

Bullabulling Gold Pty Ltd

ABN 50 153 234 532

Interim Report – Half-year ended 30 June 2024

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Directors' report

The directors submit their report on Bullabulling Gold Pty Ltd ("the Company") and its controlled entities (collectively, the "Group") for the half-year ended 30 June 2024.

Directors

The names and details of the Company's directors in office during the financial year and until the date of this report are set out below. Directors were in office for this entire period unless otherwise stated.

Yuanguang Huang	Appointed: 06 October 2023
Yuguang Lai	Appointed: 06 October 2023
Weifeng Jian	Appointed: 31 May 2024
Wei Lin	Appointed: 29 July 2024

Principal activities

Bullabulling Gold Pty Ltd's principal activities focused on the exploration and development of the Bullabulling Gold Project in Western Australia. The company conducted extensive drilling and feasibility studies to assess the viability of large-scale open-pit gold mining. It also managed resource estimation and engaged with stakeholders to ensure compliance with environmental and regulatory standards..

There were no significant changes in the nature of these activities during the half year.

Review of operations

The net loss after tax of the Group for period ended 30 June 2024 was \$44,164 (June 2023: \$121,629). As at 30 June 2024, the Group has a net current liabilities position of \$14,590,811 (December 2023: \$14,337,096).

Significant changes in the state of affairs

There were no significant changes in the state of affairs of the Group during the half year.

Significant events after the reporting period

In January 2025, Norton Gold Fields Pty Ltd has entered into a binding agreement with Minerals 260 Limited to sell 100% of the shares in Bullabulling Gold Pty Ltd and its wholly owned subsidiary Bullabulling Operations Pty Ltd for a cash consideration of A\$156.5million plus \$10.0 million of Minerals 260 shares, subject to the following conditions:

- Agreement on a side deed to effect the transfer of a pasoral lease overlapping the Bullabulling tenements, subject to obtaining the necessary approvals, including Ministerial consent.
- Shareholder approval for the transaction and the issue of the Consideration Shares.
- Completion of an equity raise of sufficient scale to fund the cash component of the transaction.
- Additional regulatory approvals and other standard conditions for a transaction of this nature.

Auditor's independence

The directors have received an independence declaration from its auditors, HLB Mann Judd Australia, a copy of which has been included on page 3.

Signed in accordance with a resolution of the directors.



Wei, Lin

Kalgoorlie

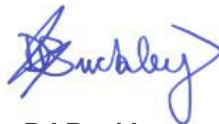
30 January 2025

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the consolidated financial report of Bullabulling Gold Pty Ltd for the half-year ended 30 June 2024, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Perth, Western Australia
30 January 2025



D I Buckley
Partner

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Consolidated statement of profit or loss and other comprehensive income

For the half-year ended 30 June 2024

	Notes	30 Jun 2024	30 Jun 2023
		\$	\$
Revenue from contracts with customers		-	-
Cost of sales		552	602
Gross (loss)/profit		(552)	(602)
Other income		-	-
Administrative expenses		62,556	173,154
Write-off of mining and exploration and evaluation assets		-	-
Finance (income)/costs		(17)	-
(Loss)/profit before tax		(63,091)	(173,756)
Income tax credit/(expense)	5	(18,927)	(52,127)
(Loss)/profit for the half-year		(44,164)	(121,629)
Total comprehensive (loss)/income		(44,164)	(121,629)
Total other comprehensive (loss)/income attributable to:			
Equity holders of the Parent		(44,164)	(121,629)
Non-controlling interests		-	-
		(44,164)	(121,629)

The above consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

Consolidated statement of financial position

As at 30 June 2024

	Notes	30 Jun 2024	31 Dec 2023
		\$	\$
Assets			
Current assets			
Cash and cash equivalents		5,201	4,706
Other receivables		105,097	117,170
Prepayments		40,702	40,703
Total current assets		151,000	162,579
Non-current assets			
Exploration and evaluation assets		40,347,060	40,128,173
Total non-current assets		40,347,060	40,128,173
Total assets		40,498,060	40,290,752
Liabilities and equity			
Current liabilities			
Other payables		14,741,811	14,499,675
Total current liabilities		14,741,811	14,499,675
Non-current liabilities			
Provisions for site restoration		4,289,871	4,346,367
Deferred tax liabilities		10,413,144	10,347,312
Total non-current liabilities		14,703,015	14,693,679
Total liabilities		29,444,826	29,193,354
Net assets		11,053,235	11,097,399
Equity			
Issued capital		69,001,206	69,001,206
Other capital reserves		-	-
Accumulated losses		(57,947,971)	(57,903,807)
Total equity		11,053,235	11,097,399

The above consolidated statement of financial position should be read in conjunction with the accompanying notes.

Consolidated statement of changes in equity

For the half-year ended 30 June 2024

	Attributable to equity holders of the Parent		Total equity
	Issued capital	Accumulated losses	
At 1 January 2024	69,001,206	(57,903,807)	11,097,399
Profit/(Loss) for the half-year	-	(44,164)	(44,164)
Total comprehensive loss for the half-year	-	(44,164)	(44,164)
At 30 June 2024	69,001,206	(57,947,971)	11,053,235
At 1 January 2023	69,001,206	(57,608,085)	11,393,121
Profit/(loss) for the half-year	-	(121,629)	(121,629)
Total comprehensive income/(loss) for the half-year	-	(121,629)	(121,629)
At 30 June 2023	69,001,206	(57,729,714)	11,271,492

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

Consolidated statement of cash flows

For the half-year ended 30 June 2024

	Notes	<u>30 Jun 2024</u>	<u>30 Jun 2023</u>
Operating activities			
Payments to suppliers and employees		-	(36,742)
Net cash flows used in operating activities		<u>-</u>	<u>(36,742)</u>
Investing activities			
Payment for exploration and evaluation costs		-	-
Net cash flows used in investing activities		<u>-</u>	<u>-</u>
Financing activities			
Payments received from related parties		495	-
Net cash flows from financing activities		<u>495</u>	<u>-</u>
Net increase/(decrease) in cash and cash equivalents		495	(36,742)
Cash and cash equivalents at 1 January		4,706	41,448
Cash and cash equivalents at 30 June	6	<u>5,201</u>	<u>4,706</u>

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

Notes to the consolidated financial statements (continued)

For the half-year ended 30 June 2024

1. Corporate information

The financial report of Bullabulling Gold Pty Ltd (the "Company") and its subsidiaries (collectively, the "Group") for the half-year ended 30 June 2024 were authorised for issue in accordance with a resolution of the directors on 30 January 2025. Bullabulling Gold Pty Ltd is a for-profit company domiciled in Australia.

2. Accounting policies

These general purpose financial statements for the interim half-year reporting period ended 30 June 2024 have been prepared in accordance with Australian Accounting Standards AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate and for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 134 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 31 December 2023.

The accounting policies adopted are consistent with those of the previous financial year, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The consolidated entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Liquidity consideration

The financial report has been prepared on a going concern basis, which contemplates continuity of normal business activities and realisation of assets and settlement of liabilities in the ordinary course of business.

The Group generated a loss for the period of \$44,164 (30 June 2023: \$121,629), during the period ended 30 June 2024 and as at that date, the Group's current liabilities exceeded current assets by \$14,590,811 (31 December 2023: \$14,337,096) and the total assets exceeded total liabilities by \$11,053,234 (31 December 2023: \$11,097,398).

Additional funds will need to be sourced for the Group to continue to carry on its business. The Directors have initiated a plan to sell the Group to a third party with necessary funds to continue operations. In the event the transaction is not successfully completed, Norton Gold Fields Pty Ltd has indicated its willingness to provide continued financial support to the Group. Accordingly, the Directors have prepared this financial report on the going concern basis as they are of the opinion the Group and the Company will be able to realise their assets and settle their liabilities and commitments in the normal course of business and for at least the amounts stated in the financial settlements for assets.

Notes to the consolidated financial statements (continued)

For the half-year ended 30 June 2024

3. Income tax

Amounts recognised in profit or loss are:

	<u>30 Jun 2024</u>	<u>30 Jun 2023</u>
Current income tax charge:		
Current income tax (credit)/charge	(84,759)	(147,341)
Deferred tax:		
Relating to the origination and reversal of temporary differences	<u>65,832</u>	<u>95,215</u>
Income tax (credit)/expense reported in the consolidated statement of profit or loss	<u>(18,927)</u>	<u>(52,127)</u>

4. Cash and cash equivalents

	<u>30 Jun 2024</u>	<u>31 Dec 2023</u>
	\$	\$
Cash at bank and on hand	<u>5,201</u>	<u>4,706</u>
	<u>5,201</u>	<u>4,706</u>

Cash at banks earns interest at floating rates based on prevailing bank deposit rates.

5. Exploration and evaluation assets

	<u>30 Jun 2024</u>	<u>31 Dec 2023</u>
At 1 January	40,128,173	39,398,828
Exploration and evaluation expenditure capitalised	275,383	829,990
Changes in rehabilitation provision	(56,496)	(100,645)
Write-off abandoned exploration tenements	-	-
At 30 June 2024	<u>40,347,060</u>	<u>40,128,173</u>

The ultimate recoupment of costs carried forward for exploration and evaluation phase is dependent upon the successful development and commercial exploitation or sale of the respective mining areas.

6. Other payables

	<u>30 Jun 2024</u>	<u>31 Dec 2023</u>
	\$	\$
Current		
Other payables and accruals	<u>14,741,811</u>	<u>14,499,675</u>

Other payables and accruals are non-interest bearing.

Notes to the consolidated financial statements (continued)

For the half-year ended 30 June 2024

7. Provisions

	30 Jun 2024	31 Dec 2023
	\$	\$
Non-current		
Mine rehabilitation	4,289,871	4,346,367
At 1 January	4,346,367	4,288,706
Change in rehabilitation on provision	(56,496)	(100,645)
Unwind of discount on rehabilitation provision	-	158,306
At 31 December	4,289,871	4,346,367

Mine rehabilitation

The nature of rehabilitation activities included dismantling and removing structures, rehabilitating mines, dismantling operating facilities, closure of plant and waste sites and restoration, reclamation and revegetation of affected areas. Mine rehabilitation activities are monitored by the Western Australian Department of Mines and Petroleum and therefore, they are subject to the approval by the Western Australian Department of Mines and Petroleum. The mine rehabilitation provision represents the present value of rehabilitation costs relating to mine sites which are expected to be incurred over periods. These provisions have been created based on the Group's internal estimates discounted using the government bond rates with similar terms. Although the ultimate costs to be incurred is uncertain, the Group has estimated its costs using current restoration standards and techniques. Actual rehabilitation costs will ultimately depend upon future costs for the necessary rehabilitation works required. Furthermore, timing of rehabilitation is likely to depend on when the mines cease to produce at economically viable rates.

When the liability is initially recognised, a corresponding asset is also recognised as part of the exploration and evaluation asset. Over time, the liability is increased for the change in present value bases on discount rates that reflect the current market assessment and the risk specific to the liability. Changes in rehabilitation costs will be recognised as either additions to the corresponding asset or charges to the consolidated statement of comprehensive income.

8. Issued capital and reserves

	30 Jun 2024	31 Dec 2023
350,811,553 fully paid ordinary shares (Dec 2023: 350,811,553)	69,001,206	69,001,206
<i>Ordinary shares issued and fully paid (thousand shares)</i>		
At 1 January	350,811	350,811
At 30 June 2024	350,811	350,811

9. Financial instruments

Financial risk management objectives and policies

There have been no substantive changes in the Group's exposure to financial instrument risks, its objectives, policies and processes for managing those risks or the methods used to measure them from previous periods unless otherwise stated in this note.

Notes to the consolidated financial statements (continued)

For the half-year ended 30 June 2024

Notes to the consolidated financial statements (continued)

For the half-year ended 30 June 2024

9. Financial instruments (continued)

	<u>30 Jun 2024</u>	<u>31 Dec 2023</u>
	\$	\$
Financial assets		
Cash and cash equivalents	5,201	4,706
Other receivables	105,097	117,170
	<u>110,298</u>	<u>121,876</u>
Financial liabilities		
At amortised cost		
Other payables	14,741,811	14,499,675

The fair values of the Group's financial assets and financial liabilities approximate their carrying amounts as a result of their short maturity.

10. Group information

(a) Subsidiaries

The consolidated financial statements of the Group include the following entities:

	Country of incorporation	Principal Activities	% equity interest	
			30 June 2024	31 Dec 2023
Bullabulling Operations Pty Ltd	Australia	Ordinary	100%	100%

11. Events after the reporting period

In January 2025, Norton Gold Fields Pty Ltd has entered into a binding agreement with Minerals 260 Limited to sell 100% of the shares in Bullabulling Gold Pty Ltd and its wholly owned subsidiary Bullabulling Operations Pty Ltd for a cash consideration of A\$156.5million plus \$10.0 million of Minerals 260 shares, subject to the following conditions:

- Agreement on a side deed to effect the transfer of a pasoral lease overlapping the Bullabulling tenements, subject to obtaining the necessary approvals, including Ministerial consent.
- Shareholder approval for the transaction and the issue of the Consideration Shares.
- Completion of an equity raise of sufficient scale to fund the cash component of the transaction.
- Additional regulatory approvals and other standard conditions for a transaction of this nature.

Directors' Declaration

For the half-year ended 30 June 2024

In accordance with a resolution of the directors of Bullabulling Gold Pty Ltd (the Company), we state that:

In the opinion of the directors:

- (a) the financial statements and notes of the Company and its subsidiaries (collectively the Group) are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the Group's financial position as at 30 June 2024 and of its performance for the half-year ended on that date; and
 - (ii) complying with Australian Accounting Standards – AASB 134 Interim Financial Reporting and the Corporations Regulations 2001;
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable; and

On behalf of the Board



Wei, Lin

Director

30 January 2025

INDEPENDENT AUDITOR'S REVIEW REPORT

To the Members of Bullabulling Gold

Report on the Condensed Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Bullabulling Gold Pty Ltd (the "Company") and its controlled entity (the "Group"), which comprises the consolidated statement of financial position as at 30 June 2024, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, selected explanatory notes, and the directors' declaration, for the Group comprising the Company and the entity it controlled at the half-year end or from time to time during the half-year.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of Bullabulling Gold Pty Ltd does not comply with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the Group's financial position as at 30 June 2024 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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 responsibility is further described in the *Auditor's Responsibility 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 (including Independence Standards)* (the "Code") 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.

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 internal 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.

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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 Group's financial position as at 30 June 2024 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.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.



HLB Mann Judd
Chartered Accountants

Perth, Western Australia
30 January 2025



D I Buckley
Partner