ARSN 661 601 583

# Global X Gold Bullion ETF (formerly Global X Silver Miners ETF)

**Annual Financial Report**
For the year ended 30 June 2024

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GLOBAL X by Mirae Asset

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The directors of Global X Management (AUS) Limited (the "Responsible Entity"), the Responsible Entity of Global X Gold Bullion ETF (formerly Global X Silver Miners ETF) (the "Fund"), present their annual report together with the Financial Statements of the Fund for the year ended 30 June 2024 and the auditor's report thereon.

## FUND OBJECTIVES

The Fund invests in gold bullion by holding units in the Global X Gold Bullion Wholesale Trust (the "Sub-Fund"), an unregistered managed investment scheme. The Responsible Entity is the trustee of the Sub-Fund. Under the Trust Deed, each unit in the Sub-Fund entitles the Fund to a Gold Interest in the Sub-Fund, separate from all other Gold Interests, and each Gold Interest in the Sub-Fund is in turn an interest in an amount of physical gold bullion equal to the Gold Entitlement separate from all other interests in the Sub-Fund. Each Holder is therefore absolutely entitled to the value of the underlying gold bullion held by the Sub-Fund.

The Fund aims to provide a return that tracks the performance of the price of gold bullion in Australian dollars (before fees and expenses) by reference to the Gold Spot Price which is denominated in US Dollars and converted to Australian dollars. The value of an investment in a Gold Interest will be subject to fluctuations in the AUD/USD exchange rate as well as fluctuations in the price of gold bullion.

The Gold Interests provide Holders with a beneficial interest in gold bullion without the necessity of holding, trading and storing gold bullion.

The Hongkong and Shanghai Corporation Limited ("HSBC"), Sydney Branch has been appointed as the custodian of the interests in the Sub-Fund which are held by the Fund. The Sub-Fund has been established by the Responsible Entity to act as a special purpose vehicle for holding gold bullion on behalf of the Fund. JPMorgan Chase Bank, N.A. has been appointed as the custodian of the gold bullion acquired in connection with the Fund.

The Fund is an Exchange Traded Fund ("ETF") and can be traded by investors on the Australian Securities Exchange ("ASX"); ETFs can be bought and sold like any other share through normal brokerage accounts.

## PRINCIPAL ACTIVITIES

The Fund was constituted on 23 August 2022 and commenced its operations on 2 June 2024. The Fund is currently quoted on the ASX. The admission date was 29 May 2024.

The Fund invested in accordance with the provisions of the Fund's Constitution. There were no significant changes in the nature of the Fund's activities during the year ended 30 June 2024.

The Fund did not have any employees during the year ended 30 June 2024.

## DIRECTORS

The following persons held office as directors of the Responsible Entity during the year/period or since the end of the year/period and up to the date of this report:

Young Kim
Evan Metcalf
Oliver Reynolds (Appointed 11 September 2023)
Namki Kim (Appointed 30 July 2024)
Emanual Damianakis (Appointed 5 August 2024)
Kanish Chugh (Resigned 7 September 2023)
Thomas Park (Resigned 30 July 2024)
Chi Ho Man (Appointed on 12 December 2023, Resigned 5 August 2024)

## REVIEW AND RESULTS OF OPERATIONS

On 5 March 2024, the name of the fund changed from Global X Silver Miners ETF to Global X Gold Bullion ETF.

During the year, the Fund continued to invest funds in accordance with target asset allocations as set out in the governing documents of the Fund and in accordance with the provisions of the Fund's Constitution.

### Results

The performance of the Fund, as represented by the results of its operations, is a loss of AUD 22,001.

### Significant Changes in State of Affairs

In the opinion of the directors, there were no significant changes in the state of affairs of the Fund that occurred during the financial year under review.

The Fund will continue to be managed in accordance with the investment objectives and guidelines as set out in the governing documents of the Fund and in accordance with the provisions of the Fund's Constitution.

The results of the Fund's operations will be affected by a number of factors, including the performance of gold bullion (in which the Fund invests).

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## REVIEW AND RESULTS OF OPERATIONS (CONTINUED)

The market price is a function of supply and demand amongst investors wishing to buy and sell and the bid or offer spread that the market makers are willing to quote. Investment performance is not guaranteed and future returns may differ from past returns. As investment conditions change over time, past returns should not be used to predict future returns.

Further information on likely developments in the operations of the Fund and the expected results of those operations have not been included in this report because the Responsible Entity believes it would be likely to result in unreasonable prejudice to the Fund.

## INDEMNIFICATION OF OFFICERS AND AUDITORS

No insurance premiums are paid for out of the assets of the Fund in regard to insurance cover provided to either the officers of the Responsible Entity or the auditor of the Fund. So long as the officers of the Responsible Entity act in accordance with the Fund's Constitution and the Law, officers remain indemnified out of the assets of the Fund against losses incurred while acting on behalf of the Fund.

The auditor of the Fund is in no way indemnified out of the assets of the Fund.

## FEES PAID AND INTERESTS HELD IN THE FUND BY THE RESPONSIBLE ENTITY OR ITS ASSOCIATES

Fees paid to the Responsible Entity and its associates out of Fund property during the year are disclosed in Note 6 of the financial statements.

No fees were paid out of Fund property to the directors of the Responsible Entity during the year.

No interests in the Fund were held by the Responsible Entity or its associates (including Directors) during or as at the end of the financial year.

## INTERESTS IN THE FUND

The movement in Units on issue in the Fund during the year is disclosed in Note 5 of the financial statements.

## VALUE OF ASSETS

The value of the Fund's assets and liabilities is disclosed on the Statement of Financial Position and derived using the basis set out in Note 2 of the financial statements.

## ENVIRONMENTAL REGULATION

The operations of the Fund are not subject to any particular or significant environmental regulations under either Commonwealth, State or Territory law.

## ROUNDING OF AMOUNTS

The Fund is a registered scheme of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, issued by the Australian Securities and Investments Commission relating to the "rounding off" of amounts in the directors' report and financial statements. Amounts in the directors' report and the financial statements have been rounded to the nearest dollar in accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, unless otherwise indicated.

## AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under Section 307C of the Corporations Act 2001 is set out on page 3.

The financial statements were authorised for issue by the directors on 19 September 2024.

This report is made in accordance with a resolution of the directors.

## MATTERS SUBSEQUENT TO THE END OF THE YEAR/PERIOD

As the investments are measured at their 30 June 2024 fair values in the financial report, any change in values subsequent to the end of the reporting period is not reflected in the Statement of Profit or Loss and Other Comprehensive Income or the Statement of Financial Position.

No other matter or circumstance has arisen since 30 June 2024 that has significantly affected, or may significantly affect:

(i). the operations of the Fund in future financial period, or
(ii). the results of those operations in future financial period, or
(iii). the state of affairs of the Fund in future financial period.

**Evan Metcalf**
Director

Sydney
19 September 2024

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# Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

## To the Directors of Global X Management (AUS) Limited as the Responsible Entity of Global X Gold Bullion ETF (formerly Global X Silver Miners ETF)

I declare that, to the best of my knowledge and belief, in relation to the audit of Global X Gold Bullion ETF (formerly Global X Silver Miners ETF) for the financial year ended 30 June 2024 there have been:

i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and

ii. no contraventions of any applicable code of professional conduct in relation to the audit.

KPMG

KPMG

Nic Buchanan

*Partner*

Sydney

19 September 2024

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| | Notes | Year ended 30 June 2024 AUD | Period from 23 August 2022 to 30 June 2023 AUD |
|---|---|---|---|
| **Investment Income** | | | |
| Net losses on assets held at fair value through profit or loss (including FX gains/losses) | | (21,663) | - |
| **Total net Investment (Loss)/Income** | | **(21,663)** | **-** |
| **Expenses** | | | |
| Management fees | 6 | (338) | - |
| **Total operating expenses** | | **(338)** | **-** |
| **Loss for the year/period** | | **(22,001)** | **-** |
| Other comprehensive income | | - | - |
| **Total comprehensive loss for the year/period** | | **(22,001)** | **-** |

The above Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

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| | Notes | As at 30 June 2024 AUD | **As at 30 June 2023 AUD** |
|---|---|---|---|
| **Assets** | | | |
| Financial assets at fair value through profit or loss | 4 | 1,395,707 | - |
| **Total Assets** | | 1,395,707 | **-** |
| **Liabilities** | | | |
| Management fee payable | 6 | (338) | - |
| **Total Liabilities** | | (338) | **-** |
| **Net assets attributable to unitholders – equity** | 5 | 1,395,369 | **-** |

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

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| | Notes | Year ended 30 June 2024 AUD | Period from 23 August 2022 to 30 June 2023 AUD |
|---|---|---|---|
| **Total equity at the beginning of the financial year/period** | 5 | - | - |
| ***Comprehensive income for the year/period*** | | | |
| Loss for the year/period | | (22,001) | - |
| Other comprehensive income | | - | - |
| ***Total comprehensive income for the year/period*** | | **(22,001)** | |
| ***Transactions with unitholders*** | | | |
| Applications | 5 | 1,417,370 | - |
| ***Total transactions with unitholders*** | | **1,417,370** | **-** |
| **Total equity at the end of the financial year/period** | 5 | **1,395,369** | **-** |

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

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The Fund does not have any cash flows as defined under AASB 107 Statement of Cash Flows. As such no Statement of Cash Flows has been presented for the year ended 30 June 2024.

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## 1. GENERAL INFORMATION

These financial statements cover Global X Gold Bullion ETF (formerly Global X Silver Miners ETF) (the "Fund") as an individual entity. The Fund was registered with the Australian Securities and Investments Commission (ASIC) as a registered managed investment scheme on 29 April 2024 and commenced its operations on 2 June 2024. The Fund is currently quoted on the Australian Securities Exchange ("ASX") with ticker code GXLD.

The Fund is domiciled in Australia and is a for-profit entity. The Fund invests in gold bullion by holding units in the Global X Gold Bullion Wholesale Trust (the "Sub-Fund"), an unregistered managed investment scheme. The Responsible Entity is the trustee of the Sub-Fund. Under the Trust Deed, each unit in the Sub-Fund entitles the Fund to a Gold Interest in the Sub-Fund, separate from all other Gold Interests, and each Gold Interest in the Sub-Fund is in turn an interest in an amount of physical gold bullion equal to the Gold Entitlement separate from all other interests in the Sub-Fund. Each Holder is therefore absolutely entitled to the value of the underlying gold bullion held by the Sub-Fund.

The Fund aims to provide a return that tracks the performance of the price of gold bullion in Australian dollars (before fees and expenses) by reference to the Gold Spot Price which is denominated in US Dollars and converted to Australian dollars. The value of an investment in a Gold Interest will be subject to fluctuations in the AUD/USD exchange rate as well as fluctuations in the price of gold bullion.

The Gold Interests provide Holders with a beneficial interest in gold bullion without the necessity of holding, trading and storing gold bullion.

The Hongkong and Shanghai Corporation Limited ("HSBC"), Sydney Branch has been appointed as the custodian of the interests in the Sub-Fund which are held by the Fund. The Sub-Fund has been established by the Responsible Entity to act as a special purpose vehicle for holding gold bullion on behalf of the Fund. JPMorgan Chase Bank, N.A. has been appointed as the custodian of the gold bullion acquired in connection with the Fund.

The Responsible Entity of the Fund is Global X Management (AUS) Limited (the "Responsible Entity"). The Responsible Entity's registered office is Level 9, 115 Pitt Street, Sydney, NSW 2000 Australia.

The Financial Report was authorised for issue by the directors on 19 September 2024. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

The financial statements are presented in Australian Dollars, which is the Fund's functional currency.

## 2. SUMMARY OF MATERIAL ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below.

### (a) Statement of Compliance and Basis of Preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ("AASB") and the Corporations Act 2001 in Australia.

The financial statements are prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated.

The Statement of Financial Position is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. All balances are expected to be recovered or settled within twelve months, except for investments in financial assets at fair value through profit or loss. The amount expected to be recovered or settled within twelve months after the end of each reporting period cannot be reliably determined.

*(i) Compliance with International Financial Reporting Standards*

The financial statements of the Fund comply with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board.

*(ii) New standards, amendments and interpretations effective after 1 July 2024 and have not been early adopted*

A number of new accounting standards, amendments and interpretations have been published that are not mandatory for the 30 June 2024 reporting period and have not been early adopted in preparing these financial statements.

Most of these are not expected to have a material impact on the financial statement of the fund. However, management is still in the process of assessing the impact of the new standard AASB 18 which was issued in June 2024 and replaces AASB 101 Presentation of Financial Statements.

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## 2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (CONTINUED)

### (b) Financial Instruments

*(i) Classification*

The Fund's holding in units in the sub-fund is classified at fair value through profit or loss upon initial recognition.

Financial assets and financial liabilities designated at fair value through profit or loss upon initial recognition are those that are managed and their performance evaluated on a fair value basis in accordance with the Fund's documented investment strategy.

The Fund's policy is for the Responsible Entity to evaluate the information about these financial instruments on a fair value basis together with other related financial information.

*(ii) Recognition/derecognition*

The Fund recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in fair value of the financial assets or financial liabilities from this date.

Financial assets are derecognised when the right to receive cash flows from the investments has expired or the Fund has transferred substantially all risks and rewards of ownership.

*(iii) Measurement*

Financial assets and liabilities at fair value through profit or loss are measured initially at fair value excluding any transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

Transaction costs on financial assets and financial liabilities at fair value through profit or loss are expensed immediately.

Subsequent to initial recognition, all instruments at fair value through profit or loss are measured at fair value with changes in their fair value recognised in the Statement of Profit or Loss and Other Comprehensive Income in the period in which they arise.

- *Fair value in an active market*

  The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting date without any deduction for estimated future selling costs. The quoted market price used for financial assets and financial liabilities held by the Fund is the last traded market price.

- *Fair value in an inactive or unquoted market*

  The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

  Accordingly, there may be a difference between the fair value at initial recognition and amounts determined using a valuation technique. If such a difference exists, the Fund recognises the difference in the Statement of Profit or Loss and Other Comprehensive Income to reflect a change in factors, including time, that market participants would consider in setting a price.

### (c) Net Assets Attributable to Unitholders

Units are redeemable at the unitholders' option, however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unitholders.

The Units can be put back to the Fund at any time for cash based on the redemption price, which is equal to a proportionate share of the Fund's net asset value attributable to the unitholders.

The Units are carried at the redemption amount that is payable at balance sheet date if the holder exercises the right to put the unit back to the Fund. This amount represents the expected cash flows on redemption of these Units.

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## 2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (CONTINUED)

### (c) Net Assets Attributable to Unitholders (continued)

Units are classified as equity when they satisfy the following criteria under AASB 132 Financial instruments: Presentation:

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Fund's liquidation;
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical;
- the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavorable conditions to the Fund, and it is not a contract settled in the Fund's own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

### (d) Increase/Decrease in Net Assets Attributable to Unitholders

Movements in net assets attributable to unitholders are recognised in the Statement of Changes in Equity.

### (e) Overdraft Facility

The Fund holds Units in the Sub-Fund equal to the amount due to Unitholders. Each Unit in the Fund is backed by a Unit in the Sub-Fund. Units in the Sub-Fund are backed by a prescribed number of ounces of gold per Unit. The Sub-Fund may also hold additional ounces of gold related to the overdraft with JPMorgan Chase Bank ("JPMorgan") (the "Overdraft Facility") to ensure all Units issued by the Fund and Sub-Fund are fully supported by holdings of gold bullion in allocated form. The Overdraft Facility is denominated in ounces of gold and is repayable in ounces of gold.

The gold held and the ounces in overdraft are recorded at fair value and movements in fair value are recorded through profit or loss. The fair value is calculated using the latest quote provided by the Solactive Gold Spot London Close Index.

### (f) Applications and Redemptions

Applications received for Units in the Fund are recorded net of any entry fees payable prior to the issue of Units in the Fund. Redemptions from the Fund are recorded gross of any exit fees payable after the cancellation of Units redeemed.

Unit redemption prices are determined by reference to the net assets for unit pricing purposes of the Fund, divided by the number of Units on issue at or immediately prior to close of business each day. Applications and redemptions of Units are processed simultaneously.

### (g) Expenses

All expenses, including Management fees, are recognised in the Statement of Profit or Loss and Other Comprehensive Income on an accruals basis.

### (h) Income Tax

Under current legislation, the Fund is not subject to income tax provided the taxable income of the Fund is fully attributed to unitholders under the Attribution Managed Investment Scheme regime (which the Responsible Entity has adopted from 1 July 2017).

The benefit of imputation credits and foreign tax paid are passed on to unitholders.

### (i) Foreign Currency Translation

*(i) Functional and presentation currency*

Items included in the Fund's financial statements are measured using the currency of the primary economic environment in which it operates (the "functional currency"). This is the Australian Dollar, which reflects the currency of the economy in which the Fund competes for funds and is regulated. The Australian Dollar is also the Fund's presentation currency.

*(ii) Transactions and balances*

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the date of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translations at period end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the Statement of Profit or Loss and Other Comprehensive Income within net gains/(losses) on financial instruments at fair value through profit or loss.

The Fund does not isolate that portion of gains or losses on securities and derivative financial instruments which is due to changes in foreign exchange rates from that which is due to changes in the market price of securities. Such fluctuations are included with the net gains or losses on financial instruments at fair value through profit or loss.

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## 2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (CONTINUED)

### (i) Foreign Currency Translation (continued)

*(ii) Transactions and balances (continued)*

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported in the Statement of Profit or Loss and Other Comprehensive Income on a net basis within net gains/(losses) on financial instruments at fair value through profit or loss.

### (j) Use of Estimates and Critical Accounting Judgments

The Fund makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial period. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

Areas such as credit risk (both own and counterparty) require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments. For certain other financial instruments, including amounts due from/to brokers and payables, the carrying amounts approximate fair value due to the immediate or short term nature of these financial instruments.

### (k) Rounding of Amounts

The Fund is a registered scheme of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, issued by the Australian Securities and Investments Commission relating to the "rounding off" of amounts in the directors' report and financial statements. Amounts in the directors' report and financial statements have been rounded to the nearest dollar in accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, unless otherwise indicated.

## 3. FINANCIAL RISK MANAGEMENT

The Fund's activities expose it to a variety of financial risks, including: credit risk, liquidity risk, and (market price) risk and currency risk. The Fund's overall risk management program focuses on ensuring compliance with the Fund's Product Disclosure Statements and seeks to maximise the returns derived for the level of risk to which the Fund is exposed. Financial risk management is carried out with oversight by the Compliance Officer and ultimately by the Board of Directors of the Responsible Entity (the "Board") under policies approved by the Board.

The Fund uses different methods to measure different types of risk to which it is exposed.

Market disruptions associated with current geopolitical events have had a global impact, and uncertainty exists as to their implications. Such disruptions can adversely affect asset values and thus the performance of the Fund. The Responsible Entity is continuing to monitor this development and evaluate its impact on the Fund.

### (a) Market Risk

*(i) Price Risk*

The Fund is exposed to price risk. Day to day positive or negative movements in local and international financial markets and exchanges and factors that affect the investment climate and investor sentiment could all affect the spot price of physical gold, and the value of the Fund's units in the sub-fund. Such movements may have an adverse effect on the spot price of units in the sub-fund. Units in the sub-fund are classified in the Statement of Financial Position as a financial asset at fair value through profit or loss.

The Directors estimate that a 10% increase in value of Gold as at 30 June 2024 would have increased the net assets attributable to unitholders of the Fund by AUD 139,571. A 10% decrease in the value of Gold would have decreased the net assets attributable to unitholders by an equal but opposite amount.

All investments present a risk of loss of capital. The maximum risk resulting from the Fund's asset is determined by the fair value of the units in the sub-fund.

The Responsible Entity continuously monitors the Fund's asset to ensure the Fund is following the appropriate investment model, its portfolio is in accordance with its stated guidelines and restrictions, and the performance of the Fund remains in expected bounds.

The Fund's liability to unit holders is related to the price of units in the sub-fund and is managed by the Fund by holding units in the sub-fund in the same quantity as its liability. Therefore, the Fund bears no financial risk from a change in the price of Units in the sub fund, and no sensitivity analysis has been presented accordingly.

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## 3. FINANCIAL RISK MANAGEMENT (CONTINUED)

### (b) Liquidity Risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous. The Statement of Financial Position is presented on a liquidity basis and discussed in Note 2(a).

The Fund is exposed to daily redemptions of Units. The liquidity risks associated with the need to satisfy unitholders' requests for redemptions are mitigated by maintaining adequate liquidity to satisfy usual redemption volumes and restricting the investment activities of the Fund to securities that are actively traded and highly liquid. The Fund also maintains continuous monitoring of forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities. The Responsible Entity considers and maintains the liquidity of the Fund, in the context of the investment objectives and liquidity requirements of the Fund.

### (c) Fair Value of Assets and Liabilities

The carrying amount of the Fund's assets and liabilities at the end of each reporting period approximate their fair values.

Assets and liabilities at fair value through profit or loss are measured initially at fair value. Transaction costs on assets and financial liabilities at fair value through profit or loss are expensed immediately. Subsequent to initial recognition, all instruments at fair value through profit or loss are measured at fair value with changes in their fair value recognised in the Statement of Profit or Loss and Other Comprehensive Income.

The fair value of financial assets and liabilities traded in active markets is based on their last traded prices at the end of the reporting period without any deduction for estimated future selling costs.

The Fund values its investments in accordance with the accounting policies set out in Note 2(b). For the majority of its investments, the Fund relies on information published by independent sources.

*Fair value in an inactive or unquoted market*

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period.

### (d) Fair Value Hierarchy

The Fund classifies fair value measurements using a fair value hierarchy that reflects the subjectivity of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1 Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgment by the Responsible Entity. The Responsible Entity considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

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## 3. FINANCIAL RISK MANAGEMENT (CONTINUED)

### (e) Fair Value Hierarchy (continued)

The following tables present the Fund's assets (by class) measured at fair value according to the fair value hierarchy at 30 June 2024.

| | As at 30 June 2024 | | |
|---|---|---|---|
| | Level 1 AUD | Level 2 AUD | Level 3 AUD |
| **Financial assets at fair value through profit or loss** | | | |
| Unlisted unit trust | - | 1,395,707 | - |
| | **-** | **1,395,707** | **-** |

The Fund's investment in the sub-fund is considered to be a level 2 investment due to the observable input of the price of gold bullion.

The Fund did not hold any level 3 instruments during the year/period ended 30 June 2024 (30 June 2023: Nil).

There were no transfers between levels for recurring fair value measurements during the year/period ended 30 June 2024 (30 June 2023: Nil).

## 4. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

| | Year ended 30 June 2024 AUD | Period from 23 August 2022 to 30 June 2023 AUD |
|---|---|---|
| Unlisted unit trust | 1,395,707 | - |
| **Total assets designated at fair value through profit or loss** | **1,395,707** | **-** |

## 5. NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

| | Shares | Year ended 30 June 2024 AUD | Period from 23 August 2022 to 30 June 2023 AUD | |
|---|---|---|---|---|
| Opening balance | - | - | - | - |
| Applications | 40,000 | 1,417,370 | - | - |
| Loss for the year/period | - | (22,001) | - | - |
| **Total** | **40,000** | **1,395,369** | **-** | **-** |

## 6. RELATED PARTY TRANSACTIONS

### Responsible Entity

The Responsible Entity of the Fund is Global X Management (AUS) Limited (ABN 13 150 433 828, AFSL 466778) whose ultimate holding company is Mirae Asset Global Investments Co., Ltd.

Global X Management (AUS) Limited is incorporated in Australia and Mirae Asset Global Investments Co., Ltd. Is incorporated in the Republic of Korea.

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## 6. RELATED PARTY TRANSACTIONS (CONTINUED)

### Key management personnel

The Fund does not employ personnel in its own right. However, it is required to have an incorporated Responsible Entity to manage the activities of the Fund and this is considered to be key management personnel. The directors of the Responsible Entity, which are key management personnel of the Responsible Entity, during or since the end of the financial year/period are:

### (a) Directors

Kim Young
Evan Metcalf
Oliver Reynolds (Appointed 11 September 2023)
Namki Kim (Appointed 30 July 2024)
Emanual Damianakis (Appointed 5 August 2024)
Kanish Chugh (Resigned 7 September 2023)
Thomas Park (Resigned 30 July 2024)
Chi Ho Man (Appointed on 12 December 2023, Resigned 5 August 2024)

No director has a service contract with the Company. The Directors of the Company who are employees within the Mirae Asset Global Investments Group did not receive separate remuneration in their capacity as Directors of the Company.

### (b) Other key management personnel

No other person had authority and responsibility for planning, directing and controlling the activities of the Fund, directly or indirectly during the financial year/period or since the end of the financial year/period and up to the date of this report.

### (c) Key management personnel compensation

Key management personnel are paid by the Responsible Entity. Payments made from the Fund to the Responsible Entity do not include any amounts attributable to the compensation of key management personnel.

### Related party unitholdings

All transactions with related parties are conducted on normal terms and conditions. From time to time the Responsible Entity, or its director-related entities, may invest in or withdraw from the Fund. These investments or withdrawals are on the same terms and conditions as those entered into by other unitholders of the Fund.

### Management fees and other transactions

In accordance with the Fund's Constitution, the Responsible Entity was entitled to receive fees for the provision of services to the Fund.

| | Amount charged Year ended 30 June 2024 AUD | Outstanding As at 30 June 2024 AUD |
|---|---|---|
| Management fees | 338 | 338 |

The management fee is calculated by applying a fixed percentage to the value of Units in issue on a daily basis, equivalent to 0.15% per annum. The management fee is paid by the Sub-Fund on a monthly basis. The Sub-Fund transfers gold bullion to the Responsible Entity to settle the management fees.

### Investments

The Fund did not hold any investments in funds also managed by the Responsible Entity or its related parties during the reporting year/period.

### Other transactions with the Fund

Apart from those details disclosed in this note, no key management personnel have entered into a material contract with the Fund since the commencement of the Fund's operation and there were no material contracts involving key management personnel's interests subsisting at period end.

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## 7. AUDITOR REMUNERATION

During the year/period the following fees were paid or payable for services provided by the auditor of the Fund:

| | Year ended 30 June 2024 AUD | Period from 23 August 2022 to 30 June 2023 AUD |
|---|---|---|
| **KPMG** | | |
| Audit and review of the financial statements | 8,517 | 750 |
| Other regulatory assurance services | 2,874 | 2,500 |
| **Total** | **11,391** | **3,250** |

Other services relate to the audit of the Fund's compliance plan. The audit fees paid or payable are discharged by the Responsible Entity.

## 8. SEGMENT INFORMATION

The Fund operates solely in the business of providing investors with the performance of the market, before fees and expenses, as represented by gold bullion. The Responsible Entity, which is the chief operating decision maker for the purposes of assessing performance and determining the allocation of resources, ensures that the Fund's holdings and performance are in accordance with the underlying asset. Accordingly, no additional qualitative or quantitative disclosures are required.

## 9. EVENTS OCCURRING AFTER THE REPORTING YEAR/PERIOD

As the investments are measured at their 30 June 2024 fair values in the financial report, any change in values subsequent to the end of the reporting period is not reflected in the Statement of Profit or Loss and Other Comprehensive Income or the Statement of Financial Position.

No other matter or circumstance has arisen since 30 June 2024 that has significantly affected, or may significantly affect:
(i) the operations of the Fund in future financial periods, or
(ii) the results of those operations in future financial periods, or
(iii) the state of affairs of the Fund in future financial periods.

## 10. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There are no outstanding contingent assets, contingent liabilities or commitments at 30 June 2024.

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1. In the opinion of the directors of Global X Gold Bullion ETF (the "Fund"):

   (a) the year end Financial Statements and notes set out on pages 4 to 15 are in accordance with the Corporations Act 2001, including:

      (i). giving a true and fair view of the Fund's financial position as at 30 June 2024 and of its performance, for the year ended on that date; and
      (ii). complying with Australian Accounting Standards and the Corporations Regulations 2001; and

   (b) there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable.

2. The directors have been given the declarations required by Section 295A of the Corporations Act 2001 for the year ended 30 June 2024.

3. The directors draw attention to Note 2 to the financial statements, which includes a statement of compliance with International Financial Reporting Standards.

Signed in accordance with a resolution of the directors made pursuant to Section 295(5) of the Corporations Act 2001:

On behalf of the directors

**Evan Metcalf**
Director

Sydney
19 September 2024

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# Independent Auditor's Report

## To the unitholders of Global X Gold Bullion ETF (formerly Global X Silver Miners ETF)

### Opinion

We have audited the ***Financial Report*** of Global X Gold Bullion ETF (formerly Global X Silver Miners ETF) (the Fund).

In our opinion, the accompanying Financial Report of the Fund gives a true and fair view, including of the Fund's financial position as at 30 June 2024 and of its financial performance for the year then ended, in accordance with the Corporations Act 2001, in compliance with *Australian Accounting Standards* and the *Corporations Regulations 2001*.

The ***Financial Report*** comprises:

- Statement of Financial Position as at 30 June 2024
- Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, and Statement of Cash Flows for the year then ended
- Notes including material accounting policies
- Directors' Declaration.

### Basis for opinion

We conducted our audit in accordance with *Australian Auditing Standards*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report.

We are independent of the Fund in accordance with the *Corporations Act 2001* and the ethical requirements of the *Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the Financial Report in Australia. We have fulfilled our other ethical responsibilities in accordance with these requirements.

### Key Audit Matters

Key Audit Matters are those matters that, in our professional judgement, were of most significance in our audit of the Financial Report of the current period. This matter was addressed in the context of our audit of the Financial Report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on this matter.



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| Valuation and existence of financial assets at fair value through profit or loss | |
|---|---|
| Refer to Note 2b Material Accounting Policies, Note 3e Financial Risk Management and Note 4 Financial assets at fair value through profit or loss ($1,395,707) in the Financial Report. | |
| **The key audit matter** | **How the matter was addressed in our audit** |
| Financial assets at fair value through profit or loss comprise investments in an unlisted unit trust ("investments").<br><br>The Fund outsources certain processes and controls relevant to:<br>- Initiating and executing the purchase and sale of investments and recording and valuing of investments to the Fund administrator;<br>- maintaining custody and underlying records of investments to the custodian.<br><br>Valuation and existence of investments is a key audit matter due to the:<br>- Size of the Fund's portfolio of investments; and<br>- Importance of the performance of these investments in driving the Fund's investment income and capital performance.<br><br>As a result, this was the area with the greatest effect on our overall audit strategy and allocation of resources in planning and performing our audit. | Our procedures included:<br>- We assessed the appropriateness of the accounting policies applied by the Fund, including those relevant to the fair value of investments, against the requirements of the accounting standards.<br>- We checked the existence of investments, being the ownership and quantity held, to external custody reports as at 30 June 2024.<br>- We checked the valuation of investments, as recorded in the general ledger, to independently sourced prices as at 30 June 2024.<br>- We evaluated the Fund's disclosures of investments, using our understanding obtained from our testing, against the requirements of the accounting standards. |

## Other Information

Other Information is financial and non-financial information in Fund's annual report which is provided in addition to the Financial Report and the Auditor's Report. The Directors of Global X Management (AUS) Limited (the Responsible Entity) are responsible for the Other Information.

Our opinion on the Financial Report does not cover the Other Information and, accordingly, we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the Financial Report, our responsibility is to read the Other Information. In doing so, we consider whether the Other Information is materially inconsistent with the Financial Report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We are required to report if we conclude that there is a material misstatement of this Other Information, and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

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## Responsibilities of the Directors for the Financial Report

The Directors of the Responsible Entity are responsible for:

- preparing the Financial Report in accordance with the Corporations Act 2001, including giving a true and fair view of the financial position and performance of the Fund, and in compliance with *Australian Accounting Standards* and the *Corporations Regulations 2001*
- implementing necessary internal control to enable the preparation of a Financial Report in accordance with the *Corporations Act 2001*, including giving a true and fair view of the financial position and performance of the Fund, and that is free from material misstatement, whether due to fraud or error
- assessing the Fund's ability to continue as a going concern and whether the use of the going concern basis of accounting is appropriate. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

## Auditor's responsibilities for the audit of the Financial Report

Our objective is:

- to obtain reasonable assurance about whether the Financial Report as a whole is free from material misstatement, whether due to fraud or error; and
- to issue an Auditor's Report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with *Australian Auditing Standards* will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Financial Report.

A further description of our responsibilities for the audit of the Financial Report is located at the *Auditing and Assurance Standards Board* website at: https://www.auasb.gov.au/admin/file/content102/c3/ar2_2020.pdf This description forms part of our Auditor's Report.

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Nic Buchanan

Partner

Sydney

19 September 2024



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