

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

Fund Managers	Keith Watson Robert Crayfourd
Launch Date	December 2006
Total Gross Assets	£36.72m
Reference Currency	GBP
Ordinary Shares	Net Asset Value: 37.03p Mid-Market Price: 30.75p
Gearing	16.6%
Discount	(16.96%)
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	FinnCap 020 7220 0500
Annual Report and Accounts	Published April
Investor Report	Monthly Factsheet
Results Announced	Finals: April Interims: October
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Results Announced	Finals: April Interims: October



**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	4.37	-4.98	-15.13	-48.29	5.29
Share Price	12.39	-10.48	-16.33	-56.07	22.75

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

#### Market

Inflationary pressures are easing globally, with China moving to deflationary in July, but central banks remain focused on avoiding a re-emergence of inflationary pressures, with the US hiking rates a further 25bps. These rate hikes continue to weigh on gold but look close to a peak and should be supportive if they roll over.

The world is going through a global destocking cycle, exacerbating easing inflation pressures near term, as global supply chains ease post-Covid issues, whilst higher rates weigh on demand and increase the effective cost of holding inventory.

#### Performance

Precious metals were stronger over the month, with gold and silver gaining 2% and 8% respectively. The Fund's NAV gained 4.4% over the month, ahead of the NYSE Arca Gold BUGS index, which gained 2.3% in sterling terms. Sterling has remained a headwind, gaining a further 1.24% over the month, given the majority of the Fund's assets are not sterling denominated.

#### Positioning

Nicaraguan producer Calibre Mining posted strong gains, increasing 23% following record production in their Q2 operational update and subsequent good drilling results. Cambodian producer Emerald Resources increased 10.7% as it advances ownership of the Bullfrog asset in Australia, its next major focus for growth. Australian gold producer Westgold also provided a positive update, beating on production and costs.

#### Outlook

Uncertainty remains high for the global economy. Interest rates remain high globally and typically feed through with a lag of around 6 quarters, so will continue to weigh on the global economy.

The Chinese slow down, rather than the reopening demand surge that had been expected, highlights the fragility of the soft-landing targets from central banks. The Chinese property crisis, as well as that seen by commercial real estate globally, presents a systemic risk, which precious metals continue to provide some protection against.

Central bank demand has remained strong, with the World Gold Council reporting the strongest first half demand on record. Jewellery demand has so far remained resilient but could present some risk if the global consumer is further squeezed. ETF demand remains the key swing factor should sentiment improve and they return to buying, as it has an outsized impact on market balances versus current trends that have seen steady selling since April last year.

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 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	9.10
Calibre Mining Corp	8.49
Mag Silver Corp	7.89
West African Resources Lt	7.47
Leo Lithium Ltd	6.12
Fortuna Silver Mines Inc	4.97
B2gold Corp	4.82
Westgold Resources Ltd	4.10
Calidus Resources Ltd	3.68
Osisko Development Corp	3.21

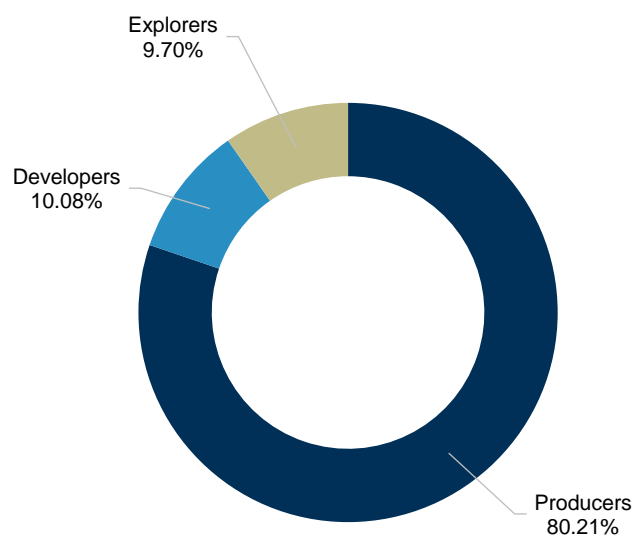
**AIFMD Leverage Limit Report (% of NAV)<sup>1</sup>**

	Gross Leverage (%) <sup>5</sup>	Commitment Leverage (%) <sup>6</sup>
Golden Prospect Precious Metals Limited	117	117

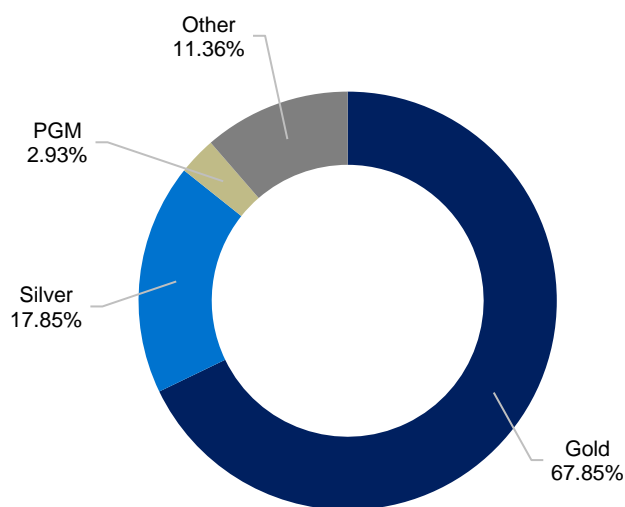
The proposal to create a Subscription Right was approved by Shareholders on 7 December 2022. The first Subscription Right date is on 30 November 2023 and the Subscription Price is 38.31p for each new Share subscribed for. The Subscription period has now begun as the existing shares carry the right to subscribe (on the basis of 1 New Share for every 5 Shares held). We will write to all Shareholders in October 2023 to advise of the process to exercise their Subscription Rights.

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

**By Type**



**By Metal**



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<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 Note:**

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

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