



ARBN 162 902 481

ASX Appendix 4E Preliminary Final Report

For the year ended 30 June 2020
(Incorporating information pursuant to ASX listing rule 4.3A)

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Results for announcement to the market

Key Information

Financial results

	30 June 2020 US\$	30 June 2019 US\$	Change	
			US\$	%
Income and investment returns from ordinary activities	(10,190,015)	(44,012,181)	33,822,166	77%
Loss from ordinary activities after tax attributable to members	(22,367,826)	(48,687,361)	26,319,535	54%
Net loss for the year attributable to members	(22,367,826)	(48,687,361)	26,319,535	54%

Dividends

Cents per ordinary share Nil

No dividends have been declared or are payable for the year ended 30 June 2020.

Tangible assets per ordinary share

Net tangible assets per share as at 30 June 2020 (in United States dollars) 0.18

Net tangible assets per share as at 30 June 2020 (in Australian dollars) 0.26

Commentary

Zeta Resources Limited ("the company") is an investment company listed on the Australian Securities Exchange. The company has the following wholly-owned subsidiaries, being Kumarina Resources Pty Limited, Zeta Energy Pte. Ltd, and Zeta Investments Limited.

The company's net loss after tax for the year ended 30 June 2020 was US\$22,367,826.

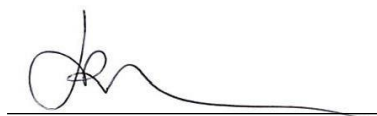
The majority of the net loss is comprised of the fair value decrease in the company's listed investments as at 30 June 2020, recognised at fair value in the financial statements.

The company's basic and diluted loss per share for the year ended 30 June 2020 was US\$0.08. This is based on the weighted average number of ordinary shares in issue during the year.

Additional Information

Dividends paid or provided for	No dividends declared for the year ended 30 June 2020. Refer to results summary.
Dividends reinvestment plan	No dividends or distribution reinvestment plan was in operation during the year ended 30 June 2020.
Net tangible assets per share	Details of net tangible asset backing are set out in the results summary.
On-market buy-back scheme	Since the start of the on-market buy-back scheme on 15 September 2018, Zeta Resources has repurchased and cancelled 877,948 fully paid ordinary shares.
Control gained or lost over entities having material effect	None.
Details of associates and joint ventures	The group has no investments in associates or joint ventures.
Other significant information	<p>The company has continued to adopt IFRS 10 to determine which investees should be consolidated. The company is assessed as qualifying as an investment entity as it provides professional investment management services; its business purpose is to invest funds solely for returns of capital appreciation and/or investment income; and its investments are measured on a fair value basis. Accordingly, the company has not presented consolidated financial statements.</p> <p>At the date of this Appendix 4E there was no other matter of a significant nature.</p>
Accounting standards for foreign entities	The financial statements have been prepared in accordance with International Financial Reporting Standards and the provisions of the Bermuda Companies Act 1981.
Commentary on the results for the financial year	Refer to results summary.
Compliance statement	This report is based on accounts which are in the process of being audited.

Signed:



Name: **J Dugald F Morrison**

Date: 25 August 2020

Statement of profit and loss and other comprehensive income for the year ended 30 June 2020

	Notes	June 2020 US\$	June 2019 US\$
Income and investment returns			
Revenue	15	104,734	271,778
Investment losses	15	(11,216,601)	(46,123,888)
Other income	16	921,852	1,839,929
Expenses			
Directors fees		(183,333)	(150,000)
Interest expense		(4,434,509)	(3,315,144)
Management and consulting fees	17	(778,505)	(694,181)
Operating and administration expenses	18	(540,019)	(515,855)
Loss before tax		(16,126,381)	(48,687,361)
Taxation expense	19	(6,241,445)	–
Loss for the year		(22,367,826)	(48,687,361)
TOTAL COMPREHENSIVE LOSS FOR THE YEAR		(22,367,826)	(48,687,361)
Loss per share			
Basic and diluted loss per share	20	(0.08)	(0.17)

Statement of financial position at 30 June 2020

	Notes	June 2020 US\$	June 2019 US\$
Non-current assets			
Investment in subsidiaries	3	16,417,335	1,000,002
Investments	4	114,839,211	129,928,110
Loans to subsidiaries	5	1,506,499	1,571,725
Other loan	6	-	625,822
Current assets			
Loans to subsidiaries	5	208,156	-
Cash and cash equivalents	7	12,082	104,715
Trade and other receivables	8	-	508,337
Total assets		132,983,283	133,738,711
Non-current liabilities			
Loan from subsidiary	9	-	(2,508,840)
Loan from parent	10	(68,312,746)	(45,793,293)
Other loans	11	(6,312,255)	(9,714,019)
Current liabilities			
Other loans	12	(1,250,000)	(1,250,000)
Trade and other payables	13	(2,656,381)	(473,417)
Tax payable	19	(2,831,770)	-
Total liabilities		(81,363,152)	(59,739,569)
NET ASSETS		51,620,131	73,999,142
Equity			
Share capital	14	2,777	2,778
Share premium	14	122,874,923	122,897,203
Treasury stock		-	(11,096)
Accumulated losses		(71,257,569)	(48,889,743)
TOTAL EQUITY		51,620,131	73,999,142

**Statement of cash flows
for the year ended 30 June 2020**

	Notes	June 2020 US\$	June 2019 US\$
Cash flows from operating activities			
Cash generated/(utilised) by operations	21	1,208,291	(2,136,731)
Interest received		83,251	43,036
Interest paid		(348,403)	(549,726)
Dividend income		21,483	228,742
Taxation paid		(3,409,675)	-
Net cash flows from operating activities		(2,445,053)	(2,414,679)
Cash flows from investing activities			
Investments purchased		(42,757,993)	(24,564,630)
Investments sold		31,220,634	11,836,201
Increase in loan to subsidiaries from additional funding		(12,580,928)	(2,222,629)
Decrease in loan to subsidiaries from repayments		12,302,376	2,049,314
Increase in other loans from additional funding		(4,960,000)	(624,947)
Decrease in other loans from repayments		6,182,608	-
Net cash flows from investing activities		(10,593,303)	(13,526,691)
Cash flows from financing activities			
Purchase of treasury shares		(11,185)	(210,392)
Increase in loan from parent from additional funding		46,043,589	13,845,953
Decrease in loan from parent from repayments		(27,794,521)	-
Increase in loan from subsidiary from additional funding		1,897,066	2,609,018
Decrease in loan from subsidiary from repayments		(2,788,630)	(5,402,381)
Increase in other loans from additional funding		3,189,313	4,969,323
Decrease in other loans from repayments		(8,196,272)	-
Net cash flows from financing activities		12,339,360	15,811,521
Net movement in cash and cash equivalents		(698,996)	(129,849)
Cash and cash equivalents at the beginning of the year		104,715	287,172
Effect of exchange rate fluctuations on cash held		606,363	(52,608)
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	7	12,082	104,715

Statement of changes in equity
for the year ended 30 June 2020

	Notes	Share capital US\$	Share premium US\$	Treasury Shares	Accumulated losses US\$	Total US\$
Balance at 1 July 2018		2,785	123,096,492	-	(202,382)	122,896,895
Purchase of treasury shares		-	-	(11,096)	-	(11,096)
Cancellation of treasury shares	14	(7)	(199,289)	-	-	(199,296)
Total comprehensive loss for the year		-	-	-	(48,687,361)	(48,687,361)
Balance at 30 June 2019		2,778	122,897,203	(11,096)	(48,889,743)	73,999,142
Purchase of treasury shares		-	-	(11,185)	-	(11,185)
Cancellation of treasury shares	14	(1)	(22,280)	22,281	-	-
Total comprehensive loss for the year		-	-	-	(22,367,826)	(22,367,826)
Balance at 30 June 2020		2,777	122,874,923	-	(71,257,569)	51,620,131

Notes to the financial statements for the year ended 30 June 2020

1. BASIS OF PREPARATION OF PRELIMINARY FINAL REPORT

1.1 Corporate information

Zeta Resources Limited ("Zeta Resources" or "the company") is an investment company incorporated on 13 August 2012, listed on the Australian Securities Exchange and domiciled in Bermuda. The financial statements of the company as at and for the year ended 30 June 2020 comprise the company only.

1.2 Basis of preparation

This report is based on accounts that are in the process of being audited.

This report does not include all of the notes normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the financial report for the year ended 30 June 2020 and any public announcements made by the company during the reporting period in accordance with continuous disclosure requirements.

1.3 Functional and presentation currency

The company's functional and presentation currency is United States dollars.

2. ADOPTION OF NEW AND REVISED STANDARDS

2.1 Standards and interpretations adopted during the year

IFRIC 23 Uncertainty over Income Tax treatments

The interpretation explains how to recognise, and measure deferred and current income tax assets and liabilities where there is uncertainty over a tax treatment. In particular, it discusses:

- how to determine the appropriate unit of account, and that each uncertain tax treatment should be considered separately or together as a group, depending on which approach better predicts the resolution of the uncertainty
- that the company should assume a tax authority will examine the uncertain tax treatments and have full knowledge of all related information, ie that detection risk should be ignored
- that the company should reflect the effect of the uncertainty in its income tax accounting when it is not probable that the tax authorities will accept the treatment
- that the impact of the uncertainty should be measured using either the most likely amount or the expected value method, depending on which method better predicts the resolution of the uncertainty, and
- that the judgements and estimates made must be reassessed whenever circumstances have changed or there is new information that affects the judgements.

While the interpretation does not require new disclosure to be made, it does clarify that information about judgements of the general requirements should be provided.

The company measures uncertainty by using the most likely amount and not the expected value method. The detail of the judgements relating to the uncertain tax position is disclosed in note 19.

IFRS 16 Leases

IFRS 16 had no significant impact on the financial statements. The company does not have contracts which include leases.

2.2 New standards, amendments and interpretations effective for annual periods beginning after 1 July 2020 that have not been adopted

At the date of authorisation of these financial statements, the following standards affecting the company were in issue, but not yet effective:

Amendment to the conceptual framework – effective 1 January 2020

Definition of material (Amendments to IAS 1 and IAS 8) – effective 1 January 2020

Presentation of liabilities (Amendments to IAS 1) – effective 1 January 2022

The company has chosen not to early adopt the new and revised standards affecting presentation and disclosure which have been published and are mandatory for the company's accounting records beginning on the date mentioned above.

Based on initial assessment, these standards are not expected to have a material impact on the company.

3. INVESTMENT IN SUBSIDIARIES	June 2020 US\$	June 2019 US\$
At fair value		
Investment in Kumarina Resources Pty Limited ("Kumarina")	1,309,352	1,000,000
Investment in Zeta Energy Pte. Ltd. ("Zeta Energy")	1	1
Investment in Zeta Investments Limited ("Zeta Investments")	1	1
Investment in Horizon Gold Limited ("Horizon Gold")	15,107,981	-
	16,417,335	1,000,002

Investments in subsidiaries are held as part of the investment portfolio and consequently, in accordance with IFRS 10 are not consolidated but rather shown at fair value through profit and loss. Horizon Gold is measured using market price. Kumarina is valued using resource and area multiples to value Kumarina's two main projects, with further consideration to the remaining assets and liabilities held by Kumarina. The company is currently deemed to have a value of US\$1,309,352.

The remaining investments in subsidiaries are fair valued by the directors at a nominal value due to the fact that they hold no significant assets, nor do they have any significant value. The company had the following subsidiaries as at 30 June 2020:

	Number of ordinary shares	Percentage of ordinary shares held
30 June 2020		
Kumarina incorporated in Australia	26,245,210	100%
Zeta Investments incorporated in Bermuda	1,000	100%
Zeta Energy incorporated in Singapore	1	100%
Horizon Gold incorporated in Australia	52,826,967	69%
30 June 2019		
Kumarina incorporated in Australia	26,245,210	100%
Zeta Investments incorporated in Bermuda	1,000	100%
Zeta Energy incorporated in Singapore	1	100%

4. INVESTMENTS	June 2020 US\$	June 2019 US\$
Financial assets at fair value through profit or loss	114,839,211	129,928,110
Equity securities at fair value		
Listed ordinary shares	50,124,116	89,521,947
Unlisted ordinary shares, subscription and other rights	64,715,095	40,406,163
	114,839,211	129,928,110
Equity securities at cost		
Listed ordinary shares	127,666,665	109,256,914
Unlisted ordinary shares, subscription and other rights	47,054,148	44,173,811
	174,720,813	153,430,725

During the reporting period the company completed a total of 128 transactions (2019: 271 transactions) in securities.

5. LOAN TO SUBSIDIARIES	June 2020 US\$	June 2019 US\$
Loan to Zeta Energy	728,469	1,076,072
Loan to Kumarina	778,030	495,653
	1,506,499	1,571,725

LOAN TO SUBSIDIARIES – CURRENT

Loan to Horizon Gold	208,156	–
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The loan to Zeta Energy is denominated in Australian dollars to the value of A\$2,594,249 (2019: A\$2,809,348), British pounds to the value of UK£11,100 (2019: UK£11,100), New Zealand dollars to the value of NZ\$6.16 million (2019: NZ\$6.16 million), South African rands to the value of R4,000 (2019: R4,000), Singapore dollars to the value of SG\$28,162 (2019: SG\$28,162) and United States dollars to the value of US\$(141,342) (2019: US\$(147,581)). There are no fixed repayment terms except that no repayment is due before 30 June 2021 and no interest is charged. During the year ended 30 June 2020, the loan to Zeta Energy, which was utilised for the purchase of listed investments, was classified as under-performing due to internal indications that the company is unlikely to receive the full contractual amounts owed. The expected credit loss for this loan has been calculated based on the lifetime Expected Credit Losses (“ECL”). The directors calculated the ECL by reviewing relevant forward-looking information that is most relevant to the subsidiary including review of the company’s assets and liabilities to suggest a value for the loan, there was no change in the assessment of credit risk from the prior year. The impairment was based on the expected decrease in the value of the underlying investment for the loan. As at 30 June 2020 the ECL calculated amounted to US\$4,923,959.

The loan to Kumarina, used for working capital is denominated in Australian dollars and is interest free. There are no fixed repayment terms. The loan is still performing as no contractual breaches have occurred and the value of the assets in Kumarina is sufficient to cover all the liabilities. The impact of Covid-19 on Kumarina was not severe as the company is in the exploration phase and resources prices were not impacted significantly by the pandemic.

The loan to Horizon Gold Limited is denominated in Australian dollars to the value of A\$300,000 and interest of 7.5% per annum. There are no fixed repayment terms. During the year ended 30 June 2020 the loan was classified as performing as no contractual breaches have occurred and the value of the assets in Horizon Gold Limited is sufficient to cover all the liabilities.

A reconciliation of the impairment movement on the Zeta Energy loan can be seen below:

	June 2020 US\$	June 2019 US\$
Opening balance of impairment	4,916,284	3,898,147
Additional impairments	7,675	1,018,137
Reversal of impairments	–	–
Amounts written off as bad debts	–	–
Closing impairment	4,923,959	4,916,284

6. OTHER LOAN	June 2020 US\$	June 2019 US\$
Loan to Bligh Resources Limited	–	625,822

7. CASH AND CASH EQUIVALENTS	June 2020 US\$	June 2019 US\$
Cash balance comprises:		
Cash at bank	12,082	104,715

Cash at bank earns interest at floating rates based on daily bank deposit rates. Short term deposits are made for varying periods between three to six months depending on the immediate cash requirements of the company and earn interest at the respective short-term deposit rates.

8. TRADE AND OTHER RECEIVABLES	June 2020 US\$	June 2019 US\$
Owing from Zeta Investments Pty Limited	-	476,088
Other receivables	-	32,249
	-	508,337

The amount owing from Zeta Investments Pty Limited was denominated in Australian dollars and was a short-term balance in order to purchase shares.

9. LOAN FROM SUBSIDIARY	June 2020 US\$	June 2019 US\$
Loan from Zeta Energy	-	2,508,840

As at 30 June 2019 the loan from Zeta Energy was denominated in Australian dollars to the value of A\$2.63 million and New Zealand dollars to the value of NZ\$983,000 and attracted interest at rates between 4.35% and 6.85% per annum on the Australian dollar loan and at 6.00% per annum on the New Zealand dollar loan. Zeta Energy in turn borrowed these funds from Leveraged Equities on the same terms. In the current year the loan was transferred to the name of Zeta Resources Limited. See Note 11.

10. LOAN FROM PARENT	June 2020 US\$	June 2019 US\$
Loan from UIL Limited ("UIL")	68,312,746	45,793,293

The loan is denominated in Australian dollars to the value of A\$66.06 million (30 June 2019: A\$40.103 million) and in Canadian dollars to the value of CA\$31.02 million (30 June 2019: CA\$23.146 million), and currently attracts interest at 7.5% per annum (30 June 2019: 7.5%) on the Australian dollar loan and 7.25% (30 June 2019: 7.25%) on the Canadian dollar loan. There are no repayment terms and no repayment is due before 30 June 2021.

11. OTHER LOANS	June 2020 US\$	June 2019 US\$
Loan from ICM Limited	436,569	3,983,509
Loan from PPP	1,614,293	1,980,510
Loan from Leveraged Equities	1,761,393	–
Loan from Bermuda Commercial Bank Limited	2,500,000	3,750,000
	6,312,255	9,714,019

The ICM Loan is denominated in Australian dollars to the value of A\$631,100 (30 June 2019: A\$5.69 million) and attracts interest at 7.5% per annum. The PPP Loan is denominated in Australian dollars to the value of A\$2.34 million (30 June 2019: A\$2.85 million) and is interest free. For both of the ICM Limited and PPP loans there are no fixed repayment terms except that no repayment is due before 30 June 2021.

The Bermuda Commercial Bank loan is denominated in United States dollars and currently attracts interest at Bermuda Commercial Bank's commercial base rate + 1.25% per annum. Repayments of US\$1.25 million are scheduled on 30 September 2020 with the remaining balance payable on 30 September 2021.

The loan from Leveraged Equities is denominated in Australian dollars to the value of A\$1.588 million and New Zealand dollars to the value of NZ\$1.035 million and currently attracts interest at rates between 4.35% and 6.85% per annum on the Australian dollar loan and at 6.00% per annum on the New Zealand dollar loan. There are no fixed repayment terms except that no repayment is due before 30 June 2021. In order to secure these loans Zeta Resources has pledged certain of its investments. The shares pledged are Resolute Mining Limited (6,461,036 shares valued at US\$5 million) and Panoramic Resources Limited (6,363,635 shares valued at US\$350,814).

12. OTHER LOANS – CURRENT	June 2020 US\$	June 2019 US\$
Loan from Bermuda Commercial Bank Limited	1,250,000	1,250,000

The above US\$1,250,000 represents the short-term portion of the loan owing to Bermuda Commercial Bank.

13. TRADE AND OTHER PAYABLES	June 2020 US\$	June 2019 US\$
Other liabilities	26,979	–
Amount owed to brokers	2,368,352	178,761
Accruals	261,050	294,656
	2,656,381	473,417

The accruals are for audit, management, directors and administration fees payable.

14. SHARE CAPITAL AND SHARE PREMIUM

Authorised

5,000,000,000 ordinary shares of par value US\$0.00001

Issued

Ordinary shares

	Number of shares	Share capital	Share premium
Balance as at incorporation	-	-	-
Issued at incorporation as \$1 par shares	100	-	-
Shares split into 10,000,000 shares of US\$0.00001 each	9,999,900	-	-
Issued in consideration for purchase of investments from UIL Limited	22,835,042	228	32,221,936
Issued in consideration for purchase of 100% of Kumarina Resources Limited	17,775,514	178	13,406,337
Issued under initial public offering	4,000	-	3,795
Issued under public rights issue dated 10 February 2014	42,616,164	426	19,249,296
Following shareholder approval, issued under ASX listing rule 10.11 dated 7 December 2015	6,769,280	68	1,351,677
Issued under a scheme of arrangement pursuant to acquiring all the ordinary share capital of Pan Pacific Petroleum NL	11,914,689	119	3,467,556
Issued pursuant to an exercise of options on 10 November 2017	86,461,440	865	17,330,823
Issued in consideration for purchase of investments from Somers Isles Private Trust Company Limited	90,144,895	901	36,065,072
Share cancellation as a result of share buy-back 7 November 2018	(322,446)	(3)	(93,785)
Share cancellation as a result of share buy-back 5 December 2018	(12,320)	-	(3,201)
Share cancellation as a result of share buy-back 5 March 2019	(202,202)	(2)	(50,817)
Share cancellation as a result of share buy-back 4 April 2019	(112,727)	(1)	(26,374)
Share cancellation as a result of share buy-back 7 May 2019	(58,253)	(1)	(13,732)
Share cancellation as a result of share buy-back 7 June 2019	(50,000)	-	(11,380)
Balance as at 30 June 2019	287,763,076	2,778	122,897,203
Share cancellation as a result of share buy-back 2 July 2019	(50,000)	-	(11,096)
Share cancellation as a result of share buy-back 2 April 2020	(70,000)	(1)	(11,184)
Balance as at 30 June 2020	287,643,076	2,777	122,874,923

15. INVESTMENT RETURNS	June 2020 US\$	June 2019 US\$
Revenue		
Dividend income	21,483	228,742
Interest income	83,251	43,036
	104,734	271,778
Investment loss		
<i>Derived from financial instruments measured at fair value</i>		
Realised gains	20,503,342	4,885,621
Unrealised fair value losses on revaluation of investments	(64,176,357)	(67,369,091)
Unrealised fair value gains on revaluation of investments	32,464,090	17,377,719
<i>Derived from financial instruments measured at amortised cost</i>		
Impairment of loan to Zeta Energy	(7,676)	(1,018,137)
	(11,216,601)	(46,123,888)

During the period ended 30 June 2020, the loan granted to Zeta Energy was impaired to the fair value of Zeta Energy as determined by the directors.

16. OTHER INCOME	June 2020 US\$	June 2019 US\$
Foreign exchange gains	903,005	907,680
Other income	18,847	932,249
	921,852	1,839,929

17. MANAGEMENT AND CONSULTING FEES	June 2020 US\$	June 2019 US\$
Management and consulting fees	778,505	694,181

The company entered into an investment management agreement with ICM Limited on 3 June 2018. Management fees are payable at a rate of 0.5% per annum, of the net tangible assets managed on calculation date (last day of quarter), payable quarterly in arrears.

Performance fees are payable annually at year end on the difference between adjusted equity funds (adjusted for any dividends paid or accrued) on calculation date less adjusted base equity funds (high-water mark) previously used in the performance fee calculation multiplied by 15%. The adjusted base equity funds is the base equity fund used in the last performance fee calculation adjusted by the average percentage income yield on the S&P/ASX 300 Metals and Mining Index. No performance fee was paid in the current period (2019: US\$ Nil).

Either party may terminate the agreement with six months' notice.

18. OPERATING AND ADMINISTRATION EXPENSES	June 2020 US\$	June 2019 US\$
Operating and administration expenses consist of:		
Accounting fees	144,227	162,940
Audit fees	38,729	21,829
Australian Securities Exchange listing fees and regulatory costs	59,352	118,601
Insurance costs	40,819	13,781
Brokerage	146,570	56,830
Other expenses	110,322	141,874
	540,019	515,855

19. INCOME TAX	June 2020 US\$	June 2019 US\$
Taxation regarding the sale of Bligh Resources Limited	6,241,445	–

Australian Taxation has been accrued in full with regards to the sale of the investment in Bligh Resources Limited. At 30 June 2020 there is uncertainty over the tax treatment of gains arising from the sale of the investment by the Australian tax authority on whether the transaction is taxable Australian property (TAP) or non-TAP. Although management has argued that the sale pertains to non-TAP, and alternatively not Australian source income (and therefore not taxable either) and external taxation advice confirms both these viewpoints, the Australian tax authority has not progressed far enough with their investigation for management to take a different view to the mid-year position taken.

Of this taxation amount accrued, US\$3,358,213 has already been paid as a withholding tax. The company has not raised deferred tax assets of US\$15million on potential unrealised Australian capital losses (at year-end amounting to US\$50million) where there are insufficient capital gains of the same nature against which to utilise those losses.

The company is domiciled in Bermuda and has elected to be tax exempt in terms of local legislation. As such no tax is payable.

20. EARNINGS PER SHARE	June 2020 US\$	June 2019 US\$
Basic and diluted loss per share	(0.08)	(0.17)
Loss used in calculation of basic and diluted earnings per share	(22,367,826)	(48,687,361)
Weighted average number of ordinary shares outstanding during the year used in calculation of basic and diluted earnings per share	287,696,473	288,202,064

21. NOTES TO THE CASH FLOW STATEMENT	June 2020 US\$	June 2019 US\$
21.1 Cash generated/(utilised) by operations		
Loss for the year	(22,367,826)	(48,687,361)
Adjustments for:		
Realised gains on investments	(20,503,342)	(4,885,621)
Fair value loss on revaluation of investments	31,712,267	49,991,372
Impairment of loan to Zeta Energy	7,676	1,018,137
Foreign exchange gains	(903,005)	(907,680)
Taxation expense	6,241,445	–
Dividend income	(21,483)	(228,742)
Interest income	(83,251)	(43,036)
Interest expense	4,434,509	3,315,144
Operating loss before working capital changes	(1,483,010)	(427,787)
Decrease/(increase) in trade and other receivables	508,337	(508,337)
Increase/(decrease) in trade and other payables	2,182,964	(1,200,607)
	1,208,291	(2,136,731)

21.2 Liabilities from financing activities

	Loan from Parent US\$	Loan from Subsidiary US\$	Other Loan US\$	Total US\$
Balance as at 30 June 2018	30,151,190	5,235,527	4,000,000	39,386,717
Cash flows				
- Repayment of loans	-	(5,402,381)	-	(5,402,381)
- Advances of loans received	13,845,953	2,609,018	4,969,323	21,424,294
Exchange rate fluctuations	(680,670)	(221,922)	(79,804)	(982,396)
Interest capitalised	2,476,820	288,598	-	2,765,418
Loan reallocation	-	-	2,074,500	2,074,500
Balance as at 30 June 2019	45,793,293	2,508,840	10,964,019	59,266,152
Cash flows				
- Repayment of loans	(27,794,521)	(2,788,630)	(8,196,272)	(38,779,423)
- Advances of loans received	46,043,589	1,897,066	3,189,313	51,129,968
Exchange rate fluctuations	336,032	(133,287)	(30,547)	172,198
Interest capitalised	3,934,353	140,356	11,397	4,086,106
Loan transfer	-	(1,624,345)	1,624,345	-
Balance as at 30 June 2020	68,312,746	-	7,562,255	75,875,001

	June 2020 US\$	June 2019 US\$
22. AUDITOR REMUNERATION		
Amounts received or due and receivable by the auditors for audit of financial statements	38,729	21,829

23. GOING CONCERN

The financial statements have been prepared on a going concern basis. The majority of the company's assets consist of equity shares in listed companies and in most circumstances are realisable within a short timescale. The use of the going concern basis of accounting is appropriate because there are no material uncertainties related to events or conditions that may cast significant doubt about the ability of the company to continue as a going concern. After making enquiries, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, the directors continue to adopt the going concern basis in preparing the accounts.

On 11 March 2020 the World Health Organisation declared Covid-19 as a pandemic with many countries implementing lock down procedures. The impact of Covid-19 was adjusted for in the 2020 figures. Covid-19 is a risk to producing mines, as the governments of some countries may choose to close mines temporarily to reduce transmission risk. On the other hand, closure of some mines reduces the global supply of the affected commodities, increasing prices for those mines able to stay in production. Also, quantitative easing operations by central banks in response to Covid-19's impact on economies has increased demand for gold. Overall, Zeta Resources' performance has not been affected to a large extent, but the directors acknowledge the uncertainty over the 12 months ahead.

24. SEGMENTAL REPORTING

The company has four reportable segments, as described below, which are considered to be the company's strategic investment areas. For each investment area, the company's chief operating decision maker ("CODM") (ICM Limited - investment manager) reviews internal management reports on at least a monthly basis. The following summary describes each of the company's reportable segments:

Gold: investments in companies which explore or mine for gold

Nickel: investments in companies which explore or mine for nickel

Mineral exploration: investments in companies which explore or mine for copper and other minerals

Administration: activities relating to financing received which does not specifically relate to any one segment as well as administrative activities

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit before tax, as included in the internal management reports that are reviewed by the company's CODM. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the performance of certain segments relative to other entities that operate within these industries.

In the current year an additional segment has been included, the comparative amounts have been updated accordingly. The administration segment has been added due to the high value of the funding received for reinvestment.

Information about reportable segments

30 June 2020	Gold US\$	Nickel US\$	Mineral exploration US\$	Admin US\$	Total US\$
External investment returns	10,192,858	(37,701,884)	16,321,583	75,576	(11,111,867)
Reportable segment investment returns	10,192,858	(37,701,884)	16,321,583	75,576	(11,111,867)
Interest revenue	-	-	-	83,251	83,251
Interest expense	-	-	-	(4,434,509)	(4,434,509)
Reportable segment profit/(loss) before tax	3,840,668	(37,078,372)	16,275,288	(5,405,410)	(22,367,826)
Reportable segment assets	20,644,737	24,285,439	87,104,399	948,708	132,983,283
Reportable segment liabilities	(2,368,352)	-	-	(78,994,800)	(81,363,152)
30 June 2019	Gold US\$	Nickel US\$	Mineral exploration US\$	Admin US\$	Total US\$
External investment returns	10,955,989	(52,573,430)	(4,282,821)	48,152	(45,852,110)
Reportable segment investment returns	10,955,989	(52,573,430)	(4,282,821)	48,152	(45,852,110)
Interest revenue	-	-	-	43,036	43,036
Interest expense	-	-	-	(3,315,144)	(3,315,144)
Other income and expenses	(19,226)	32,249	927,603	(503,769)	436,857
Reportable segment profit/(loss) before tax	10,936,763	(52,541,181)	(3,727,725)	(3,727,725)	(48,687,361)
Reportable segment assets	30,072,681	42,539,536	62,160,923	1,734,528	133,738,711
Reportable segment liabilities	-	-	-	(59,739,569)	(59,739,569)

During the year there were no transactions between segments which resulted in income or expenditure.

Geographic information

In presenting information on the basis of geography, segment revenue and segment assets are based on the geographical location of the operating assets of the investment held by the company.

	June 2020 US\$	June 2019 US\$
Investment returns		
Australia	(23,284,932)	(40,981,429)
Canada	(4,053,511)	(6,163,243)
Guinea	22,372,102	5,569,813
Mali	(1,211,389)	(614,658)
Namibia	(919,101)	(754,640)
Singapore	(7,676)	(1,018,136)
Sri Lanka	2,027,710	(130,813)
Other Countries	(6,035,070)	(1,759,004)
Investment returns	(11,111,867)	(45,852,110)
Assets		
Australia	44,652,648	74,027,756
Canada	16,527,961	13,408,527
Guinea	57,000,000	32,784,651
Mali	3,184,602	4,385,458
Namibia	792,626	2,733,873
Singapore	728,469	1,076,072
Sri Lanka	6,196,163	2,804,262
Other Countries	3,900,813	2,518,112
Assets	132,983,283	133,738,711

25. EVENTS AFTER THE REPORTING DATE

25.1 Horizon Gold Limited

Zeta Resources has taken up its entitlement in the Horizon Gold Limited renounceable entitlement issue for an amount of A\$1.6 million. The loan to Horizon Gold Limited will be repaid as part of the payment due.