

Golden Prospect Precious Metals Limited

(as at 30 April 2019)



FACTSHEET | May 2019

Fund Details

Launch Date

- December 2006

Total Gross Assets

- £15.05m

Ordinary Share

- Net Asset Value (Bid Price): 26.39p
- Mid-Market Price: 20.05p

Subscription Share

- Mid-Market Price: 4.50p

Gearing

- 8.30%

Premium/(discount)

- (24.02%)

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

Fund NAV declined 3.8% during April, versus Sterling declines of around 5% for both the Philadelphia Gold & Silver and Gold BUGS Indices. Precious metal prices eased back reflecting some softening in US-China trade tensions.

The World Gold Council (WGC) outlined that robust Central Bank demand continues to support gold, while the macro headwind of a tightening global policy cycle has dissipated. The WGC estimated that Central Banks had a large positive influence on gold in 2018 adding an estimated 651t to net reserves, the strongest buying since 1971, as they seek to diversify reserves and manage a growing discomfort with outsized exposure to US\$. The WGC believes significant Central Bank purchases will be maintained, led by China and Russia. The main exception was Venezuela, which is believed to have sold about \$400m of gold bullion despite a growing international push to freeze the country's assets. Supportively for gold, the Philadelphia Fed forecast one more rate increase in 2019 at the most, with a single hike during 2020. A more hawkish stance than the implied rate curve bias for a 25bp cut later this year, also weighed on sentiment. Comments from St Louis Fed representative, James Bullard, which indicated news on the economy should improve, was also consistent with a moderate US growth outlook as flagged by the Beige Book.

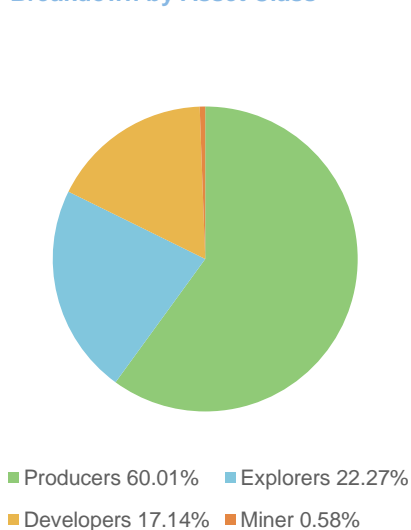
Platinum was an exception to the precious metal softness, rising 4% over the month. Platinum, used in diesel autocatalysts had previously been shunned owing to the trend away from diesel, with prices now recovering prior weakness. Palladium prices remain under pressure, being most exposed to broader weakness in auto data, with an ~8% yoy decline in US vehicle sales during April, and reported March data showing a 14% fall in UK unit sales along with a seventh straight month of declines in European car sales.

The Fund added to its position in Americas Silver, funded by proceeds from the sale of West African Resources, and Pretium earlier in the month. Within the monthly performance, there were some divergent equity performances. The positive contribution to performance from a near 18% rise in producer Westgold Resources was offset by a 15% share price decline of developer West African Resources.

Ordinary Share and NAV Performance³

	1 Month (%)	3 Months (%)	1 Year (%)	3 Years (%)	From 1 December 2006 (%)
NAV	(3.79)	(0.19)	(28.29)	(36.38)	(73.61)
Share Price	(1.72)	0.25	(33.72)	(39.70)	(79.95)

Breakdown by Asset Class¹



Top 10 Holdings (%)¹

Westgold Resources	10.56
West African Resources	9.99
Americas Silver Corporation	8.86
Silver Lake Resources	7.07
Roxgold	5.53
Asanko Gold	4.47
Continental Gold	4.29
Pretium Resources	3.93
Cardinal Resources	3.65
Ascendant Resources	3.42
Top 10 Holdings Represent	61.77

The Fund has exposure to 47 issues.

Gold	69.98
Silver	21.89
Base Metals	4.39
PGM	3.74

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

Source: ¹Maitland Administration (Guernsey) Limited, as at 30 April 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.

AIFMD Leverage Limit Report (% NAV)

	Gross Leverage (%) ⁴	Commitment Leverage (%) ⁵
Golden Prospect Precious Metals Limited	115	115

⁴CQS, as at 30 April 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 30 April 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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