



ZAMANCO MINERALS LIMITED

HALF-YEAR REPORT
FOR THE SIX MONTHS ENDED 31 DECEMBER 2017

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ZAMANCO MINERALS LIMITED

CORPORATE DIRECTORY

Directors

Geoffrey Allan Donohue
Peter Thomas McIntyre
Peter Reynold Ironside

Company Secretary

Peter Reynold Ironside

Registered Office

168 Stirling Highway
NEDLANDS WA 6009
Telephone: (08) 9287 7625
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Solicitors

Steinepreis Paganin
Level 4, The Read Buildings
16 Milligan Street
PERTH WA 6000

Share Registry

Computershare Investor Services Pty Ltd
Level 11
172 St George's Terrace
PERTH WA 6000

Auditor

BDO Audit (WA) Pty Ltd
Chartered Accountants
38 Station Street
SUBIACO WA 6008

Bankers

ANZ Bank
32 St Quentins Avenue
CLAREMONT WA 6010

Stock Exchange Listing

Australian Stock Exchange Limited
Level 40, Central Park
152-158 St Georges Terrace
PERTH WA 6000
ASX Code: ZAM

ZAMANCO MINERALS LIMITED

REPORT OF DIRECTORS

Your Directors submit their interim financial report on Zamanco Minerals Limited (“Zamanco” or the “Company”) for the half-year ended 31 December 2017.

DIRECTORS

The Directors in office at the date of this report and at any time during the half-year are as follows. Directors were in office for the entire period unless otherwise stated.

Geoffrey Allan Donohue
Peter Thomas McIntyre
Peter Reynold Ironside

REVIEW AND RESULTS OF OPERATIONS

On 27 September 2016, Zamanco’s securities were suspended from official quotation as ASX determined that the Company did not have sufficient operations to comply with Listing Rule 12.1.

The suspension will continue until Zamanco can demonstrate compliance with Chapter 12 of the Listing Rules, or it re-complies with Chapters 1 and 2 of the Listing Rules.

The process of identify and evaluating potential business opportunities continued during the half-year.

The Company was active in pursuing opportunities to become the major undertaking of the Company and towards the end of the half-year was in the latter stages of evaluating something that, subject to due diligence, may have resulted in a contractual arrangement that would have been announced.

There are other opportunities also being considered that are at earlier stages of evaluation.

SUBSEQUENT EVENTS

As a result of due diligence findings received subsequent to the half-year, the Company elected not to proceed with the opportunity mentioned in the Review and Results of Operations above.

No other matter or circumstance has arisen since 31 December 2017 that has significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company, in subsequent financial years.

AUDITOR’S INDEPENDENCE DECLARATION

A copy of the auditor’s independence declaration as required under section 307C of the Corporations Act 2001 is included in this report, and can be found on page 3.

Signed in accordance with a resolution of the Directors.



Geoffrey Donohue
Chairman

Perth, Western Australia
12 March 2018

ZAMANCO MINERALS LIMITED
AUDITOR'S INDEPENDENCE DECLARATION



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DECLARATION OF INDEPENDENCE BY GLYN O'BRIEN TO THE DIRECTORS OF ZAMANCO MINERALS LIMITED

As lead auditor for the review of Zamanco Minerals Limited for the half-year ended 31 December 2017, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

A handwritten signature in blue ink, appearing to read 'Glyn O'Brien', written over a light blue horizontal line.

Glyn O'Brien

Director

BDO Audit (WA) Pty Ltd

Perth, 12 March 2017

ZAMANCO MINERALS LIMITED

**STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2017**

	Note	Six Months Ended 31 December 2017 \$	Six Months Ended 31 December 2016 \$
Revenues			
Interest revenue		28,461	36,835
Other income		2,623	2,917
Total revenues and other income		31,084	39,752
Expenses			
Accommodation & Travel		(5,575)	(18,561)
Compliance costs		(20,748)	(14,631)
Consultant fees		(7,481)	(15,281)
Depreciation		-	(391)
Diminution - Investments		-	6,300
Legal fees		(5,251)	(761)
Other expenses		(20,328)	(5,619)
Total expenses		(59,383)	(48,944)
Profit/(loss) before income tax		(28,299)	(9,192)
Income tax expense		-	-
Profit/(loss) after income tax attributable to members of Zamanco Minerals Limited		(28,299)	(9,192)
Other comprehensive income/expense			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Exchange difference on translation			-
Total comprehensive profit/(loss) after income tax attributable to members of Zamanco Minerals Limited		(28,299)	(9,192)
Loss per share for the half-year attributable to the members of Zamanco Minerals Limited			
		Cents per Share	Cents per Share
Basic earnings/(loss) per share	2	(0.04)	(0.01)

The Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the notes to the interim financial statements.

ZAMANCO MINERALS LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2017

	Note	31 December 2017 \$	30 June 2017 \$
ASSETS			
Current Assets			
Cash and cash equivalents		2,910,772	2,956,627
Trade and other receivables		15,485	4,408
Other assets		653	653
Total Current Assets		<u>2,926,910</u>	<u>2,961,688</u>
Total Assets		<u>2,926,910</u>	<u>2,961,688</u>
LIABILITIES			
Current Liabilities			
Trade and other payables		16,131	22,610
Total Current Liabilities		<u>16,131</u>	<u>22,610</u>
Total Liabilities		<u>16,131</u>	<u>22,610</u>
Net Assets		<u><u>2,910,779</u></u>	<u><u>2,939,078</u></u>
Equity			
Issued capital	3	10,122,974	10,122,974
Reserves		176	176
Accumulated losses		(7,212,371)	(7,184,072)
Capital and reserves attributable to members of Zamanco Minerals Limited		<u>2,910,779</u>	<u>2,939,078</u>
Total Equity		<u><u>2,910,779</u></u>	<u><u>2,939,078</u></u>

The Statement of Financial Position should be read in conjunction
with the notes to the interim financial statements.

ZAMANCO MINERALS LIMITED

STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

	31 December 2017	31 December 2016
Note	\$	\$
Cash flows from operating activities		
Receipts	11,599	13,240
Interest received	33,508	36,835
Payments to suppliers and employees	(90,962)	(108,959)
Net cash flows used in operating activities	<u>(45,855)</u>	<u>(58,884)</u>
Cash flows from investing activities		
Proceeds from the sale of property, plant and equipment	-	4,500
Net cash flows provided by/(used in) investing activities	<u>-</u>	<u>4,500</u>
Cash flows from financing activities		
Proceeds from issue of shares	-	-
Payment of share issue costs	-	-
Net cash flows provided by financing activities	<u>-</u>	<u>-</u>
Net increase/(decrease) in cash and cash equivalents held	(45,855)	(54,384)
Add opening cash and cash equivalents brought forward	2,956,627	3,033,682
Closing cash and cash equivalents carried forward	<u><u>2,910,772</u></u>	<u><u>2,979,298</u></u>

The Statement of Cash Flows should be read in conjunction with the notes to the interim financial statements.

ZAMANCO MINERALS LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2017**

	Issued Capital	Share Based Payments Reserve	Accumulated Losses	Total Equity
	\$	\$	\$	\$
Balance at 1 July 2016	10,122,974	176	(7,119,378)	3,003,772
Loss for the half-year	-	-	(9,192)	(9,192)
Total comprehensive loss for the half-year	-	-	(9,192)	(9,192)
Transactions with owners in their capacity as owners:				
Issue of share capital, net of transaction costs	-	-	-	-
Share based payments	-	-	-	-
Balance at 31 December 2016	10,122,974	176	(7,128,570)	2,994,580
Balance at 1 July 2017	10,122,974	176	(7,184,072)	2,939,078
Loss for the half-year	-	-	(28,299)	(28,299)
Total comprehensive loss for the half-year	-	-	(28,299)	(28,299)
Transactions with owners in their capacity as owners:				
Issue of share capital, net of transaction costs	-	-	-	-
Share based payments	-	-	-	-
Balance at 31 December 2017	10,122,974	176	(7,212,371)	2,910,779

The Statement of Changes in Equity should be read in conjunction
with the notes to the interim financial statements.

ZAMANCO MINERALS LIMITED

NOTES TO THE HALF-YEAR FINANCIAL STATEMENTS

31 DECEMBER 2017

1. BASIS OF PREPARATION OF HALF-YEAR FINANCIAL REPORTS

These half-year financial reports do not include all the notes of the type normally included in annual financial reports and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Company as the full financial reports.

The half-year financial reports should be read in conjunction with the annual financial reports for the year ended 30 June 2017 and any public announcements made by Zamanco Minerals Limited during the half-year reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001. For the purpose of preparing the half-year financial statements, the half-year has been treated as a discrete reporting period.

This financial report has been prepared in accordance with the historical costs convention.

The financial report is presented in Australian dollars, which is the Company's functional and presentation currency.

Zamanco Minerals Limited is a for-profit entity for the purpose of preparing the half-year financial statements.

The half-year report of Zamanco Minerals Limited for the period ended 31 December 2017 was authorised for issue in accordance with a resolution of the Directors on 12 March 2018.

Statement of Compliance

These half-year financial statements for the reporting period ended 31 December 2017 comply with Australian Accounting Standards and International Financial Reporting Standards (IFRS).

Adoption of new and revised standards

Early adoption of accounting standards

The Company has not elected to apply any pronouncements before their operative date in the annual reporting year beginning 1 July 2017.

New and amended standards adopted by the Company

None of the new standards and amendments to standards that are mandatory for the first time for the financial year beginning 1 July 2017 affected any of the amounts recognised in the current period or any prior period and are not likely to affect future periods.

Certain new accounting standards and interpretations have been published that are not mandatory for 31 December 2017 reporting period. The Company's assessment of the impact of these new standards and interpretations that may have an impact on the Company is set out below:

AASB 9 Financial Instruments (effective from 1 January 2018)

AASB 9 amends the requirements for classification and measurement of financial assets. The standard is not applicable until 1 January 2018, and the Company does not believe this will have a material impact on the financial statements.

AASB 16 Leases (effective from 1 July 2019)

AASB 16 requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months. The Company has not yet determined the impact on the accounts. This standard is not applicable until the financial year commencing 1 July 2019.

ZAMANCO MINERALS LIMITED

NOTES TO THE HALF-YEAR FINANCIAL STATEMENTS
31 DECEMBER 2017

2. EARNINGS PER SHARE

The following reflects the earnings used in basic and diluted earnings per share computations:

a) Earnings used in calculating earnings per share

	31 December 2017	31 December 2016
	\$	\$
<i>Basic Earnings/(loss) per share:</i>		
Total profit/(loss) after income tax attributable to members of Zamanco Minerals Limited	<u>(28,299)</u>	<u>(9,192)</u>

b) Weighted average number of shares

	31 December 2017	31 December 2016
Weighted average number of ordinary shares for basic earnings per share	<u>64,550,000</u>	<u>64,550,000</u>
Weighted average number of ordinary shares adjusted for dilution	<u>64,550,000</u>	<u>64,550,000</u>

3. ISSUED CAPITAL

	31 December 2017	30 June 2016
	\$	\$
(a) Issued Capital		
Ordinary shares fully paid	<u>10,122,974</u>	<u>10,122,974</u>
	<u>10,122,974</u>	<u>10,122,974</u>

(b) Movements in Ordinary Share Capital

Number of Shares	Summary of Movements:	\$
<u>64,550,000</u>	Opening balance 1 July 2017	<u>10,122,974</u>
<u>64,550,000</u>	Closing balance at 31 December 2017	<u>10,122,974</u>
<u>64,550,000</u>	Opening balance 1 July 2016	<u>10,122,974</u>
<u>64,550,000</u>	Closing balance at 31 December 2016	<u>10,122,974</u>

ZAMANCO MINERALS LIMITED

NOTES TO THE HALF-YEAR FINANCIAL STATEMENTS
31 DECEMBER 2017

4. CONTINGENT LIABILITIES

Since the last annual reporting date, there has been no change of any contingent liabilities.

5. SEGMENT INFORMATION

The Company does not have any material operating segments with discrete financial information. All of the Company's assets and liabilities are located within Australia. The Board of Directors review internal management reports on a regular basis that is consistent with the information provided in the statement of profit or loss and other comprehensive income, balance sheet and statement of cash flows. As a result no reconciliation is required because the information as presented is what is used by the Board to make strategic decisions.

6. RELATED PARTY TRANSACTIONS

There have been no new related party transactions entered into since 30 June 2017.

7. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

Due to their short term nature, the carrying amounts of the current receivables and current payables approximate their fair values. The Company does not hold any other material financial instruments.

8. EVENTS OCCURING AFTER REPORTING DATE

No other matter or circumstance has arisen since 31 December 2017 that has significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company, in subsequent financial years.

ZAMANCO MINERALS LIMITED

DIRECTORS' DECLARATION

1. In the opinion of the Directors:
 - (a) the financial statements and notes of the Company are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the Company's financial position as at 31 December 2017 and of its performance for the half-year ended on that date; and
 - (ii) complying with Accounting Standard 134 Interim Financial Reporting and the Corporations Regulations 2001; and
 - (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.
2. This declaration has been made after receiving the declarations required to be made to the directors in accordance with Section 295A of the Corporations Act 2001 for the half-year ended 31 December 2017.

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



Geoffrey Donohue
Chairman
Perth, Western Australia
12 March 2018



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INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Zamanco Minerals Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Zamanco Minerals Limited (the Company), which comprises the statement of financial position as at 31 December 2017, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year then ended, notes comprising a statement of significant accounting policies and other explanatory information, 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 the Company is not in accordance with the *Corporations Act 2001* including:

- (i) Giving a true and fair view of the Company's financial position as at 31 December 2017 and of its financial performance for the half-year ended on that date; and
- (ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

Directors' responsibility for the Half-Year 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 is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, 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 Company's financial position as at 31 December 2017 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*. As the auditor of the Company, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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*. 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.

BDO Audit (WA) Pty Ltd

A handwritten signature in blue ink. The signature consists of the letters 'BDO' in a stylized, cursive font, followed by a signature that appears to be 'Glyn O'Brien'.

Glyn O'Brien

Director

Perth, 12 March 2018