

# Golden Prospect Precious Metals Limited



(as at 30 November 2018)

FACTSHEET | DECEMBER 2018

## Fund Details

### Launch Date

- December 2006

### Total Gross Assets

- £15.24m

### Ordinary Share

- Net Asset Value (Bid Price): 24.51p
- Mid-Market Price: 18.50p

### Subscription Share

- Mid-Market Price: 4.50p

### Gearing

- 9.10%

### Premium/(discount)

- (24.52%)

### Annual Management Fee

- 1.25% p.a.

## Pricing

### Ordinary Shares

- Bloomberg: GPM LN
- Sedol: B1G9T99GB

### Financial Times

(Investment Companies)

## Financial Calendar

### Year End

- 31 December

### Annual Report and Accounts Published

- April

## Investment Objective

To provide investors with capital growth, from a portfolio of companies involved in the precious metals sector.

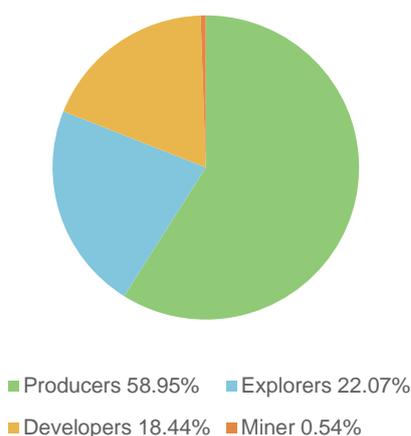
## Investment Manager Comment<sup>2</sup>

Comments from the FED that current US interest rates might be closer to neutral than previously believed, indicating fewer rate rises might be needed, had little effect on the gold price which closed the month up just 0.6% at US\$1,222/oz. Perceived risks of escalating US-China trade tensions early in the month subsequently eased ahead of Donald Trump's meeting with President Xi Jinping at the G20. This sustained currency and wider market volatility over the period. European events also raised geopolitical risks though, again, the gold price shrugged these off. In the UK, an agreement on a draft Brexit proposal was subsequently undermined by attempts to replace Theresa May as Prime Minister, while Italy's non-compliant budget escalated tensions with Brussels and coincided with Moody's highlighting the risk to the Italian economy and government bond yields. The newly elected Mexican government proposed a bill to increase mining taxes and require indigenous population approval for mining projects, raising concerns over the possibility that some mining concessions could be restructured or cancelled. Though local approvals for the granting of mining concessions have been in place previously, the bill nevertheless detrimentally impacted regionally exposed miners. PGM prices rose, helped by increasing political risk in the dominant producing region of South Africa. Also supportive of prices was the announcement by the government that it could amend the Constitution and allow for the expropriation of land without compensation. The proposed changes to Mexico's mining code impacted the performance of America's Silver, the Fund NAV declined around 12% versus sterling declines of around 4% for the GDXJ. During the month, the Fund reduced its exposure to Doray Minerals, which announced a merger with Silver Lake, and also sold the remaining exposure to rhodium.

## Ordinary Share and NAV Performance<sup>3</sup>

	1 Month (%)	3 Months (%)	1 Year (%)	3 Years (%)	From 1 December 2006 (%)
NAV	(9.92)	(22.90)	(33.83)	17.44	(75.49)
Share Price	(16.85)	(19.04)	(42.64)	(1.33)	(81.50)

## Breakdown by Asset Class<sup>1</sup>



## Top 10 Holdings (%)<sup>1</sup>

West African Resources	9.14
Westgold Resources	7.46
Doray Minerals	6.41
Roxgold	5.10
Pretium Resources	4.71
Ansanko Gold	4.34
Ascendant Resources	3.91
Cardinal Resources	3.87
American Silver	3.64
Tahoe Resources	3.63
<b>Top 10 Holdings Represent</b>	<b>52.20</b>

The Fund has exposure to 53 issues.

Gold	71.28
Silver	18.15
Base Metals	5.64
PGM	4.93

All holdings data are rounded to two decimal places. Total may differ to sum of constituents due to rounding.

## AIFMD Leverage Limit Report (% NAV)

	Gross Leverage (%) <sup>4</sup>	Commitment Leverage (%) <sup>5</sup>
Golden Prospect Precious Metals Limited	146	110

Source: <sup>1</sup>Maitland Administration (Guernsey) Limited, as at 30 November 2018. <sup>2</sup>All market data sourced from Bloomberg unless otherwise stated. The Fund may have since exited some / all of the positions detailed in this commentary. <sup>3</sup>Maitland Administration (Guernsey) Limited / Bloomberg, total return performance based on mid prices. 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>CQS, as at 30 November 2018. 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>5</sup>CQS, as at 30 November 2018. 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.

### Investment Manager Information

Keith Watson and Robert Crayfourd are responsible for managing the Company's portfolio.

### Capital History

The Fund was established on 16 October 2006 and has 57,014,331 Ordinary Shares in issue.

On 21st December 2017 the Company issued 28,500,995 Subscription Shares.

On 30th November 2018, 12,305 Subscription Shares were exercised into the Ordinary Shares.

There are now 28,488,690 Subscription Shares in Issue.

If Subscription Shares are exercised on the last business day in November 2019 the price is 42.30p.

If Subscription Shares are exercised on the last business day in November 2020 the price is 46.14p.

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#### NCIM Investment Team

Ian ('Franco') Francis  
Keith Watson  
Rob Crayfourd

#### Contact Information

**Craig Cleland**  
+44 (0) 20 7201 5368  
  
**contactNCIM@cqsm.com**

#### Address

**New City Investment Managers**  
4th Floor, One Strand, London WC2N 5HR  
United Kingdom  
Tel: +44 (0) 20 7201 6900  
Website: www.ncim.co.uk

#### Company Broker

**Cantor Fitzgerald Europe**  
0207 894 8130

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