

Condensed Consolidated Interim Financial Statements  
(In U.S. dollars) (Unaudited)

## **GOLCONDA GOLD LTD.**

For the three and six month periods ended June 30, 2024 and June 30, 2023

The accompanying unaudited condensed interim consolidated financial statements of Golconda Gold Ltd. (the “Company”) have been prepared by and are the responsibility of the Company’s management and approved by the board of directors of the Company (the “Board of Directors”).

The Company’s independent auditor has not performed a review of these unaudited condensed interim consolidated financial statements in accordance with standards established by the Canadian Institute of Chartered Professional Accountants for a review of interim financial statements by an entity’s auditor.

# GOLCONDA GOLD LTD.

Condensed Consolidated Interim Statement of Financial Position  
(In U.S. dollars) (Unaudited)

	Note	June 30, 2024	December 31, 2023
<b>Assets</b>			
Current assets:			
Cash and cash equivalents		956,288	113,213
Trade receivables and other assets	5	1,821,931	842,284
Inventories	6	357,350	255,003
		3,135,569	1,210,500
Non-current assets:			
Mining properties and plant and equipment	7	42,868,938	41,157,368
		42,868,938	41,157,368
		46,004,507	42,367,868
<b>Liabilities and Shareholders' Equity</b>			
Current liabilities:			
Accounts payable and accrued liabilities	8	4,184,920	4,433,254
Interest-bearing loans and borrowings	9	4,842,557	4,546,834
Deferred revenue	10	418,417	-
		9,445,894	8,980,088
Non-current liabilities:			
Deferred revenue	10	4,716,557	-
Restoration and rehabilitation provision	11	2,224,799	2,132,231
		6,941,356	2,132,231
Equity			
Share capital	13	58,149,241	58,149,241
Reserves	13	2,887,763	2,887,763
Deficit		(31,419,747)	(29,781,455)
		29,617,257	31,255,549
		46,004,507	42,367,868

Going Concern (Note 2)

Approved and authorized by the Board of Directors for issue on August 23, 2024:

“Ravi Sood ” Director “Dino Titaro ” Director

See accompanying notes to the consolidated financial statements.

# GOLCONDA GOLD LTD.

Condensed Consolidated Interim Statement of Earnings (Loss) and Comprehensive Earnings (Loss)  
(In U.S. dollars) (Unaudited)

	Note	Three months ended June 30,		Six months ended June 30,	
		2024	2023	2024	2023
Revenue		2,982,725	2,487,071	5,186,052	4,464,238
Mine operating costs	14a	(2,719,760)	(2,327,861)	(4,733,186)	(4,787,200)
Earnings from mine operations		262,965	159,210	452,866	(322,962)
Corporate general and administration	14b	(560,133)	(552,646)	(1,050,184)	(1,025,791)
Foreign exchange gain / (loss)		(22,372)	38,975	97,123	196,171
Other expenses	14c	(24,333)	(39,526)	(381,076)	(92,023)
Net financing expense	14d	(462,154)	(8,113)	(757,021)	(107,742)
		(1,068,992)	(561,310)	(2,091,158)	(1,029,385)
Net loss before taxation		(806,027)	(402,100)	(1,638,292)	(1,352,347)
Taxation	12	-	-	-	-
Net loss and comprehensive loss		(806,027)	(402,100)	(1,638,292)	(1,352,347)
Basic and diluted loss per common share	13	(0.01)	(0.01)	(0.02)	(0.02)
Weighted average number of common shares – basic	13	71,273,309	71,273,309	71,273,309	71,273,309
Weighted average number of common shares – diluted	13	72,707,318	72,707,318	72,707,318	72,707,318

See accompanying notes to the consolidated financial statements.

# GOLCONDA GOLD LTD.

Condensed Consolidated Interim Statement of Changes in Equity  
(In U.S. Dollars) (Unaudited)

Three and six months ended June 30, 2024 and 2023

	Capital stock		Reserves		Total
	Number	Amount	Stock based payments	Deficit	
Balance as at December 31, 2022	71,273,309	58,149,241	2,829,896	(27,631,633)	33,347,504
Net loss and comprehensive loss for the year	-	-	-	(1,352,347)	(1,352,347)
Stock-based compensation	-	-	55,497	-	55,497
<b>Balance as at June 30, 2023</b>	71,273,309	58,149,241	2,885,393	(28,983,980)	32,050,654
Balance as at December 31, 2023	71,273,309	58,149,241	2,887,763	(29,781,455)	31,255,549
Net loss and comprehensive loss for the year	-	-	-	(1,638,292)	(1,638,292)
Stock-based compensation	-	-	-	-	-
<b>Balance as at June 30, 2024</b>	71,273,309	58,149,241	2,887,763	(31,419,747)	29,617,257

See accompanying notes to the consolidated financial statements.

# GOLCONDA GOLD LTD.

Condensed Consolidated Interim Statement of Cash Flows  
(In U.S. Dollars) (Unaudited)

Six months ended June 30, 2024 and 2023

	Notes	Six months ended June 30,	
		2024	2023
Cash flows from operating activities:			
Net earnings loss for the period		(1,638,292)	(1,352,347)
Items not involving cash:			
Depreciation and depletion	7	375,487	371,294
Share based compensation	14	-	55,497
Accretion	11	80,854	80,303
Financing cost	14	676,167	281,036
Foreign exchange (gain)		(14,458)	(143,245)
Change in fair value of warrants	13	-	(253,597)
Deferred revenue	10	(39,139)	-
Working capital adjustments:			
Change in trade receivables and other assets		(975,148)	(377,521)
Change in inventories		(100,301)	159,129
Change in accounts and other payables		(231,805)	384,137
Cash flows from operating activities		(1,866,635)	(795,314)
Cash flows from investing activities:			
Mining assets acquired		(2,087,057)	(400,167)
Cash flows used in investing activities		(2,087,057)	(400,167)
Cash flow from financing activities:			
Borrowings - net	9	-	1,000,000
Proceeds from Streaming Agreement	10	5,000,000	-
Interest paid		(203,452)	(168,353)
Cash flows from financing activities		4,796,548	831,647
(Decrease) Increase in cash		842,856	(363,834)
Effect of unrealized foreign exchange gain on cash		220	(8,013)
Cash, at December 31		113,212	639,033
Cash, at June 30		956,288	267,186

See accompanying notes to the consolidated financial statements.

# GOLCONDA GOLD LTD.

Notes to the Unaudited Condensed Consolidated Interim Financial Statements  
(in U.S. Dollars)

For the three and six months ended June 30, 2024 and 2023

---

## 1. Corporate Information

Golconda Gold Ltd. (the “Company” or “Golconda”) was incorporated under the Business Corporations Act (Ontario) on October 24, 2007 and its principal business activities are the exploration for, development of, and operation of gold mining properties. The Company’s registered and head office is located at Suite 1800, 181 Bay St., Toronto, Ontario, Canada.

The Company owns two mining assets: (1) a producing gold mine which also has the rights to certain mineral exploration tenements (the mine and mineral exploration tenements collectively, “Galaxy”) located in the Republic of South Africa (“South Africa”); and (2) a gold and silver mine and processing infrastructure located in the United States of America (“Summit”).

## 2. Going Concern

These condensed interim consolidated financial statements were prepared using International Financial Reporting Standards (“IFRS”), as issued by the International Accounting Standards Board (“IASB”) that are applicable to a going concern.

As at June 30, 2024, the Company had a working capital deficiency (current assets less current liabilities) of \$6.3 million, including a fully drawn \$3.0 million rolling prepayment loan facility. Earnings from mining operations were \$0.3 million for the quarter ended June 30, 2024. Cashflow from operating activities was negative \$1.1 million for the quarter ended June 30, 2024, predominantly due to changes in working capital.

The Directors have performed an assessment of the ability of the Company to continue as a going concern which covers a period of at least 12 months from the date of approval of the financial statements. Risks to the Company’s ability to continue as a going concern include the ability of operations to meet production targets to generate sufficient cash flow to manage working capital and re-pay borrowings upon maturity. It is currently anticipated that the Company will re-draw its rolling pre-payment facility in the next twelve months and with the recent Streaming Agreement (defined in Note 10, Deferred Revenue), the Company is investing in the next stage of its development plan, which targets a significant increase in production and operating cash flow. Should the Company not be successful in achieving its production targets and positive cash flow it may be necessary for the Company to raise additional funding which is not guaranteed. This indicates the existence of material uncertainties that may cast significant doubt on the ability of the Company to continue as a going concern. Therefore, the Company may be unable to realise its asset and discharge its liabilities in the normal course of business. Because of these uncertainties, there can be no assurance that the measures that management is taking to mitigate risks to the Company’s liquidity position will be successful. The current commodity price and exchange rate environment can be volatile, which may have an impact on the Company’s cash flows and the Company continues to review its near-term operating plans and to take steps to reduce costs and maximize cash flow generated from operations.

These unaudited condensed interim consolidated financial statements do not reflect adjustments to the carrying values of the assets and liabilities, the reported revenues and expenses, and the balance sheet classifications used, that would be necessary if the Company were unable to realize its assets and settle its liabilities as a going concern in the normal course of operations. Such adjustments could be material.

## 3. Basis of preparation

### (a) Statement of compliance

The unaudited condensed interim consolidated financial statements (the “Financial Statements”) of the Company as at and for the three and six months ended June 30, 2024 have been prepared in accordance with IAS 34, *Interim*

# GOLCONDA GOLD LTD.

Notes to the Unaudited Condensed Consolidated Interim Financial Statements  
(In U.S. Dollars)

For the three and six months ended June 30, 2024 and 2023

---

*Financial Reporting*, and do not include all of the information required for full annual consolidated financial statements. Accordingly, certain information and disclosures normally included in annual financial statements prepared in accordance with IFRS have been omitted or condensed.

## **(b) Significant accounting judgments, estimates and assumptions**

The preparation of the Financial Statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the reported amounts of assets, liabilities and contingent liabilities at the date of the Financial Statements and reported amounts of revenues and expenses during the reporting period. Estimates and assumptions are regularly evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates. The particular areas of estimation uncertainty and critical judgments are outlined in detail in Note 3(e) in the annual audited consolidated financial statements for the year ended December 31, 2023 (the "Annual Financial Statements").

## **(c) Functional and presentation currency**

These Financial Statements are presented in U.S. dollars, which is the functional currency of the Company and each of its subsidiaries. All amounts are in U.S. dollars, except where otherwise indicated.

## **4. Material Accounting Policies**

These Financial Statements have been prepared following the same accounting policies and methods of computation as the Annual Financial Statements. Please see Note 4 in the Annual Financial Statements for further information.

The following additional material accounting policy is also relevant for the three and six months ended June 30, 2024:

### **(a) Deferred Revenue**

Deferred revenue consists of: (i) initial cash payments received by the Company for future delivery of payable gold under the terms of the Company's Streaming Agreement, and (ii) a significant financing component of the Company's Streaming Agreement. Deferred revenue is increased as interest expense is recognized based on the implicit interest rate of the discounted cash flows arising from the expected delivery of ounces under the Company's Streaming Agreement. The amount by which the deferred revenue balance is reduced and recognized into revenue is based on a rate per ounce of gold delivered under the Streaming Agreement. This rate per ounce of gold delivered relating to the payments received by the Company is based on the remaining deferred revenue balance divided by the ounces that are expected to be delivered over the term of the Streaming Agreement. As the Company's Streaming Agreement contains a variable component, IFRS 15 requires that the transaction price be updated and re-allocated on an ongoing basis. As a result, the deferred revenue recognized per ounce of gold delivered under the Streaming Agreement will require an adjustment each time there is a significant change in the underlying gold production profile of the Galaxy mine. Should a change in the transaction price be necessary, a cumulative catch-up adjustment to revenue will be made in the period in which the change occurs, to reflect the updated production profile expected to be delivered under the Streaming Agreement

# GOLCONDA GOLD LTD.

Notes to the Unaudited Condensed Consolidated Interim Financial Statements  
(In U.S. Dollars)

For the three and six months ended June 30, 2024 and 2023

## 5. Trade receivables and other assets

	June 30, 2024	December 31, 2023
Trade receivables	479,336	86,354
Taxes recoverable	906,396	507,306
Prepaid expenses and advances	355,240	105,522
Other receivables	80,959	143,102
	1,821,931	842,284

## 6. Inventories

The amount of inventory recognized as an expense during the period is included in mining costs in the condensed consolidated interim statement of earnings and comprehensive earnings. The carrying values at the end of the respective periods are:

	June 30, 2024	December 31, 2023
Finished goods	132,510	85,441
Supplies	216,929	158,016
Ore stockpiles	7,911	11,546
	357,350	255,003

The finished goods and ore stockpiles inventories as of June 30, 2024 are carried at net realisable value.

There were no write-downs of inventories recorded for the three and six months ended June 30, 2024 (year ended December 31, 2023 - \$nil).

## 7. Mining assets and plant and equipment

The continuity of mining assets and plant and equipment for the six months ended June 30, 2024 is as follows:

	Mining Properties	Plant and Equipment	Total
Cost at December 31, 2023	36,594,188	8,324,851	44,919,039
Movements:			
Additions	127,218	1,959,839	2,087,057
Cost at June 30, 2024	36,721,406	10,284,690	47,006,096
Accumulated depreciation and depletion at December 31, 2023	(1,139,884)	(2,621,787)	(3,761,671)
Depreciation and depletion for the period	(83,519)	(291,968)	(375,487)
Accumulated depreciation and depletion at June 30, 2024	(1,223,403)	(2,913,755)	(4,137,158)
Net book value, June 30, 2024	35,498,003	7,370,935	42,868,938



# GOLCONDA GOLD LTD.

Notes to the Unaudited Condensed Consolidated Interim Financial Statements  
(In U.S. Dollars)

For the three and six months ended June 30, 2024 and 2023

The continuity of mining assets and plant and equipment for the year ended December 31, 2023 is as follows:

	Mining Properties	Construction in Progress	Plant and Equipment	Total
Cost at December 31, 2022	34,757,384	567,912	8,218,974	43,544,270
Movements:				-
Additions	1,243,770	-	105,877	1,349,647
Transfers	567,912	(567,912)	-	-
Change in rehabilitation provision estimate	25,122	-	-	25,122
Cost at December 31, 2023	36,594,188	-	8,324,851	44,919,039
Accumulated depreciation and depletion at December 31, 2022	(898,730)	-	(2,072,029)	(2,970,759)
Depreciation and depletion for the period	(241,154)	-	(549,758)	(790,912)
Accumulated depreciation and depletion at December 31, 2023	(1,139,884)	-	(2,621,787)	(3,761,671)
Net book value, December 31, 2023	35,454,304	-	5,703,064	41,157,368

## 8. Trade accounts payable and accrued liabilities

	June 30, 2024	December 31, 2023
Accounts payable	3,299,611	3,526,931
Accrued liabilities	885,309	906,323
	4,184,920	4,433,254

Trade payables and accrued liabilities are non-interest bearing.

## 9. Loans and borrowings

	June 30, 2024	December 31, 2023
Current:		
Concentrate prepayment facility	3,067,761	3,065,814
Short-term loan note	1,774,796	1,481,020
	4,842,557	4,546,834

On August 3, 2022, the Company entered into a gold concentrate offtake agreement (the “Ocean Partners Offtake Agreement”) with Ocean Partners UK Limited (“Ocean Partners”) which included providing the Company with an unsecured \$3,000,000 short-term revolving credit facility bearing interest at US\$ 3-month LIBOR (or CME Term SOFR) plus 7.5% (“Ocean Partners Facility”). Interest and principal for the Ocean Partners Facility will be repaid against deliveries of gold concentrate or cash by the Company to Ocean Partners under the Ocean Partners Offtake Agreement. The Company can elect to repay the full principal amount outstanding under the Ocean Partners Facility and any accrued interest without any penalty with two weeks of advance notice. Once a drawdown under the Ocean Partners Facility is repaid, such amount can subsequently be redrawn.

# GOLCONDA GOLD LTD.

Notes to the Unaudited Condensed Consolidated Interim Financial Statements  
(In U.S. Dollars)

For the three and six months ended June 30, 2024 and 2023

On March 29, 2023 the Company entered into a loan agreement with Dantinator SA with respect to a term loan facility for \$1,000,000 with a maturity date of March 29, 2024, extendable by a further six months upon satisfaction of certain conditions. On March 27, 2024, the maturity was further extended to March 29, 2025. The loan bears an interest rate of 6% per annum and has a redemption premium of 100%. The loan is secured against all of the issued and outstanding shares of Summit Gold Corporation.

On December 21, 2023, the Company entered into an additional loan agreement with Dantinator SA with respect to a term loan facility for \$200,000. The facility was fully drawn in January 2024, accrued interest at a rate of 5% per annum, was unsecured and was repaid on June 28, 2024.

## 10. Deferred Revenue

On February 27, 2024, the Company completed a \$5,000,000 gold purchase and sale agreement (the “Streaming Agreement”) with Empress Royalty Holding Corp. (“Empress”) which provides that Galaxy Gold Reefs Ltd., the subsidiary of the Company which holds the Company’s interest in Galaxy, will deliver 3.5% of payable gold production from the Galaxy mine at a cash purchase price of 20% of spot gold until 8,000 ounces have been delivered. Thereafter, 2% of payable gold production will be delivered from Galaxy at a cash purchase price of 20% of spot gold price, until the earlier of 20,000 ounces having been delivered or 20 years after the first gold delivery was made.

The changes in the carrying value of deferred revenue are as follows:

At December 31, 2023	-
Advance payment on the Streaming Agreement (gross)	5,000,000
Deferred revenue recognised	(39,139)
Interest on financing component of deferred revenue	174,113
At June 30, 2024	5,134,974
Current portion	418,417
Non-current portion	4,716,557
Total	5,134,974

During the six months ended June 30, 2024, the Company sold 54 ounces of gold to Empress. Revenue recognised on the ounces sold from Galaxy to Empress during the six months ended June 30, 2024 consisted of \$27,000 of cash proceeds and \$39,000 of deferred revenue recognised.

## 11. Restoration and rehabilitation provision

At December 31, 2023	2,132,231
Accretion	80,854
Foreign exchange revaluation	11,714
At June 30, 2024	2,224,799

# GOLCONDA GOLD LTD.

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

(In U.S. Dollars)

For the three and six months ended June 30, 2024 and 2023

## 12. Income and Mining Taxes

The Company estimates the effective tax rate expected to be applicable for the full fiscal year and uses that rate to provide for income taxes in interim reporting periods. The Company also recognizes the tax impact on certain discrete (unusual or infrequently occurring) items, including changes in judgment concerning the probable realization of losses and effects of changes in tax laws or rates, in the interim period in which they occur.

As a result of the effect of utilization of loss carry forwards available to the Company, the Company reported no income tax expense for the three and six months ended June 30, 2024 (three and six months ended June 30, 2023 - \$nil). The effective income tax rates vary from the combined Canadian federal and provincial statutory income tax rate of 26.50% for the three and six months ended June 30, 2024 (three and six months ended June 30, 2023 – 26.50%) due to the geographical distribution of earnings, which are subject to different tax rates, fluctuations in exchange rates, changes in unrecognized deferred tax assets and other non-deductible expenses.

## 13. Share Capital

### (a) Authorized share capital:

As at June 30, 2024, the authorized share capital of the Company consisted of an unlimited number of common shares. All issued shares are fully paid.

### (b) Issued share capital:

As at June 30, 2024, 71,273,309 common shares were issued and outstanding (December 31, 2023 - 71,723,309).

### (c) Stock Options:

The Company has an omnibus equity incentive plan (the “Equity Incentive Plan”), which superseded the Company’s previous stock option plan and deferred share unit (“DSU”) plan effective May 23, 2022. Under the Equity Incentive Plan, options may be granted to directors, officers, employees and consultants. As at June 30, 2024 options to purchase a maximum of 7,127,330 common shares were issuable under the Equity Incentive Plan, of which 1,283,652 were outstanding and 5,843,678 remained available for issuance. Under the Equity Incentive Plan, the Company may grant options for up to 10% of the issued and outstanding common shares to directors, officers, employees and consultants. Under the Equity Incentive Plan, the exercise price and vesting is at the discretion of the Board of Directors, with vesting conditions normally being time based over three years, and options can be granted for a maximum term of ten years, with certain restrictions as to limits on amounts granted to insiders, consultants or persons engaged in investor relations activities.

The following is a summary of stock options outstanding as at June 30, 2024 and December 31, 2023 along with changes during the periods then ended:

	Number of Options	Weighted Average Exercise Price (CDN\$)
Balance December 31, 2022, December 31, 2023 and June 30, 2024 <sup>(1) (2)</sup>	1,283,652	0.42

<sup>(1)</sup> The weighted average time to expiration for outstanding options is 1.16 years. The range of exercise prices is Cdn.\$0.345 to Cdn.\$0.625.

<sup>(2)</sup> As at June 30, 2024, 1,283,652 options were exercisable (December 31, 2023 – 1,283,652).

# GOLCONDA GOLD LTD.

Notes to the Unaudited Condensed Consolidated Interim Financial Statements  
(In U.S. Dollars)

For the three and six months ended June 30, 2024 and 2023

## (d) Earnings (loss) per share:

	Three months ended June 30,		Six months ended June 30,	
	2024	2023	2024	2023
Loss attributable to Golconda Shareholders	(806,027)	(402,100)	(1,638,292)	(1,352,347)
Weighted average number of common shares outstanding for purposes of basic earnings per share	71,273,309	71,273,309	71,273,309	71,273,309
Dilutive options and deferred share units	-	-	-	-
Weighted average number of common shares outstanding for the purpose of diluted earnings per share	71,273,309	71,273,309	71,273,309	71,273,309
Loss per share				
- Basic and Diluted	(0.01)	(0.01)	(0.02)	(0.02)

In the three and six months ended June 30, 2024, 1,283,652 stock options and 1,434,009 deferred share units were excluded from the calculation of diluted earnings per share as they were considered anti-dilutive.

## (e) Deferred Share Units

The Company may grant Deferred Share Units (“DSUs”) to directors, officers, employees and consultants under the Equity Incentive Plan. As at June 30, 2024, a maximum of 7,127,330 DSUs were issuable under the Equity Incentive Plan, of which 1,239,357 were issued and outstanding as at June 30, 2024 (December 31, 2023 – 1,434,009). On issuance of the DSUs the fair value is calculated as the quoted share price on the date of grant times the number of DSUs issued. The compensation expense is then recognized over the vesting period of the DSUs. All DSUs were fully vested as at June 30, 2024 and December 31, 2023. The Board of Directors at its discretion can determine the vesting schedule applicable to an award of DSUs at the time of award.

## (f) Warrants:

The following is a summary of warrants outstanding as at June 30, 2024 and December 31, 2023 and changes during the periods then ended:

	Number of Warrants	Weighted Average Exercise Price (CDN\$)
Balance, December 31, 2022	12,615,460	1.48
Warrants expired	(609,720)	1.10
Balance, December 31, 2023 and March 31, 2024	12,005,740	1.50
Warrants expired	(12,005,740)	1.50
Balance, June 30, 2024	-	-

# GOLCONDA GOLD LTD.

Notes to the Unaudited Condensed Consolidated Interim Financial Statements  
(In U.S. Dollars)

For the three and six months ended June 30, 2024 and 2023

## 14. Breakdown of costs

### (a) Mine operating costs

	Three months ended June 30,		Six months ended June 30,	
	2024	2023	2024	2023
Mining and processing	1,993,035	1,764,642	3,466,982	3,575,329
Administrative	520,860	381,031	890,717	840,577
Total costs	2,513,895	2,145,673	4,357,699	4,415,906
Depreciation and depletion	205,865	182,188	375,487	371,294
	2,719,760	2,327,861	4,733,186	4,787,200

### (b) Corporate general and administration

	Three months ended June 30,		Six months ended June 30,	
	2024	2023	2024	2023
Professional fees	89,952	114,747	191,409	230,104
Corporate fees	470,181	434,512	858,775	740,190
Share-based compensation	-	3,387	-	55,497
	560,133	552,646	1,050,184	1,025,791

### (c) Other expenses

	Three months ended June 30,		Six months ended June 30,	
	2024	2023	2024	2023
Streaming Agreement transaction costs (see Note 10)	-	-	324,469	-
Summit pre-start costs	24,333	39,526	56,607	92,023
	24,333	39,526	381,076	92,023

### (d) Net financing expenses / (income)

	Three months ended June 30,		Six months ended June 30,	
	2024	2023	2024	2023
Financing cost on borrowings	290,835	183,156	502,054	281,036
Decrease in fair value of warrants denominated in foreign currency	-	(202,073)	-	(253,597)
Financing component on deferred revenue	130,584	-	174,113	-
Accretion on restoration and rehabilitation provision	40,735	27,030	80,854	80,303
	462,154	8,113	757,021	107,742

# GOLCONDA GOLD LTD.

Notes to the Unaudited Condensed Consolidated Interim Financial Statements  
(In U.S. Dollars)

For the three and six months ended June 30, 2024 and 2023

## 15. Related party transactions

The remuneration of directors and other members of key management personnel during the three and six months ended June 30, 2024 and 2023 are as follows:

	Three months ended June 30,		Six months ended June 30,	
	2024	2023	2024	2023
Salaries	243,672	243,100	489,020	480,967
Directors fees	73,750	76,127	147,500	149,877
Share-based compensation <sup>(1)</sup>	-	6,632	-	58,742
	317,422	325,859	636,520	689,586

<sup>(1)</sup> Share-based compensation is the fair value of options and DSUs granted to key management personnel.

On August 13, 2020, the Company entered into loan agreements (the “Executive Loans”) with its CEO, COO and former CFO (the “Executives”) as partial compensation for the services provided by the Executives in 2019. The loans were non-interest bearing, non-recourse loans with a term of three years. Pursuant to the terms of the loan agreements, the Executives used the proceeds of the loans to exercise 912,600 common share purchase warrants held by the Executives. The common shares issued to the Executives on exercise of the warrants are held by the Company as security for the outstanding loan balance.

On February 2, 2022, the Company settled C\$118,482 of the Executive Loans with certain Executives in exchange for the forfeiture of certain vacation days owing to the Executives.

On September 30, 2023, the maturity of C\$60,918 of the Executive Loans were extended to August 13, 2024. The balance of Executive Loans as at June 30, 2024 was C\$109,668 (December 31, 2023 – C\$109,668).

# GOLCONDA GOLD LTD.

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

(In U.S. Dollars)

For the three and six months ended June 30, 2024 and 2023

## 16. Segmented information

The Company operates in three geographic segments, being the Republic of South Africa, the U.S.A. and Canada. A breakdown of the revenue, costs, assets and liabilities by geographic segment is as follows.

As at and for the three and six months ended June 30, 2024:

	Canada	U.S.A.	South Africa	Total
Revenue				
Three months ended June 30, 2023	-	-	2,982,725	2,982,725
Six months ended June 30, 2023	-	-	5,186,052	5,186,052
Mine operating costs				
Three months ended June 30, 2023	-	-	(2,719,760)	(2,719,760)
Six months ended June 30, 2023	-	-	(4,733,186)	(4,733,186)
Other expenses				
Three months ended June 30, 2023	(886,692)	(30,683)	(151,617)	(1,068,992)
Six months ended June 30, 2023	(1,827,856)	(69,306)	(193,996)	(2,091,158)
Net earnings / (loss) before tax				
Three months ended June 30, 2023	(886,692)	(30,683)	111,348	(806,027)
Six months ended June 30, 2023	(1,827,856)	(69,306)	258,870	(1,638,292)
Additions to non-current assets				
Three months ended June 30, 2023	-	-	1,954,073	1,954,073
Six months ended June 30, 2023	-	-	2,087,057	2,087,057
As at June 30, 2024				
Cash	15,357	-	940,931	956,288
All other assets	10,053	12,079,740	32,958,426	45,048,219
Total assets	25,410	12,079,740	33,899,357	46,004,507
Total liabilities	3,110,693	715,910	12,560,647	16,387,250

As at and for the three and six months ended June 30, 2023:

	Canada	U.S.A.	South Africa	Total
Revenue				
Three months ended June 30, 2023	-	-	2,487,071	2,487,071
Six months ended June 30, 2023	-	-	4,464,238	4,464,238
Net earnings / (loss) loss before tax				
Three months ended June 30, 2023	(438,438)	(44,856)	81,194	(402,100)
Six months ended June 30, 2023	(776,134)	(102,681)	(473,532)	(1,352,347)
As at June 30, 2023				
Cash	121,386	-	145,800	267,186
All other assets	133,623	12,054,617	30,039,344	42,227,584
Total assets	255,009	12,054,617	30,185,144	42,494,770
Total liabilities	2,463,558	667,431	7,313,127	10,444,116