

## Golden Prospect Precious Metals Limited

### Key Fund Facts<sup>1</sup>

Fund Managers	Keith Watson Robert Crayfourd
Launch Date	December 2006
Total Gross Assets	£30.75m
Reference Currency	GBP
Ordinary Shares	Net Asset Value: 31.07p Mid-Market Price: 24.10p
Gearing	13.1%
Discount	(22.43%)
Ordinary Shares in Issue	85,503,021
Annual Management Fee	1.25% on assets up to £20 million 1.00% on assets greater than £20 million
Bloomberg	GPM LN
Sedol	B1G9T99GB
Year End	31 December
Contact Information	contactncim@cqsm.com
Company Broker	Cavendish Capital Markets Limited 020 7220 0500
Annual Report and Accounts	Published April
Investor Report	Monthly Factsheet
Results Announced	Finals: April Interims: October
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**Keith Watson and Robert Crayfourd**  
Portfolio Managers

### Fund Description

The objective of the Golden Prospect Precious Metals Fund is to provide investors with capital growth from a group of companies in the precious metals sector.

### Key Advantages for the Investor

- Access to under-researched mid and smaller companies in the precious metals sector
- Potential inflation protection from precious metals assets
- Low correlation to major asset classes

### Ordinary Share and NAV Performance<sup>2</sup>

	1 Month (%)	3 Months (%)	1 Year (%)	3 Years (%)	5 Years (%)
NAV	(7.97)	(11.68)	(10.87)	(43.13)	16.11
Share Price	(10.74)	(16.03)	(21.24)	(48.56)	13.41

### Commentary<sup>3</sup>

The gold price was little changed through February, although it has shown more positive gains since, hitting new all-time highs in March. The Fund NAV fell 8.0% versus the Philadelphia Gold and Silver Index which fell 6.3% in sterling terms.

China's central bank reported its 16th consecutive month of gold additions, adding 390k oz in February and taking their total to 72.68m oz. China's influence on the gold market continues to grow through price-insensitive central bank purchases and Chinese retail buying, both of which have supported a near \$50/oz premium in Shanghai since last summer.

Gold remains close to its all-time highs despite Exchange Traded Funds (ETFs) remaining sellers of physical gold. If these return to buyers, then it could tighten the market further and help push gold higher. US government debt hit new record highs, with the last 6 months showing an annual \$3tn deficit run rate. With US debt through \$34tn and interest rates remaining stubbornly elevated, the interest burden will likely increase, this should support an allocation to gold as risks increase in the world's largest perceived risk-free asset of US treasuries.

Mexico, the world's largest silver producer, saw President Obrador ban new open pit mines. The President has been increasingly hostile to mining, limiting the number of new projects that will come online. This should limit new supply and support pricing going forward, whilst the Fund's producers such as MAG Silver and Silvercrest, which are already operating, should not be impacted.

Calibre Mining posted strong gains for the month as the market digested their acquisition of Marathon gold, with the higher market cap leading to inclusion into the index, adding buying to the name. Ora Banda Mining performed well, following an equity raise in which the Fund participated, allowing for an acceleration of growth development which should increase production and reduce costs. Emerald Resources was the largest detractor to performance for the month, although the Fund's position was reduced earlier in the month due to the larger position size.

Source: <sup>1,2</sup>CQS as at the last business day of the month indicated at the top of this report. Performance is net of fees and expenses. New City Investment Managers took over the investment management function on 15 September 2008. These include historic returns and past performance is not a reliable indicator of future results. The value of investments can go down as well as up. Please read the Important Information section at the end of this document.

<sup>3</sup>All market data is sourced from Bloomberg unless otherwise stated. The Fund may have since exited some / all the positions detailed in this commentary.

**Top 10 Holdings (% of Gross Assets)<sup>1,4</sup>**

Name	(% of Gross Assets)
EMERALD RESOURCES NL	11.18
CALIBRE MINING CORP	11.08
ORA BANDA MINING LTD	6.61
WEST AFRICAN RESOURCES LT	6.02
FORTUNA SILVER MINES INC	4.66
KARORA RESOURCES INC	4.51
CALIDUS RESOURCES LTD	3.70
MAG SILVER CORP	3.57
WESTGOLD RESOURCES LTD	3.31
WHEATON PRECIOUS METALS C	2.84
<b>Top 10 Holdings Represent</b>	<b>57.48</b>

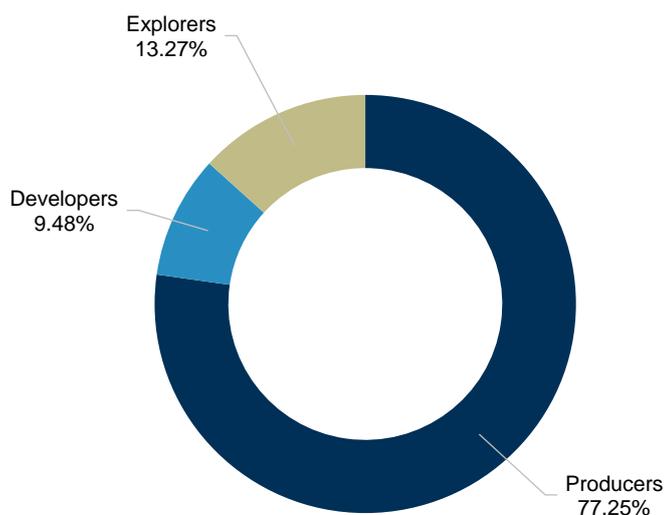
**AIFMD Leverage Limit Report (% of NAV)<sup>1</sup>**

	Gross Leverage (%) <sup>5</sup>	Commitment Leverage (%) <sup>6</sup>
Golden Prospect Precious Metals Limited	111	111

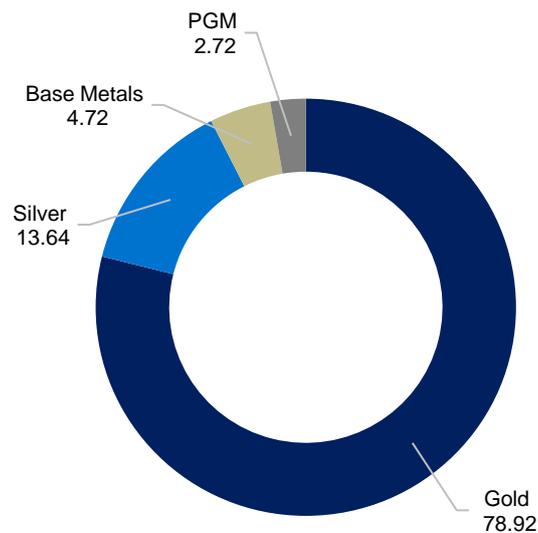
The proposal to create a Subscription Right was approved by Shareholders on 7 December 2022. The first Subscription Right has now expired and the Company has announced a second Subscription Right. The date is on 29 November 2024 and the Subscription Price is 35.94p for each new Share subscribed for. The Subscription period has now begun as the existing shares carry the right to subscribe (on the basis of 1 New Share for every 5 Shares held). We will write to all Shareholders in October 2024 to advise of the process to exercise their Subscription Rights.

**Portfolio Holdings Analysis<sup>1</sup>**

**By Type**



**By Metal**



Source: <sup>1</sup> CQS as at the last business day of the month indicated at the top of this report. Performance is net of fees and expenses. New City Investment Managers took over the investment management function on 15 September 2008. These include historic returns and past performance is not a reliable indicator of future results. The value of investments can go down as well as up. Please read the important legal notice at the end of this document.

<sup>4</sup> All holdings data are rounded to two decimal places. Total may differ to sum of constituents due to rounding.

<sup>5</sup> For methodology details see Article 4(3) of Directive 2011/61/EU (AIFMD) and Articles 6, 7, 9 and 10 of Delegated Regulation 231/2013.

<sup>6</sup> For methodology details see Article 4(3) of Directive 2011/61/EU (AIFMD) and Articles 6, 8, 9, 10 and 11 of Delegated Regulation 231/2013.

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PRI is an investor initiative in partnership with UNEP Finance and the UN Global Compact. GMv11.

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