

Golden Prospect Precious Metals Limited



(as at 31 January 2019)

FACTSHEET | February 2019

Fund Details

Launch Date

- December 2006

Total Gross Assets

- £15.08m

Ordinary Share

- Net Asset Value (Bid Price): 26.44p
- Mid-Market Price: 19.00p

Subscription Share

- Mid-Market Price: 4.50p

Gearing

- 9.20%

Premium/(discount)

- (28.14%)

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 Comment²

Precious metal prices fared well over the month with gold rising over 3%, ending January at US\$1321/oz. Fund NAV rose 6.3%. Several factors combined to support the improvement. Softening economic data trends in most regions were met with a more dovish outlook from the US FED. US interest rates were held rather than increased in light of geopolitical uncertainties and muted inflationary pressures. Of note, the trajectory of US rates has flattened considerably over the month with just one 25bp increase now implied in 2019.

The extended US government shutdown and Brexit deadlock also helped raise interest in the sector. As an illustration, gold held by physically backed ETFs rose almost 2.3Moz to 72.7Moz, setting a new post-Brexit vote high. We also note that data from the World Gold Council showed that central bank's acquired a net 651t of gold in 2018, the highest level of demand from this sector since the Gold Standard was dropped in 1971.

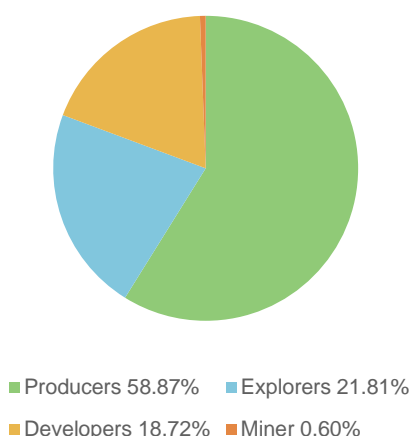
A recovery in the lagging Westgold share price made a positive contribution this month. This offset the negative drag from West African Resources, which saw negative performance following a final raising of capital to construct the project, despite minimising equity dilution through a supportive debt package. This was a positive outcome for one of the funds largest positions which should begin to receive credit as they progress development.

The price of silver price also increased around 3% and the base metals zinc and lead also rose around 5% and 8% respectively, helping the share price performance of Americas Silver.

Ordinary Share and NAV Performance³

	1 Month (%)	3 Months (%)	1 Year (%)	3 Years (%)	From 1 December 2006 (%)
NAV	6.31	(2.83)	(31.45)	16.27	(73.56)
Share Price	12.68	(10.11)	(41.61)	9.59	(80.00)

Breakdown by Asset Class¹



Top 10 Holdings (%)¹

West African Resources	9.43
Westgold Resources	6.84
Doray Minerals	5.41
Roxgold	5.03
Ansanko Gold	5.00
Pretium Resources	4.67
American Silver	4.25
Cardinal Resources	3.77
Tahoe Resources	3.53
Continental Gold	3.38
Top 10 Holdings Represent	51.30

The Fund has exposure to 52 issues.

Gold	70.56
Silver	20.79
Base Metals	4.49
PGM	4.16

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 (%) ⁴	Commitment Leverage (%) ⁵
Golden Prospect Precious Metals Limited	116	116

Source: ¹Maitland Administration (Guernsey) Limited, as at 31 January 2019. ²All market data sourced from Bloomberg unless otherwise stated. The Fund may have since exited some / all of the positions detailed in this commentary. ³Maitland 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. ⁴CQS, as at 31 January 2019. 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. ⁵CQS, as at 31 January 2019. 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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