

Leverage Shares Plc

**Management report and
Condensed unaudited interim financial statements**

For the half financial year ended 31 December 2021

Registered number 597399

Leverage Shares Plc

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Leverage Shares Plc

Directors and other information

| | | | |
|---|---|--|---|
| Directors | Neil Fleming (<i>Irish</i>) (<i>Independent and Non-Executive</i>) Lisa Hand (<i>Irish</i>) (<i>Non-Executive</i>) | | |
| Registered Office | 2nd floor, Block 5 Irish Life Centre Abbey Street Lower Dublin 1 Ireland | | |
| Company Secretary and Administrator | Apex IFS Limited 2nd Floor, Block 5 Irish Life Centre Abbey Street Lower Dublin 1 Ireland | | |
| Arranger | Leverage Shares Management Company Limited 116 Mount Prospect Avenue Clontarf Dublin 3 Ireland | | |
| Portfolio Administrator | GWM Limited 41 Cedar Avenue 5th Floor, Hamilton HM12 Bermuda | <i>As from 7 December 2021</i> Aztlan Equity Management LLC 1751 Pinnacle Drive Suite 600 McLean VA 22102 United States of America | <i>Up to 17 November 2021</i> Interactive Brokers (UK) Limited Level 20 Heron Tower 110 Bishopsgate London EC2N 4AY United Kingdom |
| CREST Settlement Agent and CREST Sponsor | Link Market Services Trustees Limited The Registry, 34 Beckenham Road Beckenham Kent BR3 4TU United Kingdom | | |
| Custodian & Margin Account Provider | Interactive Brokers LLC One Pickwick Plaza Greenwich CT 0683082 United States of America | | |
| Authorised Participants | BNP Paribas Arbitrage S.N.C. 160-162 Boulevard Macdonald 75019 Paris France | GWM Limited 41 Cedar Avenue 5th Floor, Hamilton HM12 Bermuda | |
| Registrar | Elavon Financial Services DAC 8, Cherrywood Business Park Loughlinstown Dublin Ireland | | |
| Determination Agent | Calculation Agent Services LLC 34E Putnam Avenue Greenwich CT 06830 United States of America | | |

Leverage Shares Plc

Directors and other information (continued)

| | |
|-----------------------------------|--|
| Solicitor | Matheson 70 Sir John Rogerson's Quay Dublin 2 Ireland |
| Issuing & Paying Agent | Elavon Financial Services DAC 8, Cherrywood Business Park Loughlinstown Dublin Ireland |
| Trustee | Apex Corporate Trustees (UK) Limited 6th Floor 140 London Wall London |

Interim management report

The directors (the "Directors") present the interim report and unaudited financial statements of Leverage Shares Plc (the "Company") for the half financial year ended 31 December 2021.

Principal activities and business review

The Company is a limited liability company, incorporated in Ireland on 27 January 2017, under Irish Company law with registered number 597399. The Company is an orphan vehicle, with the shares held for the benefit of a charitable trust (see note 15 to the interim financial statements). The Company is registered in Ireland as a Section 110 vehicle. The Company has been established as a special purpose vehicle (the "SPV") for the purpose of issuing exchange traded securities. The Company commenced trading on 8 December 2017.

The Company established a collateralised exchange traded product programme (the "Programme") under which the Company issues, on an ongoing basis, collateralised exchange traded products (the "ETPs") of different series (each a "Series") or tranches (each a "Tranche") linked to underlying equity securities each providing leveraged long or short exposure to specified equity securities or basket of securities tracking particular investment strategies or industry sectors (each individually a "Component Security", collectively the "Component Securities"). The aggregate number of ETPs issued under the Programme will not at any time exceed USD 1,000,000,000.

Each Series constitutes limited recourse obligations of the Company, secured on and payable solely from the Component Securities constituting the ETP in respect of such Series. Each Series of ETPs may comprise one or more Tranches. The ETPs have been listed for trading on the London Stock Exchange, Cboe Europe, Euronext Amsterdam and Euronext Paris.

Each ETP provides leveraged or short exposure to a single Component Security. Each Series is assigned a leverage factor in the relevant final terms. The proceeds of the issuance of each Series or Tranche will be deposited with Interactive Brokers LLC (the "Custodian" and the "Margin Account Provider"). For leveraged Series the Margin Account Provider provides funding so as to enable an amount equal to the proceeds of the issuance of the relevant Series multiplied by the applicable leverage factor will be invested in the Component Security of the relevant Series. For each Series providing long exposure the Company has physical ownership of the Component Securities. For Series providing short exposure the Issuer will short sell the Component Securities which it will borrow from the Margin Account Provider with the proceeds from the issuance acting as collateral.

The ETPs do not bear interest at a prescribed rate. The return (if any) on the ETPs is calculated in accordance with the redemption provisions set out in the base prospectus of the Company.

During the financial period ended 31 December 2021, the Company redeemed one Series in full (31 December 2020: none) and 43 Series were created (31 December 2020: none). As at 31 December 2021, the Company had 145 Series in issue (30 June 2021: 103 Series).

General information regarding the Company is further described in note 1 to the interim financial statements.

Forty six ETP Securities are listed on Euronext Amsterdam and Euronext Paris. One ETP Securities is listed on Euronext Dublin. The remaining ETP Securities are listed on London Stock Exchange, out of which two of the ETP Securities are also listed in Cboe Europe.

Key performance indicators

During the half financial year:

- the Company made a loss before tax of USD Nil (31 December 2020: USD Nil) and loss after tax of USD 1,188 (31 December 2020: USD 3,110);
- the Company's realised gains on financial assets designated at fair value through profit or loss amounted to USD 2,565,745 (31 December 2020: USD 8,723,469);
- the Company's unrealised losses on financial assets designated at fair value through profit or loss amounted to USD 11,401,352 (31 December 2020: USD 419,358);
- the Company's realised losses on financial liabilities designated at fair value through profit or loss amounted to USD 2,565,745 (31 December 2020: USD 8,723,469);
- the Company's unrealised gains on financial liabilities designated at fair value through profit or loss amounted to USD 13,017,090 (31 December 2020: USD 666,853);
- dividend income from Component Securities amounted to USD 175,233 (31 December 2020: USD 66,461);
- there were subscriptions in the existing Series of ETP Securities as disclosed in note 11 to the interim financial statements;
- there were partial redemptions of the existing Series of ETP Securities as disclosed in note 11 to the interim financial statements;
- 1 Series was fully redeemed (31 Dec 2020: none); and
- 43 new Series were issued (31 Dec 2020: none).
- 81 Series were partially redeemed (31 Dec 2020: none)

As at 31 December 2021:

- the total fair value of the ETP Securities in issue was USD 215,608,654 (30 June 2021: USD 62,330,540) as disclosed in note 11 to the interim financial statements;
- the total fair value of the Component Securities was USD 535,843,239 (30 June 2021: USD 123,270,695) as disclosed in note 8 to the interim financial statements; and
- the net assets of the Company were USD 16,207 (30 June 2021: USD 18,819).

Interim management report (continued)

Future developments

The Company has plans to grow its range of ETPs over the course of 2022 and is actively working on increasing its market penetration across its full range of products.

Going concern

The Directors believe the Company is a going concern. The nature of the Company's business dictates that the outstanding ETPs may be redeemed at any time by any authorised participant who has entered into an authorised participant agreement with the Company. As the redemption of ETPs will coincide with the sale of an equal amount of the Component Security, no liquidity risk is considered to arise. The Company has entered into its primary service contracts with service providers on a non-recourse and non-petition basis and these costs are being met by Leverage Shares Management Company Limited (as Arranger) and in return the Arranger receives the arrangement fees earned on the Series. Therefore, the Directors consider the Company to be a going concern and have prepared the financial statements on this basis.

Principal risks and uncertainties

Impact of COVID-19 and Brexit

The Directors have noted that COVID-19 has not had a significant impact on the Company to date with assets under management growing. Overall market activity in equities, particularly from new retail investors, has grown during the period. Arising from Brexit, the Company is now also required to submit certain documents to the United Kingdom's Financial Conduct Authority, including obtaining approval for amendments to its prospectus. The Company will continue to monitor these events to determine if any additional risks evolve.

The key risks to the business relate to the use of financial instruments. A summary of these risks, including Operational Risk, is set out in note 17 to the interim financial statements.

Market overview

The following aspects of the underlying market may affect the market price of the ETP Securities among other factors:

- the value and volatility of the Index referenced by such Series of ETP Securities and the Component Securities underlying that Index;
- the nature and value of any Component Securities relating to such Series of ETP Securities;
- market perception, interest rates, yields and foreign exchange rates; and
- whether or not any market disruption is subsisting.

Equity markets have gone from strength to strength in the second half of the year. While prospects of lockdowns due to the Omicron variant caused some jitters, these were largely allayed as the year went by. However, in the final month of the year, concerns over inflation impacting consumer spending and the overvaluation of top-line equities had started showing effects. The S&P500 and the Nasdaq-100 ended at \$4,766 and \$16,320 respectively as of 31 December 2021, which translates to a performance of 10.33% and 12.09% respectively for the period.

Results and dividends for the financial year

The results for the financial period are set out on page 7. The Directors do not recommend the payment of a dividend for the financial period (31 December 2020: USD Nil).

Directors, Secretary and their Interests

None of the Directors who held office on 1 July 2021 and 31 December 2021 held any shares or ETP Securities in the Company at that date, or during the half financial year. There were no contracts of any significance in relation to the business of the Company in which the Directors had any interest, as defined in Section 309 of the Companies Act 2014, at any time during the half financial year. Further information is set out in note 16 to the interim financial statements.

Shares and shareholders

The authorised share capital of the Company is EUR 25,000 which has been fully issued and paid. All the issued shares are held by Monument Trustees Limited. All shares are held in trust for charity under the terms of declaration of trust. Further information is set out in note 14 and note 15 to the interim financial statements.

Accounting records

The Directors believe that they have complied with requirements of Section 281 to 285 of the Companies Act 2014 with regards to keeping adequate accounting records by contracting with the Administrator who has appropriate experience and expertise. The accounting records of the Company are maintained at 2nd Floor, Block 5, Irish Life Centre, Lower Abbey Street, Dublin 1, Ireland.

Subsequent events

Subsequent events are disclosed in note 18 of the financial statements.

Interim management report (continued)

Audit committee

The sole business of the Company relates to the issuance of ETPs. Given the functions performed by the Issuing and Paying Agent and the limited recourse nature of the securities issued by the Company, the Directors has concluded that there is currently no need for the Company to have a separate audit committee in order for the Board to perform effective monitoring and oversight of the internal controls and risk management systems of the Company in relation to the financial reporting process. Accordingly the Company has availed itself of the exemption under Section 1551 of the Companies Act 2014.

On behalf of the Directors


Neil Fleming
Director


Lisa Hand
Director

Date: 24 March 2022

Directors' responsibilities statement

The Directors are responsible for preparing the management report and the interim financial statements in accordance with the Companies Act 2014 and the applicable regulations.

The Directors confirm that, to the best of their knowledge:

- the condensed financial statements, which have been prepared in accordance with applicable accounting standards, give a true and fair view of the assets, liabilities, financial position and results of the Company; and

- the Interim Management Report includes a fair review of:
 - important events that have occurred during the first six months of the financial year;
 - the impact of those events on the condensed financial statements; and
 - a description of the principal risks and uncertainties for the remaining six months of the financial year.

The Directors further indicate that such interim financial statements for the half financial year ended 31 December 2021 have not been audited.

Approved and authorised for issue on behalf of the Board:


Neil Fleming
Director


Lisa Hand
Director

Date: 24 March 2022

Statement of comprehensive income

For the half financial year ended 31 December 2021

| | Note | Half financial year ended 31-Dec-21 USD | Half financial year ended 31-Dec-20 USD |
|--|-------------|--|--|
| Revenue | 4 | 175,233 | 66,461 |
| Realised gains on financial assets at fair value through profit or loss | | 2,565,745 | 8,723,469 |
| Unrealised losses on financial assets at fair value through profit loss | | (11,401,352) | (419,358) |
| Realised losses on financial liabilities at fair value through profit or loss | | (2,565,745) | (8,723,469) |
| Unrealised gains on financial liabilities at fair value through profit or loss | | 13,017,090 | 666,853 |
| Operating expenses | 6 | (417,746) | (122,632) |
| Finance expense | 5 | (1,373,225) | (191,324) |
| Operating profit before tax | | <u>-</u> | <u>-</u> |
| Tax on profit on ordinary activities | 7 | (2,612) | (3,110) |
| Total comprehensive loss | | <u><u>(2,612)</u></u> | <u><u>(3,110)</u></u> |

All of the items dealt with in arriving at the profit for the half financial year are from continuing operations, no income is recognised in other comprehensive income.

Statement of financial position

As at 31 December 2021

| | Note | 31-Dec-21 USD | 30-Jun-21 USD |
|--|------|--------------------|--------------------|
| Assets | | | |
| Financial assets at fair value through profit or loss | 8 | 535,843,239 | 123,270,695 |
| Amounts due from broker | 10 | 39,965,399 | 15,974,407 |
| Other receivables | 9 | 697,346 | 297,929 |
| Receivable from GWM Limited | 13 | 36,157 | - |
| Total assets | | 576,542,141 | 139,543,031 |
| Liabilities | | | |
| Financial liabilities at fair value through profit or loss | 11 | 240,050,089 | 70,468,597 |
| Amounts due to broker | 10 | 335,741,760 | 67,884,952 |
| Other payables | 12 | 734,085 | 944,955 |
| Payable to GWM Limited | 13 | - | 225,708 |
| Total liabilities | | 576,525,934 | 139,524,212 |
| Total assets less total liabilities | | 16,207 | 18,819 |
| Share capital and retained earnings | | | |
| Called up share capital presented as equity | 14 | 26,703 | 26,703 |
| Deficit | | (10,496) | (7,884) |
| Total equity | | 16,207 | 18,819 |

The financial statements were approved by the Board of Directors and signed on its behalf by:


Neil Fleming
Director


Lisa Hand
Director

Date: 24 March 2022

Statement of changes in equity

For the half financial year ended 31 December 2021

| | Share capital | (Deficit)/ Retained earnings | Total equity |
|---|---------------|------------------------------------|---------------|
| | USD | USD | USD |
| Balance as at 1 July 2020 | 26,703 | 662 | 27,365 |
| Total comprehensive loss for the financial period | - | (3,110) | (3,110) |
| Balance as at 31 December 2020 | <u>26,703</u> | <u>(2,448)</u> | <u>24,255</u> |
| Balance as at 1 January 2021 | 26,703 | (2,448) | 24,255 |
| Total comprehensive loss for the financial period | - | (5,436) | (5,436) |
| Balance as at 30 June 2021 | <u>26,703</u> | <u>(7,884)</u> | <u>18,819</u> |
| Balance as at 1 July 2021 | 26,703 | (7,884) | 18,819 |
| Total comprehensive loss for the financial period | - | (2,612) | (2,612) |
| Balance as at 31 December 2021 | <u>26,703</u> | <u>(10,496)</u> | <u>16,207</u> |

The notes on pages 11 to 22 form an integral part of the interim financial statements.

Statement of cash flows

For the half financial year ended 31 December 2021

| | Note | Half financial year ended 31-Dec-21 USD | Half financial year ended 31-Dec-20 USD |
|--|------|---|---|
| Cash flows from operating activities | | | |
| Profit on ordinary activities before taxation | | - | - |
| <i>Adjustments for:</i> | | | |
| Unrealised gains on financial liabilities at fair value through profit or loss | | (13,017,090) | (666,853) |
| Realised losses on financial liabilities at fair value through profit or loss | | 2,565,745 | 8,723,469 |
| <i>Movements in working capital</i> | | | |
| Financial assets at fair value through profit or loss | | (412,572,544) | (38,748,705) |
| Financial liabilities at fair value through profit or loss | | 17,261,829 | 852,801 |
| (Increase)/decrease in other receivables | | (435,574) | 93,941 |
| Decrease in other payables | | (439,189) | (221,008) |
| Change in amounts due from broker | | 243,865,816 | 20,017,919 |
| Net cash used in operating activities | | <u>(162,771,007)</u> | <u>(9,948,436)</u> |
| Cash flows from financing activities | | | |
| ETP Securities issuances during the financial period | | 219,989,188 | 30,528,051 |
| ETP Securities redemptions during the financial period | | (57,218,181) | (20,579,615) |
| Net cash generated from financing activities | | <u>162,771,007</u> | <u>9,948,436</u> |
| Net movement in cash and cash equivalents | | - | - |
| Cash and cash equivalents at start of the financial period | | - | - |
| Cash and cash equivalents at end of the financial period | | <u>-</u> | <u>-</u> |
| Supplementary information | | | |
| Dividends received | | 175,233 | 66,461 |
| Interest paid | | 854,139 | 159,265 |

Notes to the financial statements**For the half financial year ended 31 December 2021****1 General information**

The Company is a limited liability company, incorporated in Ireland on 27 January 2017, under Irish Company law with registered number 597399. The Company is an orphan vehicle, with the shares held for the benefit of a charitable trust (see note 15). The Company is registered in Ireland as a Section 110 vehicle. The Company has been established as an SPV for the purpose of issuing exchange traded securities. The Company commenced trading on 8 December 2017.

The Company established a collateralised Programme under which the Company issues, on an ongoing basis, collateralised ETPs of different Series or Tranche linked to underlying equity securities each providing leveraged long or short exposure to specified Component Securities. The aggregate number of ETPs issued under the Programme will not at any time exceed USD 1,000,000,000.

Each Series constitutes limited recourse obligations of the Company, secured on and payable solely from the Component Securities (including cash held as collateral) constituting the ETP in respect of such Series. Each Series of ETPs may comprise one or more Tranches. The ETPs have been listed for trading on the London Stock Exchange, Cboe Europe, Euronext Amsterdam, Euronext Paris and Euronext Dublin.

Each ETP provides leveraged or short exposure to a single Component Security. Each Series is assigned a leverage factor in the relevant final terms. The proceeds of the issuance of each Series or Tranche will be deposited with the Custodian and the Margin Account Provider. For leveraged Series the Margin Account Provider will procure that an amount equal to the proceeds of the issuance of the relevant Series multiplied by the applicable leverage factor will be invested in the Component Security of the relevant Series. For each Series providing long exposure the Company has physical ownership of the Component Securities. For Series providing short exposure the Issuer will short sell the Component Securities which it will borrow from the Margin Account Provider with the proceeds from the issuance acting as collateral.

The ETPs do not bear interest at a prescribed rate. The return (if any) on the ETPs is calculated in accordance with the redemption provisions set out in the base prospectus of the Company.

Forty six ETP Securities are listed on Euronext Amsterdam and Euronext Paris. One ETP Securities is listed on Euronext Dublin. The remaining ETP Securities are listed on London Stock Exchange, out of which two of the ETP Securities are also listed in Cboe Europe.

2 Basis of preparation**(a) Statement of compliance**

The condensed financial statements for the half financial year ended 31 December 2021 have been prepared in accordance with International Accounting Standard ("IAS") 34 'Interim Financial Reporting'. The condensed interim financial statements should be read in conjunction with the annual financial statements for the financial year ended 30 June 2021 and the unaudited interim financial statements for the financial period ended 31 December 2020.

(b) New standards, amendments or interpretations*(i) Standards effective for annual periods beginning on or after 1 July 2021*

Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16: Interest Rate Benchmark Reform - Phase 2

The Company has adopted the interest rate benchmark reform amendments for the financial period 2021. The amendments in Interest Rate Benchmark Reform (Amendments to IFRS 9, IAS 39 and IFRS 7) clarify that entities would continue to apply certain hedge accounting requirements assuming that the interest rate benchmark on which the hedged cash flows and cash flows from the hedging instrument are based will not be altered as a result of interest rate benchmark reform.

The adoption of the above standard has not had any material impact on the disclosures or on the amounts reported in these financial statements.

Amendment to IFRS 16: COVID-19-Related Rent Concessions beyond 30 June 2021

The Company has adopted the amendments to IFRS 16 for the financial period 2021. The amendment provides lessees with an exemption from assessing whether a COVID-19-related rent concession is a lease modification.

The adoption of the above standard has not had any material impact on the disclosures or on the amounts reported in these financial statements.

(ii) Standards not yet effective, but available for early adoption

| Description | Effective date* |
|---|-----------------|
| Amendments to IAS 1 Presentation of Financial Statements and IFRS Practice Statement 2: Disclosure of Accounting policies | 1 January 2023 |
| Amendments to IAS 8 Accounting policies, Changes in Accounting Estimates and Errors: Definition of Accounting Estimates | 1 January 2023 |
| Amendments to IFRS 3: Reference to Conceptual Framework | 1 January 2022 |

Notes to the financial statements (continued)

For the half financial year ended 31 December 2021

2 Basis of preparation (continued)**(b) New standards, amendments or interpretations (continued)**(ii) *Standards not yet effective, but available for early adoption (continued)*

| Description | Effective date* |
|---|-----------------|
| Amendments to IAS 16: Property, Plant and Equipment- Proceeds before intended use | 1 January 2022 |
| Amendments to IAS 37: Onerous Contracts- Cost of Fulfilling a contract | 1 January 2022 |
| IFRS 1: First-time Adoption of International Financial Reporting Standards - Subsidiary as a first-time adopter | 1 January 2022 |
| IFRS 9 Financial Instruments: Fees in the '10 per cent' test for derecognition of financial liabilities | 1 January 2022 |
| IAS 41 Agriculture: Taxation in fair value measurement | 1 January 2022 |
| IFRS 17-Insurance contracts | 1 January 2023 |
| Amendments to IAS 1: Classification of Liabilities as Current or Non-current | 1 January 2023 |

*Where new requirements are endorsed, the EU effective date is disclosed. For un-endorsed standards and interpretations, the IASB's effective date is noted. Where any of the upcoming requirements are applicable to the Company, it will apply them from their EU effective date.

The Directors have considered the new standards as detailed in the above table and does not plan to adopt this standard early. The application of the above standard will be considered in detail in advance of a confirmed effective date by the Company.

(c) Segmental reporting

The standard on segmental reporting puts emphasis on the "management approach" to reporting on operating segments. An operating segment is a component of the Company that engages in business activities from which it may earn revenue and incur expenses.

The Company is engaged in one segment, being a Collateralised ETP Securities Programme under which the Company issues on an ongoing basis ETP Securities of different Series linked to a range of equity securities. All the Company's ETPs track equities of US companies.

The financial results from this segment are equivalent to the financial statements of the Company as a whole.

The following is a geographical analysis of the revenue by the country of the counterparty:

| | Half financial year ended 31-Dec-21 USD | Half financial year ended 31-Dec-20 USD |
|----------------|--|--|
| United States | 166,206 | 66,461 |
| China | 8,914 | - |
| United Kingdom | 113 | - |
| | <u>175,233</u> | <u>66,461</u> |

3 Significant accounting policies

The same accounting policies, presentation and methods of computation are followed in these condensed interim financial statements as were applied in the preparation of the Company's financial statements for the financial year ended 30 June 2021.

4 Revenue

| | Half financial year ended 31-Dec-21 USD | Half financial year ended 31-Dec-20 USD |
|-----------------|--|--|
| Dividend income | 175,233 | 66,461 |
| | <u>175,233</u> | <u>66,461</u> |

5 Finance expense

| | Half financial year ended 31-Dec-21 USD | Half financial year ended 31-Dec-20 USD |
|------------------|--|--|
| Interest expense | 1,290,818 | 191,324 |
| Borrow fee | 82,407 | - |
| | <u>1,373,225</u> | <u>191,324</u> |

A daily margin interest rate corresponding to the relevant benchmark rate plus one per cent is charged by the Margin Account Provider to the Company, as it relates to cash borrowing costs resulting from obtaining exposure to the Component Security of such Series.

Notes to the financial statements (continued)

For the half financial year ended 31 December 2021

6 Operating expenses

| | Half financial year ended 31-Dec-21 USD | Half financial year ended 31-Dec-20 USD |
|-------------------------|---|---|
| Arrangement fee expense | 392,913 | 122,557 |
| Other expenses | 24,833 | 75 |
| | <u>417,746</u> | <u>122,632</u> |

The Company pays arrangement fees that are dependent on the terms of each Series of 0.15% to 1.25% per annum of the value of the ETP Securities, calculated on a daily basis.

General operational expenses such as issuer & paying agent fees, determination agent fees, registrar fees, trustee fees, listing fees, audit fees, tax fees and legal fees are borne by Leverage Shares Management Company Limited.

The auditor of the Company earned no other fees from the Company (2020: USD Nil).

All the above are only for qualifying services during the half financial year and there was no other remuneration earned by the Directors of the Company in respect of services provided to the Company (2020: USD Nil). Leverage Share Management Company Limited covers all director fees in respect of the Company. The Company had no employees during the half financial year (2020: none).

7 Tax on profit on ordinary activities

| | Half financial year ended 31-Dec-21 USD | Half financial year ended 31-Dec-20 USD |
|------------------------------------|---|---|
| Operating profit before tax | - | - |
| Withholding tax suffered on income | 10,448 | 4,058 |
| Adjusted taxable profit | <u>10,448</u> | <u>4,058</u> |
| Corporation tax | (2,612) | (1,015) |
| Under accrual of corporation tax | - | (2,095) |
| | <u>(2,612)</u> | <u>(3,110)</u> |

Corporation tax has been calculated based on results for the half financial year at a rate of 25%.

8 Financial assets at fair value through profit or loss

| | 31-Dec-21 USD | 30-Jun-21 USD |
|------------------------------------|--------------------|--------------------|
| Investment in Component Securities | <u>535,843,239</u> | <u>123,270,695</u> |

All unrealised gains/(losses) on assets are attributable to market risk arising from price movements on the Component Securities.

The Company purchases Component Securities in underlying companies. The Company has physical ownership of the Component Securities. The Component Securities are traded regularly on US stock exchanges and the prices listed on the exchange of these securities as at 31 December 2021 represent their fair value.

The Component Securities held by the Company as at 31 December 2021 and 30 June 2021 are as follows:

| Component Securities | Code | Fair value | | Cost | |
|-------------------------|---------|-------------------|-------------------|-------------------|-------------------|
| | | 31-Dec-21 USD | 31-Dec-21 CCY | 30-Jun-21 USD | 30-Jun-21 CCY |
| Alphabet Inc | LS GOOG | 10,078,374 | 9,794,305 | 5,538,967 | 4,611,625 |
| Amazon.com Inc | LS AMZN | 11,620,175 | 11,922,861 | 14,297,305 | 13,587,335 |
| Apple Inc | LS AAPL | 12,013,676 | 10,415,427 | 7,990,657 | 7,600,737 |
| Citigroup Inc | LS C | 497,312 | 575,724 | 254,912 | 261,630 |
| Facebook Inc | LS FB | 2,778,587 | 2,788,205 | 2,281,325 | 1,968,994 |
| Goldman Sachs Group Inc | LS GS | 1,662,180 | 1,714,768 | 1,073,311 | 955,958 |
| JPMorgan Chase & Co | LS JPM | 843,214 | 877,768 | 387,139 | 357,685 |
| Microsoft Corporation | LS MSFT | 10,875,244 | 9,802,330 | 5,844,397 | 5,189,595 |
| Visa Inc | LS V | 3,163,749 | 3,096,007 | 1,711,796 | 1,609,487 |
| Balance carried forward | | <u>53,532,511</u> | <u>50,987,395</u> | <u>39,379,809</u> | <u>36,143,046</u> |

Notes to the financial statements (continued)

For the half financial year ended 31 December 2021

8 Financial assets at fair value through profit or loss (continued)

The Component Securities held by the Company as at 31 December 2021 and 30 June 2021 are as follows (continued):

| Component Securities | Code | Fair value | Cost | Fair value | Cost |
|--|-----------|------------------|------------------|------------------|------------------|
| | | 31-Dec-21 USD | 31-Dec-21 CCY | 30-Jun-21 USD | 30-Jun-21 CCY |
| Balance brought forward (from previous page) | | 53,532,511 | 50,987,395 | 39,379,809 | 36,143,046 |
| Netflix Inc | LS NFLX | 1,295,848 | 1,285,774 | 1,038,989 | 1,053,414 |
| Nvidia Corporation | LS NVDA | 9,304,170 | 9,389,003 | 4,673,384 | 3,566,841 |
| Salesforce.com Inc | LS CRM | 743,330 | 763,583 | 688,841 | 643,276 |
| Tesla Inc | LS TSLA2x | 32,895,448 | 33,357,909 | 16,416,114 | 15,740,068 |
| Apple Inc | LS AAP3x | 8,994,631 | 8,235,931 | 7,750,292 | 7,279,420 |
| Advanced Micro Devices | LS AMD2x | 1,400,435 | 1,351,959 | 1,443,047 | 1,261,690 |
| Amazon.com Inc | LS AMZ3x | 6,642,005 | 6,906,429 | 3,701,612 | 3,614,110 |
| Alibaba group holding | LS BABA2x | 3,011,208 | 3,315,136 | 3,288,083 | 3,201,148 |
| Salesforce.com Inc | LS CRM3x | 657,434 | 743,140 | 1,201,808 | 1,136,858 |
| Facebook Inc | LS FB3x | 17,145,441 | 17,136,417 | 2,505,251 | 2,347,123 |
| Alphabet Inc | LS GOO3x | 6,137,304 | 6,169,078 | 1,761,943 | 1,638,555 |
| Microsoft Corporation | LS MSF3x | 17,124,405 | 16,876,250 | 4,254,214 | 3,967,180 |
| Micron Technology Inc | LS MU2x | 545,114 | 475,048 | 313,406 | 322,269 |
| Netflix Inc | LS NFLX3x | 904,865 | 977,864 | 1,457,331 | 1,392,516 |
| Nvidia Corporation | LS NVD3x | 24,117,902 | 25,537,126 | 5,154,244 | 4,406,984 |
| Twitter Inc | LS TWTR2x | 607,068 | 697,544 | 512,635 | 458,001 |
| Uber Technologies Inc | LS UBER2x | 326,383 | 303,263 | 142,140 | 154,519 |
| Tesla Inc | LS TSL3x | 222,070,692 | 220,298,108 | 8,701,519 | 7,781,105 |
| Paypal | LS PYP3x | 16,678,015 | 17,470,605 | 866,279 | 786,599 |
| Shopify | LS SHO3x | 1,858,099 | 1,930,753 | 490,889 | 457,317 |
| Boeing | LS BA3x | 1,553,788 | 1,631,997 | 627,168 | 630,394 |
| Zoom | LS ZM3x | 3,217,873 | 3,400,623 | 371,549 | 338,063 |
| Square | LS SQ3x | 1,750,930 | 1,969,542 | 1,566,903 | 1,450,726 |
| HSBC | LS HSC3x | 1,213,055 | 1,141,601 | 230,771 | 250,217 |
| Barclays | LS BCS3x | 1,895,830 | 1,814,239 | 252,434 | 269,737 |
| Royal dutch sell | LS RSH3x | 475,707 | 500,920 | 419,433 | 418,191 |
| BP | LS BP3Lx | 768,302 | 786,604 | 511,438 | 512,366 |
| Vodafone | LS VDF3x | 930,721 | 934,078 | 452,643 | 500,675 |
| Tesla Inc | LS 1TSLx | 476,608 | 480,287 | 224,301 | 200,130 |
| Amazon.com Inc | LS 1AMZx | 213,398 | 213,457 | 213,290 | 201,190 |
| Microsoft Corporation | LS 1MSFx | 105,604 | 78,798 | 215,907 | 199,886 |
| Alphabet Inc | LS 1GOOx | 303,827 | 280,225 | 208,025 | 199,755 |
| Facebook Inc | LS 1FBx | 181,965 | 184,662 | 214,189 | 199,981 |
| Apple Inc | LS 1AAPx | 249,486 | 193,391 | 215,438 | 199,952 |
| Netflix Inc | LS 1NFLx | 204,830 | 219,125 | 210,228 | 200,160 |
| Shopify | LS 1SHOx | 126,720 | 155,535 | 232,296 | 200,569 |
| Coinbase | LS 1COIx | 189,782 | 247,917 | 112,465 | 100,040 |
| AMD | LS AMD3x | 6,131,003 | 6,365,478 | 1,035,296 | 896,756 |
| Twitter | LS 1TWT3x | 1,290,117 | 1,380,749 | 1,026,989 | 889,612 |
| Alibaba group holding | LS 1BAB3x | 33,747,407 | 35,904,964 | 737,035 | 693,627 |
| Uber | LS 1UBR3x | 1,690,324 | 1,688,082 | 584,098 | 586,342 |
| Airbnb | LS 1ABN3x | 2,303,389 | 2,395,507 | 639,360 | 625,487 |
| Plug power | LS 1PLU3x | 2,817,382 | 3,123,934 | 779,600 | 715,542 |
| Disney | LS 1DIS3x | 1,937,829 | 1,874,326 | 573,010 | 580,615 |
| Palantir | LS 1PLT3x | 5,391,580 | 5,829,480 | 693,294 | 665,467 |
| Roku | LS 1ROK3x | 4,289,475 | 4,384,970 | 1,132,970 | 953,202 |
| JD | LS 1JD3x | 1,140,880 | 1,136,254 | 821,644 | 749,036 |
| Baidu | LS 1BID3x | 9,903,909 | 9,995,955 | 734,652 | 690,446 |
| Plug power | LS 1PLUx | 184,568 | 199,099 | 223,705 | 199,252 |
| JD | LS 1JDx | 361,982 | 375,542 | 223,468 | 200,006 |
| Airbnb | LS 1ABNx | 212,774 | 203,835 | 205,208 | 199,829 |
| Baidu | LS 1BIDx | 290,884 | 311,007 | 214,707 | 199,907 |
| Sea | LS 1SEx | 559,275 | 617,966 | 198,261 | 200,055 |
| Pinduoduo | LS 1PDDx | 354,347 | 442,288 | 208,821 | 200,030 |
| Nio | LS 1NIOx | 500,291 | 580,251 | 228,604 | 200,086 |
| Palantir | LS 1PLTx | 238,460 | 303,985 | 210,695 | 199,943 |
| | | 513,196,610 | 515,554,988 | 122,491,725 | 113,069,311 |

Notes to the financial statements (continued)

For the half financial year ended 31 December 2021

8 Financial assets at fair value through profit or loss (continued)

The Component Securities held by the Company as at 31 December 2021 and 30 June 2021 are as follows (continued):

| Component Securities | Code | Fair value | Cost | Fair value | Cost |
|--|------------|--------------------|--------------------|--------------------|--------------------|
| | | 31-Dec-21 USD | 31-Dec-21 CCY | 30-Jun-21 USD | 30-Jun-21 CCY |
| Balance brought forward (from previous page) | | 513,196,610 | 515,554,988 | 122,491,725 | 113,069,311 |
| Berkshire Hathaway | LS BRK2x | 429,065 | 414,627 | - | - |
| Airbus | LS AIR3x | 786,840 | 662,388 | - | - |
| Airlines | LS JET3x | 597,121 | 596,846 | - | - |
| ARKG Genomic | LS ARG3x | 881,672 | 902,929 | - | - |
| ARKK Innovation | LS ARK3x | 561,392 | 572,832 | - | - |
| ARKW NextGen Internet | LS ARW3x | 531,001 | 557,197 | - | - |
| Biotechnology | LS IBB3x | 659,471 | 640,816 | - | - |
| China Tech | LS KWE3x | 777,857 | 827,008 | - | - |
| Clean Energy | LS ICL3x | 814,283 | 836,976 | - | - |
| Coinbase | LS CON3x | 827,016 | 863,834 | - | - |
| Long Financials | LS XLF3x | 601,370 | 601,062 | - | - |
| Gold Miners | LS GDV3x | 3,803,627 | 3,709,190 | - | - |
| Modernas | LS MRN3x | 344,143 | 366,010 | - | - |
| NIO | LS NIO3x | 660,275 | 638,531 | - | - |
| Oil & Gas | LS XLE3x | 865,356 | 875,491 | - | - |
| Semiconductors | LS SMH3x | 907,843 | 906,019 | - | - |
| Taiwan Semiconductor | LS TSM3x | 614,303 | 609,555 | - | - |
| Total World | LS VT3x | 613,210 | 610,581 | - | - |
| US 500 | LS SP5Yx | 2,545,786 | 2,506,190 | - | - |
| US Tech | LS QQQ5x | 1,580,658 | 1,573,957 | - | - |
| ARKG Genomic Tracker | LS 1ARGx | 203,133 | 201,259 | - | - |
| ARKK Innovation Tracker | LS 1ARKx | 197,693 | 201,033 | - | - |
| ARKW NextGen Internet Tracker | LS 1ARWx | 193,760 | 204,776 | - | - |
| Berkshire Hathaway (BRK-B) Tracker | LS WRRNx | 207,506 | 200,043 | - | - |
| Kronos Strategy | LS KRONOSx | 2,442,248 | 2,415,573 | - | - |
| Peloton | LS PTO3x | - | - | 778,970 | 719,433 |
| | | <u>535,843,239</u> | <u>538,049,711</u> | <u>123,270,695</u> | <u>113,788,744</u> |

9 Other receivables

| | 31-Dec-21 USD | 30-Jun-21 USD |
|-----------------------------|------------------|------------------|
| ETP subscription receivable | 620,788 | 242,971 |
| Receivable from arranger | 40,101 | 40,101 |
| Dividend receivable | 36,457 | 14,857 |
| | <u>697,346</u> | <u>297,929</u> |

10 Amounts due to/from broker

| | 31-Dec-21 USD | 30-Jun-21 USD |
|--|--------------------|-------------------|
| <i>Due from broker</i> | | |
| Margin accounts - cash collateral for short positions. | 39,840,276 | 15,733,718 |
| Cash at broker | 125,123 | 240,689 |
| | <u>39,965,399</u> | <u>15,974,407</u> |
| <i>Due to broker</i> | | |
| Margin accounts - Leveraged ETPs | 335,741,760 | 67,884,952 |
| | <u>335,741,760</u> | <u>67,884,952</u> |

The Component Securities are held by the Custodian in margin accounts. Margin accounts represent (i) cash borrowings or, (ii) in respect of positive balances, cash held in the margin account as collateral for short positions. A daily margin interest rate corresponding to the relevant benchmark rate plus one per cent is charged by the Margin Account Provider to the Company due to cash borrowing costs resulting from obtaining exposure to the Component Security of the relevant index of such Series.

Notes to the financial statements (continued)

For the half financial year ended 31 December 2021

11 Financial liabilities at fair value through profit or loss

| | 31-Dec-21 USD | 30-Jun-21 USD |
|--|--------------------|-------------------|
| Fair value on short exposure to Component Securities | 24,441,435 | 8,138,057 |
| ETP Securities issued | 215,608,654 | 62,330,540 |
| | <u>240,050,089</u> | <u>70,468,597</u> |

Fair value on short exposure to Component Securities is the market value of the short positions taken in equities that underly the short exposure Series and is measured at fair value through profit and loss. ETP Securities issued for a particular Series are measured at fair value through profit or loss.

The Company's obligations under the financial liabilities issued are secured by the Component Securities as per note 8 to the interim financial statements. The investors' recourse per Series is limited to the assets of that particular Series. Each Series has an option for early redemption.

All unrealised gains/(losses) on financial liabilities are primarily attributable to market risk arising from price movements in the Component Securities.

The ETPs in issue at 31 December 2021 and 30 June 2021 are as follows:

| Description | ISIN | Maturity date | Fair value | Nominal Amount | Fair value | Nominal Amount |
|--------------------------------|--------------|---------------|-------------------|-------------------|-------------------|-------------------|
| | | | 31-Dec-21 USD | 31-Dec-21 USD | 30-Jun-21 USD | 30-Jun-21 USD |
| 2x Alphabet ETP | IE00BF01VY89 | 05-Dec-67 | 5,039,133 | 1,042,820 | 2,768,405 | 740,000 |
| 2x Amazon ETP | IE00BF03XH11 | 05-Dec-67 | 5,809,592 | 1,188,200 | 7,144,317 | 1,317,740 |
| 2x Apple ETP | IE00BF03XJ35 | 05-Dec-67 | 6,006,473 | 575,620 | 3,993,260 | 624,440 |
| 2x Citigroup ETP | IE00BF03XL56 | 05-Dec-67 | 248,644 | 773,760 | 127,295 | 284,700 |
| 2x Facebook ETP | IE00BF03XP94 | 05-Dec-67 | 1,389,206 | 782,940 | 1,140,035 | 570,200 |
| 2x Goldman Sachs ETP | IE00BF03XR19 | 05-Dec-67 | 831,102 | 565,560 | 536,298 | 361,880 |
| 2x JPMorgan ETP | IE00BF03XW61 | 05-Dec-67 | 421,586 | 268,720 | 193,220 | 126,000 |
| 2x Microsoft ETP | IE00BF03XY85 | 05-Dec-67 | 5,437,270 | 518,540 | 2,920,717 | 419,520 |
| 2x Visa ETP | IE00BD09ZV33 | 05-Dec-67 | 1,581,724 | 646,240 | 856,061 | 288,700 |
| 2x Netflix ETP | IE00BD09ZW40 | 05-Dec-67 | 647,763 | 135,780 | 519,136 | 135,780 |
| 2x NVIDIA ETP | IE00BD09ZX56 | 05-Dec-67 | 4,651,747 | 390,900 | 2,335,490 | 378,160 |
| 2x Salesforce.com ETP | IE00BD09ZY63 | 05-Dec-67 | 371,590 | 122,500 | 344,216 | 115,800 |
| -1x Tesla ETP | IE00BKT6ZH01 | 07-Apr-70 | 2,380,513 | 54,416,660 | 3,077,348 | 39,313,160 |
| 2x Tesla ETP | IE00BK5BZY66 | 07-Apr-70 | 16,446,713 | 430,700 | 8,207,525 | 455,440 |
| 3x Apple ETP | IE00BK5BZS07 | 04-Jun-70 | 2,997,920 | 475,400 | 2,583,182 | 814,800 |
| 2x Advanced micro devices ETP | IE00BKT6ZG93 | 04-Jun-70 | 700,139 | 138,100 | 721,461 | 297,000 |
| -1x Advanced micro devices ETP | IE00BKT66Q62 | 04-Jun-70 | 119,745 | 491,740 | 84,906 | 200,000 |
| 3x Amazon ETP | IE00BK5BZQ82 | 04-Jun-70 | 2,213,754 | 1,436,540 | 1,234,300 | 648,560 |
| -1x Amazon ETP | IE00BKT66S86 | 04-Jun-70 | 121,900 | 200,000 | 124,365 | 200,000 |
| 1x Apple ETP | IE00BKTWZ451 | 04-Jun-70 | 148,718 | 402,080 | 197,491 | 392,000 |
| 2x Alibaba ETP | IE00BK5C1C97 | 04-Jun-70 | 1,505,466 | 7,295,680 | 1,643,956 | 1,876,780 |
| -1x Alibaba ETP | IE00BKT66M25 | 04-Jun-70 | 117,024 | 90,280 | 158,758 | 200,000 |
| 3x Salesforce.com ETP | IE00BK5BZT14 | 04-Jun-70 | 219,114 | 143,140 | 400,594 | 248,140 |
| -1x Salesforce.com ETP | IE00BKTWZ568 | 04-Jun-70 | 131,935 | 258,800 | 113,271 | 200,000 |
| 3x Facebook ETP | IE00BK5C1B80 | 04-Jun-70 | 5,714,285 | 3,404,500 | 835,046 | 387,300 |
| -1x Facebook ETP | IE00BKTWZ675 | 04-Jun-70 | 213,213 | 392,100 | 111,981 | 200,000 |
| 3x Alphabet ETP | IE00BK5BZX59 | 04-Jun-70 | 2,045,927 | 372,960 | 587,531 | 150,400 |
| -1x Alphabet ETP | IE00BKTW9N20 | 04-Jun-70 | 191,499 | 450,000 | 102,615 | 200,000 |
| 3x Microsoft ETP | IE00BK5BZV36 | 04-Jun-70 | 5,707,455 | 1,339,420 | 1,417,912 | 591,920 |
| -1x Microsoft ETP | IE00BKTW9M13 | 04-Jun-70 | 188,132 | 401,460 | 121,610 | 200,000 |
| 2x Micron Technology ETP | IE00BKT66K01 | 04-Jun-70 | 273,050 | 100,840 | 156,670 | 64,500 |
| -1x Micron Technology ETP | IE00BKT66P55 | 04-Jun-70 | 162,964 | 420,000 | 92,802 | 200,000 |
| 3x Netflix ETP | IE00BK5BZW43 | 04-Jun-70 | 301,506 | 207,140 | 485,679 | 440,400 |
| -1x Netflix ETP | IE00BKTWZ782 | 04-Jun-70 | 215,664 | 400,000 | 129,557 | 200,000 |
| 3x NVIDIA ETP | IE00BK5BZR99 | 04-Jun-70 | 8,038,371 | 581,440 | 1,717,960 | 280,960 |
| -1x NVIDIA ETP | IE00BKTW5674 | 04-Jun-70 | 191,447 | 908,880 | 70,802 | 200,000 |
| 2x Twitter ETP | IE00BKT66J95 | 04-Jun-70 | 303,496 | 304,640 | 256,299 | 92,700 |
| -1x Twitter ETP | IE00BKT66N32 | 04-Jun-70 | 217,008 | 401,160 | 109,464 | 293,700 |
| 2x Uber ETP | IE00BKT66L18 | 04-Jun-70 | 163,168 | 189,880 | 71,052 | 51,500 |
| Balance carried forward | | | <u>83,465,956</u> | <u>82,665,120</u> | <u>47,692,587</u> | <u>53,762,180</u> |

Notes to the financial statements (continued)

For the half financial year ended 31 December 2021

11 Financial liabilities at fair value through profit or loss (continued)

The financial liabilities in issue at 31 December 2021 and 30 June 2021 are as follows (continued):

| Description | ISIN | Maturity date | Fair value | Nominal Amount | Fair value | Nominal Amount |
|--|--------------|---------------|------------------|------------------|------------------|------------------|
| | | | 31-Dec-21 USD | 31-Dec-21 USD | 30-Jun-21 USD | 30-Jun-21 USD |
| Balance brought forward (from previous page) | | | 83,465,956 | 82,665,120 | 47,692,587 | 53,762,180 |
| -1x Uber ETP | IE00BKT66R79 | 04-Jun-70 | 270,909 | 470,500 | 108,878 | 200,000 |
| 3X Tesla ETP | XS2297549128 | 21-Mar-71 | 74,014,047 | 38,026,025 | 2,900,265 | 3,839,960 |
| 3X Paypal ETP | XS2297550217 | 21-Mar-71 | 5,558,713 | 17,614,705 | 288,752 | 199,946 |
| 3X Shopify ETP | XS2297550563 | 21-Mar-71 | 619,222 | 585,458 | 163,501 | 96,749 |
| 3X Boeing ETP | XS2297551371 | 21-Mar-71 | 517,869 | 1,670,664 | 209,049 | 326,017 |
| 3X Zoom ETP | XS2297551611 | 21-Mar-71 | 1,072,432 | 14,336,178 | 123,872 | 105,618 |
| 3X Square ETP | XS2297552262 | 21-Mar-71 | 583,543 | 3,509,110 | 522,193 | 653,019 |
| 3X HSBC ETP | XS2297618030 | 21-Mar-71 | 404,303 | 441,494 | 76,912 | 89,308 |
| 3X Barclays ETP | XS2297618626 | 21-Mar-71 | 631,871 | 762,579 | 84,130 | 108,348 |
| 3X Royal Dutch Shell ETP | XS2297634318 | 21-Mar-71 | 158,539 | 199,996 | 139,789 | 199,996 |
| 3X BP ETP | XS2297636107 | 21-Mar-71 | 256,068 | 320,963 | 170,462 | 199,943 |
| 3X Vodafone ETP | XS2297637253 | 21-Mar-71 | 310,199 | 620,857 | 150,857 | 199,996 |
| 1X Tesla Tracker ETP | XS2337093798 | 07-May-71 | 476,218 | 273,415 | 224,145 | 200,000 |
| 1X Amazon Tracker ETP | XS2337104231 | 07-May-71 | 213,503 | 207,883 | 212,077 | 200,008 |
| 1X Microsoft Tracker ETP | XS2337100320 | 07-May-71 | 105,687 | 78,648 | 216,007 | 199,995 |
| 1X Alphabet Tracker ETP | XS2337100163 | 07-May-71 | 304,270 | 253,380 | 208,244 | 200,004 |
| 1X Facebook Tracker ETP | XS2337100080 | 07-May-71 | 181,899 | 175,734 | 214,185 | 199,999 |
| 1X Apple Tracker ETP | XS2337099563 | 07-May-71 | 249,502 | 178,336 | 215,465 | 199,984 |
| 1X Netflix Tracker ETP | XS2337098839 | 07-May-71 | 204,717 | 171,000 | 210,043 | 200,000 |
| 1X Shopify Tracker ETP | XS2337094259 | 07-May-71 | 126,230 | 116,212 | 231,699 | 200,003 |
| 1X Coinbase Tracker ETP | XS2338070282 | 07-May-71 | 189,890 | 169,724 | 112,419 | 100,003 |
| 3X AMD ETP | XS2337090422 | 07-May-71 | 2,043,386 | 458,646 | 345,027 | 199,863 |
| 3X Twitter ETP | XS2337090778 | 07-May-71 | 429,972 | 1,319,763 | 342,288 | 199,792 |
| 3X Alibaba ETP | XS2337090851 | 07-May-71 | 11,246,765 | 99,009,115 | 245,617 | 199,946 |
| 3X Uber ETP | XS2337092550 | 07-May-71 | 563,284 | 1,362,846 | 194,666 | 199,776 |
| 3X Airbnb ETP | XS2336344762 | 07-May-71 | 767,678 | 781,273 | 213,122 | 199,927 |
| 3X Plug Power ETP | XS2336361345 | 07-May-71 | 938,862 | 2,509,914 | 259,832 | 199,974 |
| 3X Disney ETP | XS2335553801 | 07-May-71 | 645,885 | 1,113,026 | 191,008 | 199,944 |
| 3X Palantir ETP | XS2337085851 | 07-May-71 | 1,796,606 | 7,134,298 | 231,058 | 199,908 |
| 3X Roku ETP | XS2337086826 | 07-May-71 | 1,429,552 | 10,665,197 | 377,670 | 199,952 |
| 3X JD.COM ETP | XS2337087808 | 07-May-71 | 380,259 | 631,363 | 273,862 | 199,873 |
| 3X Baidu ETP | XS2337092808 | 07-May-71 | 3,300,469 | 9,738,108 | 244,820 | 199,936 |
| 1X Plug Power Tracker ETP | XS2337100759 | 07-May-71 | 184,565 | 199,918 | 223,697 | 199,918 |
| 1X JD.COM Tracker ETP | XS2337100676 | 07-May-71 | 361,948 | 369,441 | 223,456 | 199,968 |
| 1X Airbnb Tracker ETP | XS2337098086 | 07-May-71 | 212,747 | 190,926 | 205,257 | 199,923 |
| 1X Baidu Tracker ETP | XS2337097518 | 07-May-71 | 290,930 | 371,701 | 214,769 | 199,993 |
| 1X Sea Tracker ETP | XS2337094093 | 07-May-71 | 559,276 | 692,918 | 198,308 | 199,998 |
| 1X Pinduoduo Tracker ETP | XS2337093954 | 07-May-71 | 354,341 | 740,924 | 208,786 | 199,985 |
| 1X Nio Tracker ETP | XS2337093871 | 07-May-71 | 500,293 | 735,755 | 228,602 | 199,942 |
| 1X Palantir Tracker ETP | XS2337092980 | 07-May-71 | 238,452 | 327,992 | 210,684 | 199,889 |
| -2X Tesla ETP | XS2297550134 | 21-Mar-71 | 483,983 | 2,084,540 | 284,894 | 341,602 |
| -1X Paypal ETP | XS2297550308 | 21-Mar-71 | 243,715 | 205,608 | 70,353 | 84,835 |
| -1X Shopify ETP | XS2297551298 | 21-Mar-71 | 610,856 | 899,831 | 60,562 | 84,243 |
| -1X Boeing ETP | XS2297551454 | 21-Mar-71 | 153,509 | 129,189 | 99,453 | 91,775 |
| -1X Zoom ETP | XS2297551884 | 21-Mar-71 | 209,664 | 137,563 | 89,900 | 107,017 |
| -1X Square ETP | XS2297552932 | 21-Mar-71 | 254,912 | 209,569 | 81,036 | 88,687 |
| -1X Citigroup ETP | XS2297553070 | 21-Mar-71 | 185,901 | 164,101 | 77,315 | 75,128 |
| -1X Goldman Sachs ETP | XS2297553153 | 21-Mar-71 | 192,285 | 231,146 | 85,310 | 95,624 |
| -1X JPMorgan ETP | XS2297593456 | 21-Mar-71 | 198,593 | 218,561 | 89,001 | 91,152 |
| -1X HSBC ETP | XS2297618204 | 21-Mar-71 | 173,499 | 192,195 | 92,698 | 92,223 |
| -1X Barclays ETP | XS2297618972 | 21-Mar-71 | 310,694 | 357,488 | 95,475 | 95,048 |
| -1X Royal Dutch Shell ETP | XS2297634409 | 21-Mar-71 | 182,079 | 203,876 | 79,964 | 76,448 |
| -1X BP ETP | XS2297636875 | 21-Mar-71 | 170,994 | 192,542 | 76,142 | 77,547 |
| -1X Vodafone ETP | XS2297637410 | 21-Mar-71 | 211,822 | 191,941 | 83,783 | 80,773 |
| -1X Airbnb ETP | XS2336345223 | 07-May-71 | 255,926 | 329,642 | 193,587 | 199,892 |
| -1X Plug Power ETP | XS2336362079 | 07-May-71 | 340,277 | 412,532 | 173,162 | 199,909 |
| -1X Disney ETP | XS2337085422 | 07-May-71 | 223,659 | 205,422 | 202,007 | 199,895 |
| Balance carried forward | | | 200,563,225 | 307,566,851 | 61,042,702 | 67,561,381 |

Notes to the financial statements (continued)

For the half financial year ended 31 December 2021

11 Financial liabilities at fair value through profit or loss (continued)

The financial liabilities in issue at 31 December 2021 and 30 June 2021 are as follows (continued):

| Description | ISIN | Maturity date | Fair value | Nominal Amount | Fair value | Nominal Amount |
|--|--------------|---------------|--------------------|--------------------|-------------------|-------------------|
| | | | 31-Dec-21 USD | 31-Dec-21 USD | 30-Jun-21 USD | 30-Jun-21 USD |
| Balance brought forward (from previous page) | | | 200,563,225 | 307,566,851 | 61,042,702 | 67,561,381 |
| -1X Palantir ETP | XS2337086669 | 07-May-71 | 248,559 | 210,867 | 188,397 | 199,945 |
| -1X Roku ETP | XS2337087634 | 07-May-71 | 245,750 | 190,980 | 155,828 | 199,979 |
| -1X JD.COM ETP | XS2337087980 | 07-May-71 | 107,094 | 124,695 | 177,609 | 199,945 |
| -1X Peloton ETP | XS2337089846 | 07-May-71 | 1,052,508 | 493,747 | 177,771 | 199,936 |
| -3X Tesla ETP | XS2337090265 | 07-May-71 | 843,241 | 9,621,177 | 143,651 | 199,959 |
| -1X Baidu ETP | XS2337093525 | 07-May-71 | 283,852 | 253,693 | 184,969 | 199,821 |
| -3X Short Airbus ETP | XS2399367171 | 09-Nov-71 | 177,495 | 199,600 | - | - |
| -3X Short Airlines ETP | XS2399369466 | 09-Nov-71 | 186,126 | 199,600 | - | - |
| -3X Short ARKG Genomic ETP | XS2399367841 | 09-Nov-71 | 170,239 | 199,600 | - | - |
| -3X Short ARKK ETP | XS2399368906 | 09-Nov-71 | 191,371 | 199,600 | - | - |
| -3X Short ARKW NextGen ETP | XS2399368492 | 09-Nov-71 | 204,968 | 199,600 | - | - |
| -3X Short Bio Technology ETP | XS2399370472 | 09-Nov-71 | 175,277 | 199,600 | - | - |
| -3X Short China Tech ETP | XS2399370126 | 09-Nov-71 | 231,055 | 199,600 | - | - |
| -3X Short Clean Energy ETP | XS2399371108 | 09-Nov-71 | 214,037 | 199,600 | - | - |
| -3X Short Coinbase ETP | XS2399367411 | 09-Nov-71 | 187,290 | 199,600 | - | - |
| -3X Short Financials ETP | XS2399369623 | 09-Nov-71 | 193,637 | 199,600 | - | - |
| -3X Short Gold Miners ETP | XS2399369979 | 09-Nov-71 | 158,829 | 199,600 | - | - |
| -3X Short Moderna ETP | XS2399366108 | 09-Nov-71 | 186,610 | 199,600 | - | - |
| -3X Short NIO ETP | XS2399365555 | 09-Nov-71 | 180,546 | 199,600 | - | - |
| -3X Short Oil & Gas ETP | XS2399370803 | 09-Nov-71 | 205,333 | 199,600 | - | - |
| -3X Short Semiconductors ETP | XS2399367684 | 09-Nov-71 | 184,333 | 199,600 | - | - |
| -3X Short Taiwan Semiconductor ETP | XS2399365399 | 09-Nov-71 | 185,352 | 199,600 | - | - |
| -3X Short US 500 ETP | XS2399364665 | 09-Nov-71 | 237,615 | 249,500 | - | - |
| -3X Short US Tech 100 ETP | XS2399364319 | 09-Nov-71 | 195,715 | 199,600 | - | - |
| 2X Long Berkshire Hathaway | XS2399369110 | 09-Nov-71 | 214,578 | 199,600 | - | - |
| 3X Long Airbus | XS2399366280 | 09-Nov-71 | 262,067 | 199,600 | - | - |
| 3X Long Airlines | XS2399369383 | 09-Nov-71 | 199,008 | 199,600 | - | - |
| 3X Long ARKG Genomic | XS2399367767 | 09-Nov-71 | 293,827 | 292,933 | - | - |
| 3X Long ARKK Innovation | XS2399368658 | 09-Nov-71 | 187,091 | 199,600 | - | - |
| 3X Long ARKW NextGen | XS2399368146 | 09-Nov-71 | 177,943 | 199,600 | - | - |
| 3X Long Biotechnology | XS2399370399 | 09-Nov-71 | 219,794 | 199,600 | - | - |
| 3X Long China Tech | XS2399370043 | 09-Nov-71 | 261,418 | 370,033 | - | - |
| 3X Long Clean Energy | XS2399371017 | 09-Nov-71 | 271,373 | 313,118 | - | - |
| 3X Long Coinbase (COIN) | XS2399367254 | 09-Nov-71 | 275,654 | 302,813 | - | - |
| 3X Long Financials ETP | XS2399369540 | 09-Nov-71 | 200,431 | 199,600 | - | - |
| 3X Long Gold Miners ETP | XS2399369896 | 09-Nov-71 | 1,267,682 | 1,075,619 | - | - |
| 3X Long Moderna ETP | XS2399365639 | 09-Nov-71 | 114,643 | 125,399 | - | - |
| 3X Long NIO ETP | XS2399365472 | 09-Nov-71 | 220,052 | 309,689 | - | - |
| 3X Long Oil & Gas ETP | XS2399370555 | 09-Nov-71 | 288,417 | 310,508 | - | - |
| 3X Long Semiconductors ETP | XS2399367502 | 09-Nov-71 | 302,541 | 302,115 | - | - |
| 3X Long Taiwan Semiconductor ETP | XS2399365043 | 09-Nov-71 | 204,726 | 199,600 | - | - |
| 3X Long Total World ETP | XS2399364822 | 09-Nov-71 | 204,365 | 199,600 | - | - |
| 5X Long US 500 ETP | XS2399364582 | 09-Nov-71 | 509,015 | 486,415 | - | - |
| 5X Long US Tech 100 ETP | XS2399364152 | 09-Nov-71 | 316,087 | 324,190 | - | - |
| ARKG Genomic Tracker ETP | XS2399368062 | 09-Nov-71 | 203,126 | 199,600 | - | - |
| ARKK Innovation Tracker ETP | XS2399369037 | 09-Nov-71 | 197,721 | 199,600 | - | - |
| ARKW NextGen Internet | XS2399368575 | 09-Nov-71 | 194,137 | 199,600 | - | - |
| Berkshire Hathaway | XS2399369201 | 09-Nov-71 | 207,454 | 199,600 | - | - |
| Kronos Strategy ETP | XS2338070365 | 09-Nov-71 | 2,005,447 | 1,986,020 | - | - |
| 3X Long Peloton ETP | XS2337088012 | 07-May-71 | - | - | 259,613 | 199,902 |
| | | | <u>215,608,654</u> | <u>330,898,362</u> | <u>62,330,540</u> | <u>68,960,868</u> |

The return on each Series of ETPs is linked to the daily performance of the applicable index for such Series. The redemption amount of the ETPs is derived from the liquidation of the collateral assets, as purchased or sold in accordance with the leverage factor of such Series of ETPs. Each Series of ETPs constitutes limited recourse obligations of the Company, secured on and payable solely from the assets constituting the Security in respect of such Series.

Notes to the financial statements (continued)

For the half financial year ended 31 December 2021

| 12 Other payables | 31-Dec-21 | 30-Jun-21 |
|--------------------------|------------------|------------------|
| | USD | USD |
| Interest payable | 566,544 | 105,944 |
| Fees payable to Arranger | 143,637 | 42,410 |
| VAT payable to Arranger | 17,142 | 17,142 |
| Corporation tax accrued | 6,751 | 4,140 |
| Other liabilities | 11 | - |
| Redemption Payable | - | 775,319 |
| | <u>734,085</u> | <u>944,955</u> |

13 Payable to GWM Limited

Where new capital is being invested into an ETP there may be a timing gap between the trade date and the receipt of the proceeds from the ETP issuance (normally T+3) and the Margin Account Provider may not provide the funding required to enable the portfolio administrator to execute the trade and maintain the economic exposure to the relevant index. When such events occurred during the year, GWM Limited provided the necessary funding to facilitate the trade. GWM Limited have been making available to the Company a line of credit of up to USD 1,000,000. GWM Limited has a limited recourse on the proceeds out of the ETP issuance.

The balance receivable from GWM Limited at the year end is USD 36,157 (2020: payable of USD 225,708). This balance is a related party transaction, as it has the same ultimate beneficial owner as the Arranger. This receivable amount is not subject to interest and is receivable within 1 year.

14 Called up share capital presented as equity

| <i>Authorised:</i> | 31-Dec-21 | 30-Jun-21 |
|--|------------------|------------------|
| | USD | USD |
| 25,000 ordinary shares of EUR1 each | <u>26,703</u> | <u>26,703</u> |
| <i>Issued, called up and fully paid:</i> | USD | USD |
| 25,000 ordinary shares of EUR1 each | <u>26,703</u> | <u>26,703</u> |

15 Ownership of the Company

The issued shares are held by Monument Trustees Limited holding 25,000 shares. All shares are held in trust for charity under the terms of a declaration of trust.

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings. No dividends were paid during the financial year or proposed by the Directors at the reporting date (2020: USD Nil).

The share trustees have appointed a Board to run the day to day activities of the Company. The Directors have considered the issue as to who is the ultimate controlling party. It has been determined that the control of the day to day activities of the Company rests with the Board.

16 Related party transactions including transactions with Administrator and Directors*Transactions with Administrator and Directors*

Neil Fleming is also a Director of the Company's arranger, Leverage Shares Management Company Limited.

Details of directors' remuneration are set out in note 6 to the interim financial statements.

Apex IFS Limited provides services such as accounting and reporting, company secretarial and other administration services to the Company. Lisa Hand is a Director of Apex IFS Limited and a Director of the Company.

Transactions with Arranger

Leverage Shares Management Company Limited provides arrangement services to the Company. The Company incurred fees for such services amounting to USD 392,913 (31 December 2021: USD 122,557) during the financial period under review. In return for this, Leverage Shares Management Company Limited pays all operating expenses as described in note 6 to the interim financial statements. As at 31 December 2021, the balance payable to Leverage Shares Management Company Limited is disclosed under notes 9 and 12 to the interim financial statements.

Transactions with Portfolio Administrator

A director and ultimate shareholder of the Arranger, Jose Gonzalez, is also a director and ultimate shareholder of GWM Limited. GWM Limited acts as portfolio administrator and broker dealer of record for the Company. Balances with GWM Limited are disclosed in note 13 to the interim financial statements.

Transactions with Determination Agent

A director and ultimate shareholder of the Arranger, Jose Gonzalez, is also the owner of Calculation Agent Services LLC. Calculation Agent Services LLC acts as determination agent for the Company.

Other than the above, there were no related party transactions during the financial period under review.

No director of the Company held any ETPs as at 31 December 2021 and/or during the financial period (30 June 2021: none).

Notes to the financial statements (continued)

For the half financial year ended 31 December 2021

17 Financial risk management***Risk management framework***

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

The Company has attempted to match the properties of its financial liabilities to its financial assets, to avoid significant elements of risk generated by mismatches of investment performance against its obligations together with any maturity or interest rate risk. The Company uses the net proceeds of the issuance of ETPs to invest in Component Securities. The Component Securities (including cash held as collateral) for each Series of ETPs will produce net cash flows to service all the Company's payment obligations in respect of that Series. The Company mitigates its exposure to market risk (interest rate risk, currency risk and price risk) and liquidity risk. However, the security holders are still exposed to these risks and these risks are not managed by the Company as the investors have entered the ETP program for the purpose of obtaining exposure to these risks. This economic hedge is executed through the Company's activities as described above and through its agreements with its counterparties. Refer to "Operational risk" section for more details.

The risk profile of the Company is such that market, credit, liquidity and other risks of the Component Securities are borne fully by the holders of ETPs issued. The ETPs issued are initially recorded at the value of the net proceeds received and are carried as financial liabilities at fair value through profit or loss. The ultimate amount to be repaid to the ETP holders will depend on the proceeds from the related Component Securities (including cash held as collateral). All substantial risks and rewards associated with the performance of the Component Securities are ultimately borne by the ETP holders. Therefore, any change in risk variables would not affect the equity or the results of the Company.

The Company, and ultimately the holders of the ETP Securities, have exposure to the following risks from its use of financial instruments:

- (a) Market risk;
- (b) Credit risk;
- (c) Liquidity risk; and
- (d) Operational risk.

This note presents information about the Company's exposure to each of the above risks, the Company's objectives, policies and processes for measuring and managing these risks.

(a) Market risk

The Company's liabilities in respect of the ETP Securities issued is referenced to various equity securities and is managed by the Company by investing in Component Securities which match the liability created by the issue of ETPs and margin account funding.

(i) Interest rate risk

As the Company has invested in Component Securities to match the ETP Securities in issue and the margin account balance, there is deemed to be no interest rate risk to the Company.

Sensitivity analysis

Any change in the benchmark rate for the margin account will be offset by a change in the valuation of the ETP Securities. The ETP Security value includes cash borrowing costs. This is the finance expense on the margin account. The finance expense on the margin account equates to a daily margin interest rate corresponding to the relevant benchmark rate plus one per cent and as a result is floating in nature.

(ii) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. As the Company's activity is the investment in Component Securities whose base currency matches the base currency of the ETPs and margin account, there is deemed to be no currency risk to the Company. As at 31 December 2021, the Company is owed EUR 26,703 from Leverage Shares LLC (30 June 2021: Eur 26,703). As the balance is minimal, the Directors are satisfied that the Company faces minimal currency risk and thus have not included any sensitivity analysis in these financial statements.

(iii) Price risk

Price risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices, whether caused by factors specific to an individual investment, its Company or all factors affecting all instruments traded in the market. The Company does not consider price risk to be a significant risk to the Company as any fluctuation in the value of financial assets at fair value through profit or loss held by the Company will be offset by movements in the fair value of the issued ETP Securities.

Notes to the financial statements (continued)

For the half financial year ended 31 December 2021

17 Financial risk management (continued)**(b) Credit risk**

Credit/Counterparty risk refers to the risk that the Custodian will default on its contractual obligations resulting in the Company being unable to make payment of amounts due to the ETP Securities holders or collect the amounts due from broker. Accordingly, the Company and the ETP Securities holders are exposed to the creditworthiness of the Custodian.

The broker and the Custodian for the Component Securities, held on 31 December 2021 is Interactive Brokers LLC. Interactive Brokers LLC has a BBB+ (30 June 2021: BBB+) Outlook Positive rating from Standard and Poor's. The Custodian will identify in its own books that the Component Securities belong to the Company.

(c) Liquidity risk

Liquidity risk is the risk that the Company may be unable to fulfil its obligations, whether expected or unexpected. The maturity date of the ETP Securities has been disclosed in note 11 to the interim financial statements. ETP Securities cannot be issued without a matching investment in a Component Security being put in place. ETPs can be issued and redeemed daily, therefore this is the earliest maturity date for the purpose of the maturity analysis below.

The ability of the Company to generate enough arranger fees for Leverage Shares Management Company Limited to fund the Company's operational expenses on a long term basis is impacted by the value of the Company's investment in Component Securities which is in turn principally impacted by investor appetite for the ETPs and movements in the market value of the Component Securities.

Contractual undiscounted cashflows

The return on each Series of ETP Securities will be linked to the daily performance of the applicable Index for such Series, which in turn will be linked to the performance of the Component Security underlying that index. The redemption amount of the ETP Securities will be derived from the liquidation of the collateral assets, as purchased or sold in accordance with the Leverage Factor of such Series of ETP Securities. The amount payable on redemption of the ETP Securities will depend on the liquidation of the collateral assets held in the margin account.

(d) Operational risk

Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the Company's processes, personnel and infrastructure, and from external factors other than credit, markets and liquidity issues such as those arising from legal and regulatory requirements and generally accepted standards to corporate behaviour.

Operational risks arise from all the Company's operations. The Company was incorporated with the purpose of engaging in those activities outlined in note 1 to the interim financial statements. Various management and administration functions are outsourced to Apex IFS, the Arranger and other parties as set out in the prospectus.

The Company is also exposed to operational risks such as custody risk. Custody risk is the risk of loss of collateral held in custody occasioned by the insolvency or negligence of the Custodian. Although an appropriate legal framework is in place that reduces the risk of loss of value of the securities held by the Custodian, in the event of its failure, the ability of the Company to transfer the securities might be impaired.

(e) Fair Values*Fair value measurement principles of Component Securities*

The fair values of the Component Securities are their listed price on the recognised stock exchanges in the United States of America.

Fair value measurement principles of ETP Securities

The ETP Securities are valued independently of the Company by a calculation agent using readily available, observable inputs.

The ETP value in respect of a Series of ETPs tracks the value of the specified Component Security and is calculated in accordance with the following:

On the issue date of each Tranche, the ETP Security value will be equal to the issue price of the ETP Security. On any valuation date thereafter, the ETP Security value is calculated as the ETP Security value on the immediately preceding valuation date adjusted by:

- the change in the value of the Component Securities since such preceding Valuation Date (as referenced to on the applicable stock exchange), less
- any cash borrowing costs, cash lending revenues, stock borrowing costs, revenues on collateral or costs of transaction taxes in respect of a Series of ETP Securities resulting from obtaining leveraged or short exposure to the Component Security (as described in the ETP agreement, using market observable inputs), minus
- applicable fees (as disclosed in the ETP agreement).

Notes to the financial statements (continued)**For the half financial year ended 31 December 2021****17 Financial risk management (continued)****(e) Fair Values (continued)**

The fair value of financial instruments carried at fair value is determined according to the following hierarchy:

- Level 1: Financial instruments, whose values are based on quoted market prices in active markets, and therefore classified within level 1, include active listed equities. Quoted prices for these instruments are not adjusted. The Component Securities held by the Company are classified as Level 1.
- Level 2: Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2. As level 2 financial instruments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information. The ETPs issued by the Company are classified as Level 2. Refer to note 2c for determining the fair value of financial instruments.
- Level 3: Financial instruments classified within level 3 have significant unobservable inputs, as they trade infrequently. Pricing inputs are unobservable for the financial instrument and include situations where there is little, if any, market activity for the financial instrument. As observable prices are not available for these securities, the Company has used valuation techniques to derive the fair value, if applicable.

The Company's policy is to recognise transfers into and transfers out of the fair value hierarchy levels as at the last day of the accounting period. There were no transfers during the financial year between levels of the fair value hierarchy for either the financial assets or the financial liabilities, which are both recorded at fair value. At the reporting date the collateral assets are classified as Level 1, as a quoted price is available and the ETP Securities are classified as Level 2 as all inputs are observable.

18 Subsequent events

On 24 February 2022, Russian Federation launched a full-scale invasion into Ukraine sovereign state. The potential impacts from the Ukraine and Russian conflict remain uncertain at this stage as to the impact on, but not limited to investor appetite for ETPs, global economic conditions, asset valuations, interest rate expectations and exchange rates. The Directors continue to actively monitor the situation.

There has been no other significant subsequent event that requires disclosures and/or adjustments to the financial statements, up to the date of signing this report.

19 Capital management

For the purpose of the Company's capital management, capital includes issued share capital. The primary objective of the Company's capital management is to maintain shareholder value. The Company manages its capital structure and makes adjustments in light of changes in economic conditions. In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to debt securities (i.e. the ETPs). There have been no breaches of any covenants in the current financial period. No changes were made to the objectives, policies or processes for managing capital since the beginning of the financial period.

20 Comparatives

In line with IAS 34, the comparative information for the Statement of comprehensive income, Statement of cash flows and Statement of changes in equity are for the half financial year ended 31 December 2020 and the comparative information for the Statement of financial position is as at 30 June 2021.

21 Commitments and Contingencies

The Company had no commitments or contingencies as at 31 December 2021 (30 June 2021: none).

22 Approval of financial statements

The Directors authorised these financial statements for issue on 24 March 2022.