommended that this interim financial report be read in conjunction with the annual financial report for the financial year ended 30 June 2023 and considered together with any public announcements made by Zuleika Gold during the half-year ended 31 December 2023 and to the date of the directors' report in accordance with the continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, except for the impact of any new or amended standards became applicable for the current reporting period.

2. Summary of Significant Accounting Policies

(a) Exploration and evaluation expenditure

Exploration and evaluation expenditures in relation to each separate area of interest is recognised as an exploration and evaluation asset in the year in which they are incurred where the following conditions are satisfied:

- (i) the rights to tenure of the area of interest are current; and
- (ii) at least one of the following conditions is also met:
 - (a) the exploration and evaluation expenditures are expected to be recouped through successful development and exploration of the area of interest, or alternatively, by its sale; or
 - (b) exploration and evaluation activities in the area of interest have not at the reporting date reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves, and active operations in, or in relation to, the area of interest are continuing.

Exploration and evaluation assets are initially measured at cost and include acquisition of rights to explore, studies, exploratory drilling, trenching and sampling and associated activities directly related to each area of interest. Consultant's fees related to the overall exploration programmes are allocated across the tenements on a pro-rata basis. General and administrative costs are only included in the measurement of exploration and evaluation costs where they are related directly to operational activities in a particular area of interest.

Exploration and evaluation assets are assessed for impairment when facts and circumstances suggest that the carrying amount of an exploration and evaluation asset may exceed its recoverable amount. The assessment of impairment indicators as per AASB 6 is undertaken at least annually. Where there are impairment indicators, the recoverable amount of the exploration and evaluation asset is estimated to determine the extent of the impairment loss (if any). Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but only to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in previous years.

Where a decision is made to

- (i) abandon the entire area of interest; or
- (ii) allow the entire area of interest to expire without renewal; or
- (iii) it is reasonably likely that the area of interest will expiry in the near future; or
- (iv) a decision is made to no longer undertaken exploration work,

then the exploration and evaluation assets will be written off.

Where a decision has been made to proceed with development in respect of a particular area of interest, the relevant exploration and evaluation asset is tested for impairment and the balance is then reclassified to development.

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CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2023

2. Summary of Significant Accounting Policies (continued)

(b) New and revised accounting standards adopted by the Consolidated Entity

All the new standards and interpretations effective from 1 July 2022 were adopted. The adoption of the new or amended standards and interpretations did not result in any significant changes to the Consolidated Entity's accounting policies. The Consolidated Entity has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

(c) Going concern

The financial report has been prepared on a going concern basis.

The Directors believe there are sufficient grounds to believe that the business will be able to continue to pay its debts as and when they fall due. This is based on future cash forecasts, existing cash reserves and the ability to significantly reduce activity to preserve cash if necessary. Furthermore, the Directors are also of the opinion that a capital raising could be achieved to raise additional funds if required.

(d) Estimates and judgements

The preparation of these financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are:

Capitalised exploration and evaluation expenditure

The Company has capitalised significant exploration and evaluation expenditure on the basis either that this is expected to be recouped through future successful development (or alternatively sale) of the areas of interest concerned or on the basis that it is not yet possible to assess whether it will be recouped.

The future recoverability of capitalised exploration and evaluation expenditure is dependent on a number of factors, including whether the Company decides to exploit the related lease itself, or, if not, whether it successfully recovers the related exploration and evaluation expenditure through sale. Factors that could impact the future recoverability include the level of reserves and resources, future technological changes, costs of drilling and exploration, production estimates, future legal changes (including changes to environmental restoration obligations) and changes to commodity prices.

Deferred taxation

Deferred tax assets are only recognised for deductible temporary differences when management considers that it is probable that future taxable profits will be available to utilise those temporary differences.

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CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2023

3. Segment Information

The Company operates predominantly in the mineral exploration industry in Australia. For management purposes, the Company is organised into one main operating segment which involves the exploration of minerals in Australia. All of the Company's activities are interrelated and discrete financial information is reported to the Board (Chief Operating Decision Maker) as a single segment. Accordingly, all significant operating decisions are based upon analysis of the Company as one segment. The financial results from this segment are equivalent to the financial statements of the Company as a whole.

4. Profit / (Loss) from continuing operations

31 Dec 2023	31 Dec 2022
\$	\$

Profit from continuing operations before income tax has been determined after:

(a) Revenue

Interest revenue

10,144	13,635
--------	--------

(b) Expenses

Depreciation and amortisation

4,831	10,232
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(c) Other income

Reimbursement of legal costs (Vango Costs Orders)

950,000	-
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5. Profit / (Loss) per share

31 Dec 2023	31 Dec 2022
-------------	-------------

From continuing

Basic (cents per share)

0.09	(0.09)
------	--------

Diluted (cents per share)

0.09	(0.09)
------	--------

a. Reconciliation of earnings used in calculating loss per share

Profit / (Loss) attributable to the owners of the Company used in calculating basic and diluted Profit / (loss) per share

517,596	(477,339)
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2023	2022
No. of shares	No. of shares

b. Weighted average number of shares used as the denominator

Weighted average number of ordinary shares for the purpose of basic and diluted earnings per share

558,942,374	521,628,708
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The shares under option at the end of the period are not considered dilutive as the average market price of ordinary shares during the period did not exceed the exercise price of the options.

6. Current assets: Cash and cash equivalents

31 Dec 2023	30 Jun 2023
\$	\$

Cash at bank and on hand (i)

424,260	499,525
---------	---------

Bank short term deposits (ii)

2,200,000	323,772
-----------	---------

2,624,260	823,297
-----------	---------

(i) Cash at bank and on hand earns interest at floating rates based on daily bank deposits.

(ii) Available at short notice.

7. Current assets: Other receivables

31 Dec 2023	30 Jun 2023
\$	\$

Exploration expenditure re-charged to Vango Mining Ltd

151,962	151,962
---------	---------

Provision for non-recovery

(151,962)	(151,962)
-----------	-----------

Interest receivable

8,973	7,108
-------	-------

Reimbursement of legal costs (Vango Costs Orders)

950,000	-
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Sundry receivables

23,586	57,615
--------	--------

982,559	64,723
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No receivables are considered past due other than those provided for and there are no expected credit losses.

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CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2023

8. Other assets	31 Dec 2023	30 Jun 2023
	\$	\$
Prepayments	23,936	8,839
	23,936	8,839

9. Non-current assets: Property, plant & equipment

	31 Dec 2023	30 Jun 2023
	\$	\$
Right of use assets		
At cost	176,489	186,769
Less: Accumulated depreciation	(176,489)	(173,919)
	-	12,850
Plant & Equipment		
At cost	33,967	33,967
Less: Accumulated depreciation	(33,640)	(33,162)
	327	805
Reconciliation/movement for the year		
Carrying amount at beginning of year	13,655	2,014
Additions		28,270
Derecognition of lease	(10,280)	
Depreciation charge	(3,048)	(16,629)
Carrying amount at end of the period	327	13,655

10. Non-current assets: Capitalised mineral exploration and evaluation expenditure

	31 Dec 2023	30 Jun 2023
	\$	\$
Tenement acquisition costs carried forward in respect of mining areas of interest		
Opening balance	7,521,043	5,610,934
Tenement acquisition costs ³	15,000	-
Add: Amount capitalised during the period ¹	541,648	1,921,152
Less: write off of exploration assets ²	(8,585)	(11,043)
Closing net book amount	8,069,106	7,521,043

¹ Exploration and evaluation costs capitalised during the period.

² Amounts of \$8,585 and \$11,043 (prior period) were written off as the projects did not meet the Company's capitalisation criteria during each period.

³ On 6 December 2023, the Company executed an agreement to purchase additional tenements in Ora Banda area of interest.

11. Intangible assets	31 Dec 2023	30 Jun 2023
	\$	\$
Website – at cost	10,611	10,611
Less: Accumulated depreciation	(8,411)	(6,628)
	2,200	3,983

12. Current liabilities: Trade and other payables	31 Dec 2023	30 Jun 2023
	\$	\$
Trade payables (i)	107,092	232,994
Other payables and accruals	151,184	261,282
	258,276	494,276

(i) Trade payables of \$33,983 were past due over 30 days as at 31 December 2023 (30 June 2023: \$74,419)

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CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2023

13. Lease liability

	31 Dec 2023 \$	30 Jun 2023 \$
Current		
Lease liability	-	14,748
Non-current		
Lease liability	-	-
	-	14,748
Reconciliation/movement for the year		
Opening balance	14,748	-
Amounts borrowed (new lease)	-	28,270
Less: derecognition of lease	(12,378)	-
Less: amount repaid	(2,370)	(13,522)
Closing balance at end of period	-	14,748

Interest cost incurred for the period is \$205 (2023: 1,930)

The Company cancelled its lease at the end of August 2023 and have not executed a new lease.

14. Issued capital

Equity (number of shares on issue and the amount paid (or value attributed) for the shares)

736,085,520 fully paid ordinary shares (30 June 2023: 523,050,625)

The following changes to the shares on issue and the attributed value during the periods:

	31 Dec 2023 Number	30 Jun 2023 Number	31 Dec 2023 \$	30 Jun 2023 \$
Balance at the beginning of the year	523,050,625	521,550,625	38,100,799	38,078,799
Issue of share to directors ¹	-	1,000,000	-	22,000
Issue of shares to extinguish debt ²	-	500,000	-	10,000
Issue of shares in a placement ³	213,034,895	-	3,000,000	-
Sub-total	736,085,520	523,050,625	41,110,799	38,100,799

- On 13 December 2022 after receiving shareholder approval on 23 November 2022, the Company issued 1,000,000 fully paid shares to Mr Jonathan Lea as part of his employment contract.
- On 13 December 2022 after board approval, the Company issued 500,000 shares to extinguish creditors at a fair value of \$10,000.
- On 1 December 2023, after receiving shareholder approval at its Annual General Meeting on 28 November 2023, the Company completed its \$3,000,000 placement with Yandal Investments Pty Ltd and issued 213,034,895 shares and 1:1 free attaching options.

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Company in proportion to the number of and amounts paid on the shares held.

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CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2023

15. Reserves

	31 Dec 2023	30 June 2023
	\$	\$
Option reserves (a)	4,492,395	4,492,395
Other reserves (b)	1,294,698	1,294,698
	5,787,093	5,787,093

The following changes to the options on issue and the attributed value during the periods:

	31 Dec 2023	30 June 2023	31 Dec 2023	30 June 2023
	Number	Number	\$	\$
Balance at the beginning of the year	113,950,000	122,400,000	4,492,395	4,459,891
Options issues to directors ¹	-	2,000,000	-	24,483
Options issues to consultants ²	-	500,000	-	5,347
Options issues as remuneration to employee ³	-	250,000	-	2,674
Expiry of options	(22,000,000)	(11,200,000)	-	-
Sub-total	91,950,000	113,950,000	4,492,395	4,492,395
Balance at the end of the period / year	91,950,000	113,950,000	4,492,395	4,492,395

- The Company has issued 2,000,000 options on 13 December 2022 to Jonathan Lea after receiving shareholder approval on 23 November 2022. The options will have an exercise price of \$0.06 and expire 3 years after issue. The fair value of each option is \$0.0122 and the total cost for the period was \$24,483. The Company valued the options using a Black Scholes Option Pricing model with the following inputs:
 - Grant Date - 23 November 2022
 - Expiry date - 30 November 2025
 - Market price of securities - \$0.022
 - Exercise price of securities - \$0.06
 - Risk free rate - 3.27%
 - Volatility - 120.04%
- On 13 December 2022 the Company issued 500,000 options to consultants for IT services with an exercise price of \$0.06 expiry on 30 November 2025. The fair value of each option is \$0.0107 and the total cost for the period was \$5,347. The Company valued the options using a Black Scholes Option Pricing model with the following inputs:
 - Grant Date - 13 December 2022
 - Expiry date - 30 November 2025
 - Market price of securities - \$0.02
 - Exercise price of securities - \$0.06
 - Risk free rate - 3.12%
 - Volatility - 120.45%
- On 13 December 2022 the Company issued 250,000 options to an employee with an exercise price of \$0.06 expiry on 30 November 2025. The fair value of each option is \$0.0107 and the total cost for the period was \$5,347. The Company valued the options using a Black Scholes Option Pricing model with the following inputs:
 - Grant date - 13 December 2022
 - Expiry date - 30 November 2025
 - Market price of securities - \$0.02
 - Exercise price of securities - \$0.06
 - Risk free rate - 3.12%
 - Volatility - 120.45%

(a) Performance rights

	31 Dec 2023	30 June 2023	31 Dec 2023	30 June 2023
	Number	Number	\$	\$
Balance at the beginning of the year	28,000,000	28,000,000	1,294,698	1,304,684
Rights granted during the prior year ¹	-	-	-	(9,986)
Rights forfeited during the period ²	(24,000,000)	-	-	-
Balance as at period end	4,000,000	28,000,000	1,294,698	1,294,698

CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2023

15. Reserves (continued)

- On 19 December 2019 the Company obtained shareholder approval to issue 8,000,000 Performance Rights to two Directors based on the following hurdles.

Class of Rights	Hurdle	Number	Fair value	Probability
Class A	48 Months – Defined JORC Resource of 25,000 ounces above 1 gmpt	2,000,000	\$0.015 per Right	-%
Class B	48 Months – Defined JORC Resource of 55,000 ounces above 1 gmpt	2,000,000	\$0.015 per Right	-%
Class C	48 Months – Defined JORC Resource of 75,000 ounces above 1 gmpt	2,000,000	\$0.015 per Right	-%
Class D	48 Months – Defined JORC Resource of 100,000 ounces above 1 gmpt	2,000,000	\$0.015 per Right	-%

Class A Performance Rights were being expenses over the vesting period but have subsequently been reversed. The reversal to the expense for the prior period was (\$9,986).

- On 23 December 2023, the Rights issued on 11 December 2020 expired and were cancelled.

16. Commitments and contingencies

Contingencies

K2 Project / PHB-1 Project: The Company has provided updates to shareholders through the ASX announcement dated 19 November 2019, 12 February 2020, 26 May 2020, 3 August 2020, 11 November 2020, 30 June 2021 and 16 May 2022 regarding the Vango Mining Limited (“Vango”) matter. On 1 November 2022, the Company announced that it had been successful in its litigation against Vango Mining Limited (**Vango**) (ASX: VAN) and its wholly owned subsidiary Dampier (Plutonic) Pty Ltd.

The WA Supreme Court Trial judgement was delivered on 31 October 2022 which included:

- that Zuleika Gold was entitled to a 4.1% stake in M52/183;
- ordered Vango to promptly transfer the 4.1% stake to Zuleika;
- that Vango breached the terms of and wrongfully repudiated the Binding Term Sheet (**BTS**); and
- ordered that the issue of legal costs of the trial would be determined after submissions from the parties and to be paid by Vango to Zuleika Gold.

Subsequent to the 1 November 2022 announcement, the Company outlined that an appeal was lodged by Vango against a discrete aspect of the judgement which relates to the finding that a “Joint Venture Interest” pursuant to the Binding Term Sheet which entitles the Company to an immediate transfer of the 4.1% interest in the K2 Project / PHB-1 Project. The appeal was heard in November 2023 and the Company awaits the Court of Appeal’s judgement.

No amounts have been recorded in the financial report for the transfer of the 4.1% interest as the outcome is unknown.

17. Related party transactions

A \$700,000 loan agreement, to assist with funding litigation against Vango, between the Company and Auracle Group Pty Ltd (a related party of Ms Guo) remains in place. The loan agreement was approved by shareholders on 11 December 2020 and no drawdown of funds has ever occurred.

18. Subsequent events

There are no material subsequent events which have occurred from balance date to the date of this report.

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DIRECTORS' DECLARATION

The Directors declare that:

- (a) The financial statements and notes, as set out on pages 10 to 20, are in accordance with the Corporations Act 2001, including:
 - i. complying with Accounting Standard AASB 134 – Interim Financial Reporting and the Corporations Regulations 2001; and
 - ii. giving a true and fair view of the Consolidated Entity's financial position as at 31 December 2023 and of its performance, as represented by the results of its operations and its cash flows, for the half-year ended on that date.
- (b) In the Directors' opinion there are reasonable grounds to believe that Zuleika Gold Limited will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Directors made pursuant to s.303(5) of the Corporations Act 2001.

On behalf of the Directors



Annie Guo

Executive Chair

Dated this 6th March 2024

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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF ZULEIKA GOLD LIMITED

Conclusion

We have reviewed the accompanying half-year financial report of Zuleika Gold Limited ("the Company") and Controlled Entities ("the Consolidated Entity") which comprises the condensed consolidated statement of financial position as at 31 December 2023, the condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other selected explanatory notes, and the directors' declaration.

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 Zuleika Gold Limited and Controlled Entities does not comply with the *Corporations Act 2001* including:

- a. Giving a true and fair view of the Consolidated Entity's financial position as at 31 December 2023 and of its performance for the half-year ended on that date; and
- b. Complying with Accounting Standard AASB 134: *Interim Financial Reporting* and *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's review report.

Responsibility of the Directors for the 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 Australian Accounting Standards and the *Corporations Act 2001* and for such control 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 for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether 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 2023 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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.

Hall Chadwick

HALL CHADWICK WA AUDIT PTY LTD

Mark Delaurentis

MARK DELAURENTIS CA
Director

Dated this 6th day of March 2024
Perth, Western Australia