

**Elementum Metals Securities Plc (formerly known as GPF Metals Plc)**

**Interim management report and condensed unaudited financial statements**

**For the financial period from 1 January 2022 to 30 June 2022**

**Registered number      673920**

## **Elementum Metals Securities Plc (formerly known as GPF Metals Plc)**

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## Elementum Metals Securities Plc (formerly known as GPF Metals Plc)

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### Directors and other information

<b>Directors</b>	Michael Carroll (Irish) Rhys Owens (Irish) Jason Lee (Irish) ( <i>Appointed as Alternate Director on 8 August 2022 and resigned on 19 August 2022</i> )		
<b>Registered Office</b>	2nd Floor, Block 5 Irish Life Centre Abbey Street Lower Dublin 1 Ireland		
<b>Company Secretary</b>	Apex IFS Limited 2nd Floor, Block 5 Irish Life Centre Abbey Street Lower Dublin 1 Ireland		
<b>Administrator</b>	Apex Fund Services (Ireland) Limited 2nd Floor, Block 5 Irish Life Centre Abbey Street Lower Dublin 1 Ireland		
<b>Metals Counterparty</b>	<i>As from 9 August 2022</i> NTree International Limited 85 Great Portland Street First Floor, London England W1W 7LT, United Kingdom	<i>Up to 22 April 2022</i> Global Palladium Fund, L.P. Intertrust Corporate Services (Cayman) Limited 190 Elgin Avenue, George Town Grand Cayman Cayman Islands	
<b>Arranger</b>	<i>As from 22 April 2022</i> NTree International Limited 85 Great Portland Street First Floor, London England W1W 7LT, United Kingdom	<i>Up to 22 April 2022</i> Global Palladium Fund, L.P. Intertrust Corporate Services (Cayman) Limited 190 Elgin Avenue, George Town Grand Cayman Cayman Islands	
<b>Trustee and Security Trustee</b>	Apex Corporate Trustees (UK) Limited 6th Floor, 125 Wood Street London EC2V 7AN United Kingdom		
<b>Account Bank &amp; Principal Paying Agent</b>	The Bank of New York Mellon London Branch One Canada Square London E14 5AL United Kingdom		
<b>Custodian</b>	Eternyze AG Baarerstrasse 22 6300 Zug Switzerland		
<b>Primary Sub-Custodians</b>	The Brink's Company Bayberry Court Richmond Virginia 23226-8100 United States	ICBC Standard Bank plc 20 Gresham Street London EC2V 7JE United Kingdom	Metaal Transport B.V. Heijplaatweg 16 3089 JC Rotterdam The Netherlands

**Elementum Metals Securities Plc (formerly known as GPF Metals Plc)**

**Directors and other information (continued)**

<b>Solicitor</b>	Matheson 70 Sir John Rogerson's Quay Dublin 2 Ireland
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**Interim management report**

The directors (the "Directors") present their interim report and the unaudited financial statements of Elementum Metals Securities Plc (the "Company") for the financial period from 1 January 2022 to 30 June 2022. The Company falls within the Irish regime for the taxation of qualifying companies as set out in Section 110 of the Taxes Consolidation Act 1997 (as amended).

**Principal activities**

The Company is a public limited liability company, incorporated on 15 July 2020 under the name of Ridgex Investments Plc in Ireland under the Companies Act 2014 (the "Act"). The Company changed its name to GPF Metals Plc on 25 June 2021 and to Elementum Metals Securities Plc on 12 May 2022. The Company has been established for the purpose of issuing secured Elementum Physical Metal ETC Securities (the "ETC securities"). The return on each Series of ETC securities is linked to the performance of one of gold, silver, platinum, palladium, copper, nickel, carbon neutral nickel or a reference index comprising specified metal or components backed by electric vehicle physical baskets.

The ETC securities will be issued under the Elementum Physical Metal ETC Securities Programme of the Company (the "Programme"). ETC securities are designed to track the price of individual metals or a basket of metals (the "Physical Metals") and to provide investors with a return equivalent (before fees and expenses) to holding the Metal. The aggregate number of ETC securities that will be issued under the Programme will not at any time exceed 6,000,000,000, this being the Programme maximum number of ETC securities.

The Authorised Participants, in respect of each Series, are such entities which, from time to time, are party to an authorised participant agreement with the Company. The Authorised Participants and the Arranger are the only entities permitted to buy ETC securities directly from the Company or to request that the Company buy back ETC securities (other than in the case of ETC securities backed by Gold, in respect of which, subject to satisfaction of certain conditions, ETC Holders who are not Authorised Participants may submit Buy-Back Orders for settlement by Physical Metal delivery). Authorised Participants may also act as market makers by buying and selling ETC securities from and to investors on an over-the-counter basis or via a stock exchange. However, not all market makers need to be Authorised Participants.

The ETC securities will be backed by Metals - gold, silver, platinum and palladium which will be stored at the vault premises of a Primary Sub-Custodian or other Sub-Custodian and copper, nickel, carbon neutral nickel and metals and components comprising the electric vehicle basket which are stored at the LME Approved Warehouse premises of a Primary Sub-Custodian or other Sub-Custodian. ETC security holders (the "ETC holders") will have the option to redeem their ETC securities against the delivery of a Metal equivalent to the Metal entitlement of the ETC securities (the "Metal Entitlement") being redeemed (less applicable fees). Any balance arising as a result of an early redemption will be settled by an amount in USD equal to the value of the remaining balance of the physical redemption settlement amount due to the ETC Holder.

As at 30 June 2022, all the Series in issue were listed on the London Stock Exchange, Borsa Italiana, SIX and Xetra except for Elementum Physical Carbon Neutral Nickel ETC securities and Elementum Physical Electric Vehicle Metals ETC securities which were listed only on the Vienna Stock Exchange and the Borsa Italiana Stock Exchange respectively.

**Key performance indicators**

During the financial period:

- the Company made a profit before tax of USD 1,945 (30 June 2021: USD 1,003);
- the Company issued the following Series:
  - 174,000 (30 June 2021: 849,000) Series 1 up to 1,400,000,000 USD Elementum Physical Gold ETC securities;
  - 204,445 (30 June 2021: 204,445) Series 1 up to 125,000,000 USD Elementum Physical Silver ETC securities;
  - 176,400 (30 June 2021: 486,400) Series 1 up to 125,000,000 USD Elementum Physical Platinum ETC securities;
  - 119,600 (30 June 2021: 239,600) Series 1 up to 50,000,000 USD Elementum Physical Palladium ETC securities;
  - 145,692 (30 June 2021: 429,692) Series 1 up to 100,000,000 USD Elementum Physical Nickel ETC securities;
  - 184,051 (30 June 2021: 801,690) Series 1 up to 200,000,000 USD Elementum Physical Copper ETC securities;
  - 551 (30 June 2021: nil) Series 1 up to 50,000,000 USD Elementum Physical Carbon Neutral Nickel ETC securities; and
  - 100,000 (30 June 2021: nil) Series 1 up to 20,000,000 USD Elementum Physical Electric Vehicle ETC securities.
- the Company's net fair value gain on Physical Metals amounted to USD 12,743,480 (30 June 2021: loss of USD 1,456,467); and
- the Company's net fair value loss on financial liabilities designated at fair value through profit or loss amounted to USD 12,537,977 (30 June 2021: gain of USD 1,486,910).

As at 30 June 2022:

- the Company had the following Series in issue:
  - 174,000 (31 December 2021: 904,000) Series 1 up to 1,400,000,000 USD Elementum Physical Gold ETC securities;
  - 204,445 (31 December 2021: 204,445) Series 1 up to 125,000,000 USD Elementum Physical Silver ETC securities;
  - 176,400 (31 December 2021: 486,400) Series 1 up to 125,000,000 USD Elementum Physical Platinum ETC securities;
  - 119,600 (31 December 2021: 239,600) Series 1 up to 50,000,000 USD Elementum Physical Palladium ETC securities;
  - 145,692 (31 December 2021: 429,692) Series 1 up to 100,000,000 USD Elementum Physical Nickel ETC securities;
  - 184,051 (31 December 2021: 4,901,793) Series 1 up to 200,000,000 USD Elementum Physical Copper ETC securities;
  - 551 (31 December 2021: 1,001) Series 1 up to 50,000,000 USD Elementum Physical Carbon Neutral Nickel ETC securities; and
  - 100,000 (31 December 2021: nil) Series 1 up to 20,000,000 USD Elementum Physical Electric Vehicle ETC securities.
- the total financial liabilities designated at fair value through profit or loss amounted to USD 38,753,582 (31 December 2021: USD 108,315,095);
- the net assets of the Company were USD 32,600 (31 December 2021: USD 31,141); and
- the Physical Metals are included in note 9 to the financial statements.

**Interim management report (continued)**

**Significant events during the financial period**

During the financial period, there was a change in the Arranger of the Company from Global Palladium Fund L.P. ("GPF") to NTree International Limited ("NTree") on the basis of the following:

- In February 2022, following the Russia/Ukraine invasion, GPF, being the initial Arranger and Metals Counterparty of the Company, was ultimately owned by the Russian mining company Norilsk Nickel. Consequently, the London Stock Exchange believed that any new issuance of the ETC Securities would likely be captured under Regulation 16 of the Russia (Sanctions) (EU Exit) Regulations 2019 (as amended). Accordingly, the Company was not able to list new tranches of the ETC Securities.
- Consequently, the Board of Directors (the "Board"), with the Trustee's consent, agreed to replace GPF by NTree as the Company's Arranger due to GPF's connections with Russia. NTree, being incorporated in England and Wales under registration number 10701258, having its registered office at 85 Great Portland Street, First Floor, London, England, W1W 7LT, United Kingdom, was appointed as the Company's Arranger effective from 22 April 2022 and, from that date, assumed all of the rights and obligations to act as Arranger under the Programme. NTree is not owned or controlled by any party connected with Russia. Following a review of the regulatory capacity of NTree to carry on the role of Arranger for the Programme, and the financial resources available to NTree, the Board was satisfied that it was an appropriate entity to replace GPF in this role.
- The replacement of the Arranger was documented by a Deed of Novation between the Company, GPF and NTree pursuant to which the Fees and Expenses Agreement in relation to the Programme was novated and amended (the "Novation").
- The Novation provided the Company with the opportunity to conduct business with parties with whom it has not previously been in a position to work while GPF acted as Arranger, including alternative large commodity trading and mining companies. This could potentially result in additional opportunities for the Programme, resulting in a reduction of concentration risk and increased liquidity for holders of ETC securities.
- Furthermore, on 13 April 2022 the Company received a resignation letter from GPF in its capacity as Metals Counterparty under the Programme pursuant to which the Metals Counterparty informed the Company that it would resign from the role of Metals Counterparty under the Programme with effect from 6pm Swiss time on 22 April 2022 to assist further in facilitating the long-term stability of the Programme by ceasing its involvement. Furthermore, GPF has agreed to waive any claims over fees, costs and expenses that they may have against the Company under each Metals Counterparty agreement on and from the date of its resignation.
- It was determined that NTree had the relevant in-house expertise to act as Metals Counterparty. The NTree management team had several decades of commodities sales experience and over a decade of commodities market trading experience. NTree played a substantial role, working closely with GPF, in designing the workflow of the Programme and assisting GPF up until its resignation in fulfilling the role of Metals Counterparty, therefore the Company was confident that NTree had sufficient understanding of the role to be able to perform the service to the same standard as GPF. NTree was consequently appointed as the new Metals Counterparty for the Company effective from 9 August 2022.
- The resignation of GPF from the role of Metals Counterparty of the Company constituted to a disruption event for the purposes of Condition 8(a)(ii) (Service Provider Disruption) of the ETC Securities (the "Disruption Event"). The Disruption Event continued until NTree was appointed as the Company's Metals Counterparty. During the Disruption Event creations and buy-backs of ETC Securities on the primary market were suspended, resulting in an inability to provide accurate pricing for secondary market trading, which in turn led to the suspension of secondary market trading on all exchanges on which the ETC Securities were listed. This situation has negatively affected the holders of the ETC Securities, as they were not able to trade their ETC Securities until a replacement Metals Counterparty was appointed.
- The appointment of NTree as the Company's Metals Counterparty ceased the Disruption Event, and therefore trading of ETC Securities may now recommence. The Arranger and Metals Counterparty informed the Issuer that secondary market trading of the copper and nickel ETC Securities will resume on 23 September 2022.

The significant events that occurred during the financial period are those disclosed in this report.

With exception to the issuance of series as disclosed above and other events disclosed herein this report, there were no other significant events that occurred during the financial period under review.

**Future developments**

The Board expect the present level of activity to be sustained for the foreseeable future.

**Going concern**

The financial statements of the Company have been prepared on a going concern basis. The Company is able to meet all of its liabilities from its assets. The performance, marketability and risks of the Series are reviewed on a regular basis throughout the financial period. Therefore the Board believes that the Company will continue in operational existence for the foreseeable future and is financially sound. The Board is satisfied that, at the time of approving the financial statements, it is appropriate to adopt the going concern basis in preparing the financial statements of the Company.

**Results and dividends for the financial period**

The results for the financial period are set out on page 8. No dividends are recommended by the Directors for the financial period under review.

**Changes in Directors, secretary and registered office**

On 8 August 2022, Jason Lee was appointed as Alternate Director of the Company. He resigned as Alternate Director on 19 August 2022.

There has been no other change in Directors, secretary or registered office during the financial period ended 30 June 2022.

**Interim management report (continued)****Directors, secretary and their interests**

None of the Directors or secretary who held office on 1 January 2022 and 30 June 2022 held any shares or debentures/ securities issued in the Company at that date, or during the financial period. Except for the Administration agreement and Corporate Services Agreement entered into by the Company with Apex Fund Services (Ireland) Limited and Apex IFS Limited respectively, 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 financial period. During the financial period, no fees were paid to the Directors for the services provided. Further information is set out in note 17 to the financial statements.

**Shares and shareholders**

The authorised share capital of the Company is EUR 25,000 which has been fully issued. The shares are held by Apex TSI Limited (the "Share Trustee") under the terms of a declaration of trust (the "Declaration of Trust") under which the Share Trustee hold the benefit of the shares on trust for charitable purposes. The Share Trustee has no beneficial interest in and derives no benefit from its holding of the shares. There are no other rights that pertain to the shares and the shareholders.

**Principal risk and uncertainties***Russia and Ukraine conflict*

In February 2022, significant sanctions were put in place by a number of governments (including the US and UK) and the European Union (EU) directly targeting the Russian Federation and Belarus, companies and financial institutions in and connected to both countries as well as a number of named individuals. The impact of these sanctions includes but is not limited to restricting their ability to make payments, enter into commercial agreements and import or export goods and services. The nature of the sanctions, as well as the list of directly sanctioned entities and persons is changing on an ongoing basis. In addition, many international companies have indicated their intention to withdraw from providing services in Russia and Belarus.

The financial impact on the Company's profile resulting from the Russo-Ukrainian war has been disclosed on page 4 and throughout the financial statements.

*Coronavirus disease (COVID-19)*

The COVID-19 pandemic continues to persist and the ultimate duration of the pandemic and its short-term and long-term impact on the global economy is unknown. Since the start of 2022 they are now initiating steps towards a return to more normal functioning of society. The initial market turmoil and increased market volatility created by COVID-19 has settled. Mutations in the virus, the pace of vaccine distribution and negative global economic consequences arising from the pandemic, amongst other factors, could still have a future adverse impact on the global financial markets. The Board continues to monitor the potential impact of COVID-19 on the Company's financial results, however there has not been a deterioration of cashflows or performance of the Company's activities to date. The Board will continue to monitor the market for impact and viability on current and future developments.

*United Kingdom exit from the European Union (Brexit)*

Following the withdrawal and cessation of the United Kingdom (the "UK") of being a member of the European Union (the "EU"), the UK and the EU signed an EU-UK Trade and Cooperation Agreement ("UK/EU Trade Agreement"), which applies from 1 January 2021 and sets out the foundation of the economic and legal framework for trade between the UK and the EU. As the UK/EU Trade Agreement is a new legal framework, the implementation of the Agreement may result in uncertainty in its application and periods of volatility in both the UK and wider European markets throughout 2022 and beyond. The UK's exit from the EU is expected to result in additional trade costs and disruptions in this trading relationship. While the UK/EU Trade Agreement provides for the free trade of goods, it provides only general commitments on market access in services together with a "most favoured nation" provision which is subject to many exceptions. Furthermore, there is the possibility that either party may impose tariffs on trade in the future in the event that regulatory standards between the EU and the UK diverge.

Brexit is likely to lead to a long-term structural change in the UK economy, impacting areas such as trade, investment and immigration, as such there is a high degree of uncertainty surrounding such estimates and the economic outlook in general, not least due to the ongoing pandemic. Brexit has contributed to increase in cost over the year and is further experience after year end. There has been also an element of fear of customs delay and red tapping from the new rules with will further aggravate the situation in UK following the Covid-19 pandemic. As such, the Directors will continue to monitor the impact of Brexit on the Company's activities.

Volatility resulting from this uncertainty may mean that the returns of the Company's investments are adversely affected by market movements.

The Company is subject to other financial risks. These are outlined in note 18 to the financial statements.

**Political donations**

The Electoral Act, 1997 (as amended by the Electoral Amendment Political Funding Act, 2012) requires companies to disclose all political donations over EUR 200 in aggregate made during a financial year. The Directors, on enquiry, have satisfied themselves that no such donations in excess of this amount have been made by the Company during the financial period to 30 June 2022.

**Interim management report (continued)**

**Accounting records**

The Directors are responsible for keeping adequate accounting records that are sufficient to:

- correctly record and explain the transactions of the Company;
- enable, at any time, the assets, liabilities, financial position and profit or loss of the Company to be determined with reasonable accuracy; and
- enable the Directors to ensure that the financial statements comply with the Companies Act and enable those financial statements to be audited.

In this regard Apex Fund Services (Ireland) Limited, being the Administrator of the Company, and Apex IFS Limited, being the Company secretary, have been appointed for the purpose of maintaining adequate accounting records. Accordingly the accounting records are kept at 2nd Floor, Block 5, Irish Life Centre, Abbey Street Lower, Dublin 1, Ireland.

**Subsequent events**

Subsequent events have been disclosed in note 20 to the financial statements.

**Research and development costs**

The Company did not incur any research and development costs during the financial period.

**Audit committee**

In accordance with Section 1551(11)(c) of the Companies Act 2014, if the sole business of the Public Interest Entity (PIE) Irish SPV relates to the issuing of asset backed securities, the PIE SPV is exempt from the requirement to establish an audit committee.

Given the contractual obligations of the Corporate Administrator and the limited recourse nature of the securities the Company may participate in, the Board 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 control 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.

**Directors' compliance statement**

The Directors confirm that:

- they acknowledge that they are responsible for securing the Company's compliance with its relevant obligations and have, to the best of their knowledge, complied with its relevant obligations as defined in section 225 of the Companies Act 2014;
- there is an adequate structure in place, that in the Directors' opinion, is designed to secure material compliance with the Company's relevant obligations; and
- relevant arrangements and structures have been put in place that provide a reasonable assurance of compliance in all material respects by the Company with its relevant obligations, which arrangements and structures may, if the Directors so decide, include reliance on the advice of one or more than one person employed by the Company or retained by it under a contract for services, being a person who appears to the Directors to have the requisite knowledge and experience to advise the Company on compliance with its relevant obligations.

**Responsibility statement in accordance with the Transparency Regulation**

Each Director whose names and functions appear on page 1 confirm to the best of their knowledge:

- the financial statements, prepared in accordance with IFRS as issued by the IASB and as adopted by the EU, give a true and fair view of the assets, liabilities, financial position and profit or loss of the Company; and
- the presented Directors' report provides a fair review of the development and performance of the business and the position of the Company, together with a description of the principal risks and uncertainties that it faces.

**On behalf of the Board**



**Michael Carroll**  
**Director**



**Rhys Owens**  
**Director**

**Date: 23 September 2022**



**Directors' responsibilities statement**

The Directors are responsible for preparing the management report and the condensed interim unaudited financial statements in accordance with applicable law and regulations.

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

- 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 financial period;
  - the impact of those events on the condensed financial statements; and
  - a description of the principal risks and uncertainties for the remaining financial period.

The Directors further indicate that such interim financial statements for the financial period ended 30 June 2022 have not been audited.

**On behalf of the Board**



**Michael Carroll**  
**Director**



**Rhys Owens**  
**Director**

**Date: 23 September 2022**

**Statement of comprehensive income**

For the financial period from 1 January 2022 to 30 June 2022

		<b>Unaudited Financial period ended 30-Jun-22 USD</b>	<b>Audited Financial period ended 30-Jun-21 USD</b>
	<b>Note</b>		
Net changes in fair value of Physical Metals	4	12,743,480	(1,456,467)
Net changes in fair value of financial liabilities designated at fair value through profit or loss	5	(12,537,977)	1,486,910
Other expenses	6	(207,850)	(31,023)
Other income	7	<u>4,292</u>	<u>1,583</u>
<b>Operating profit before taxation</b>		1,945	1,003
Tax on ordinary activities	8	<u>(486)</u>	<u>(251)</u>
<b>Total comprehensive income for the financial period</b>		<u><u>1,459</u></u>	<u><u>752</u></u>

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

**Elementum Metals Securities Plc (formerly known as GPF Metals Plc)**

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**Statement of financial position**  
As at 30 June 2022

	Note	Unaudited 30-Jun-22 USD	Audited 31-Dec-21 USD
<b>Assets</b>			
<b>Current assets</b>			
Physical Metals at fair value	9	39,860,456	109,101,953
Cash and cash equivalents	10	27,638	28,315
Other receivables	11	6,118	3,496
<b>Total assets</b>		<u>39,894,212</u>	<u>109,133,764</u>
<b>Liabilities and equity</b>			
<b>Current liabilities</b>			
Financial liabilities designated at fair value through profit or loss	12	38,753,582	108,315,095
Loan payable	13	690,220	575,706
Other payables	14	417,810	211,822
<b>Total liabilities</b>		<u>39,861,612</u>	<u>109,102,623</u>
<b>Shareholder's funds - Equity</b>			
Called up share capital	15	29,130	29,130
Revenue reserves		3,470	2,011
<b>Total equity</b>		<u>32,600</u>	<u>31,141</u>
<b>Total liabilities and equity</b>		<u>39,894,212</u>	<u>109,133,764</u>

On behalf of the Board



**Michael Carroll**  
Director



**Rhys Owens**  
Director

Date: 23 September 2022

## Statement of changes in equity

For the financial period from 1 January 2022 to 30 June 2022

	Called up Share Capital USD	Revenue Reserves USD	Total Equity USD
Balance as at 15 July 2020	-	-	-
Issue of shares during the financial period	29,130	-	29,130
Total comprehensive income for the financial period	-	752	752
<b>Balance as at 30 June 2021</b>	<u>29,130</u>	<u>752</u>	<u>29,882</u>
Balance as at 1 July 2021	29,130	752	29,882
Total comprehensive income for the financial period	-	1,259	1,259
<b>Balance as at 31 December 2021</b>	<u>29,130</u>	<u>2,011</u>	<u>31,141</u>
Balance as at 1 January 2022	29,130	2,011	31,141
Total comprehensive income for the financial period	-	1,459	1,459
<b>Balance as at 30 June 2022</b>	<u>29,130</u>	<u>3,470</u>	<u>32,600</u>

Statement of cash flows

For the financial period from 1 January 2022 to 30 June 2022

		Unaudited Financial period ended 30-Jun-22 USD	Audited Financial period ended 30-Jun-21 USD
<b>Cash flows from operating activities</b>			
Operating profit before taxation		1,945	1,003
<i>Adjustments for:</i>			
Net changes in fair value of Physical Metals	4	(12,743,480)	1,456,467
Net changes in fair value of financial liabilities designated at fair value through profit or loss	5	12,537,977	(1,486,910)
Foreign exchange movements		2,347	580
<i>Movements in working capital</i>			
Increase in other receivables		(2,622)	(1,003)
Increase in other payables		205,503	31,023
<b>Net cash generated from operating activities</b>		<u>1,670</u>	<u>1,160</u>
<b>Cash flows from investing activities</b>			
Physical Metals disposed	9	72,685,843	-
<b>Net cash generated from investing activities</b>		<u>72,685,843</u>	<u>-</u>
<b>Cash flows from financing activities</b>			
Issue of shares	15	-	29,130
Financial liabilities designated at fair value through profit or loss redeemed	12	(72,725,724)	-
Net cash received on repayment of loan		39,881	-
<b>Net cash (used in)/generated from financing activities</b>		<u>(72,685,843)</u>	<u>29,130</u>
<b>Increase in cash and cash equivalents</b>		1,670	30,290
Cash and cash equivalents at start of the financial period		28,315	-
Foreign exchange movements		(2,347)	(580)
<b>Cash and cash equivalents at end of the financial period</b>	10	<u><u>27,638</u></u>	<u><u>29,710</u></u>

Non-cash transactions during the period include:

		Unaudited Financial period ended 30-Jun-22 USD	Audited Financial period ended 30-Jun-21 USD
Physical Metals acquired	9	11,345,029	48,849,326
Physical Metals disposed	9	(20,644,163)	-
Financial liabilities designated at fair value through profit or loss issued	12	(10,758,000)	(48,780,160)
Financial liabilities designated at fair value through profit or loss redeemed	12	20,131,766	-
Increase in loan payable to the Metals Counterparty		(114,514)	(69,166)

**Notes to the financial statements****For the financial period from 1 January 2022 to 30 June 2022****1 General information**

The Company is a public limited liability company, incorporated on 15 July 2020 under the name of Ridgex Investments Plc in Ireland under the Companies Act 2014 (the "Act"). The Company changed its name to GPF Metals Plc on 25 June 2021 and to Elementum Metals Securities Plc on 12 May 2022. The Company has been established for the purpose of issuing secured Elementum Physical Metal ETC Securities (the "ETC securities"). The return on each Series of ETC securities is linked to the performance of one of gold, silver, platinum, palladium, copper, nickel, carbon neutral nickel or a reference index comprising specified metal or components backed by electric vehicle physical baskets.

The Company has no direct employees.

As at 30 June 2022, all the Series in issue were listed on the London Stock Exchange, Borsa Italiana, SIX and Xetra except for Elementum Physical Carbon Neutral Nickel ETC securities and Elementum Physical Electric Vehicle Metals ETC securities which were listed only on the Vienna Stock Exchange and the Borsa Italiana Stock Exchange respectively.

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

The condensed financial statements for the period ended 30 June 2022 have been prepared in accordance with International Accounting Standard (IAS) 34 'Interim Financial Reporting'. The condensed unaudited interim financial statements should be read in conjunction with the annual financial statements for the financial period ended 31 December 2021 and the financial statements for the period ended 30 June 2021.

The accounting policies set out below have been applied in preparing the financial statements for the financial period ended 30 June 2022.

The financial statements of the Company have been prepared on a going concern basis. The Company is able to meet all of its liabilities from its assets. The performance, marketability and risks of the Series are reviewed on a regular basis throughout the financial period. Therefore the Board believes that the Company will continue in operational existence for the foreseeable future and is financially sound. The Board is satisfied that, at the time of approving the financial statements, it is appropriate to adopt the going concern basis in preparing the financial statements of the Company.

**(b) Basis of measurement**

The financial statements have been prepared on the historical cost basis except for the following:

- Physical Metals at fair value; and
- Financial liabilities designated at fair value through profit or loss are measured at fair value.

**(c) Functional and presentation currency**

The financial statements are presented in United States Dollar ("USD") which is the Company's functional currency. Functional currency is the currency of the primary economic environment in which the entity operates. The financial liabilities designated at fair value through profit or loss are primarily denominated in USD. The Directors of the Company believe that USD most faithfully represents the economic effects of the underlying transactions, events and conditions.

**(d) Use of estimates and judgements**

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and in future periods affected.

**(e) Standards, amendments or interpretations**

*Standards not yet effective, but available for early adoption*

There are no new standards and amendments to standards, that are relevant to the Company but are not yet effective and have not yet been early adopted by the Company which are considered to be applicable to the financial statements of the Company.

## Notes to the financial statements (continued)

For the financial period from 1 January 2022 to 30 June 2022

**3 Significant accounting policies****(a) Other income and expenses**

All other income and expenses are accounted for on an accrual basis.

*Operating Expense*

Each Series pays an “all in one” operational fee to the Arranger, which accrues per annum equal to the Total Expense Ratio (“TER”). The Arranger agrees to pay costs and expenses of the Company in exchange for the Company agreeing to pay the Arranger the TER. The TER is applied to the Metal Entitlement on a daily basis to determine a daily deduction of an amount of metal from the Metal Entitlement attached to each ETC security. Fees and expenses payable by the Company to the Arranger will be paid out of the ETC securities by way of the sale of metal. The amount of metal to be sold is a predetermined amount based on the Metal Entitlements of the ETC securities. The TER is accounted for on an accruals basis and is payable monthly in arrears.

**(b) Taxation**

Corporation tax is provided on taxable profits at current rates applicable to the Company’s activities in accordance with Section 110 of the Taxes Consolidation Act 1997. Deferred taxation is accounted for, without discounting, in respect of all temporary differences between the treatment of certain items for taxation and accounting purposes which have arisen but not reversed by the reporting date.

Provision is made at the tax rates which are expected to apply in the periods in which the temporary differences reverse. Deferred tax assets are recognised only to the extent that it is considered more likely than not that they will be recovered.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that related tax benefit will be realised.

Withholding tax is a generic term used for withholding tax deducted at source from the income. The Company records the withholding tax separately from the gross investment income in the statement of comprehensive income.

**(c) Cash and cash equivalents**

Cash and cash equivalents includes cash held at bank which are subject to insignificant risk of changes in their fair value, and are used by the Company in the management of its capital.

There are no restrictions on cash and cash equivalents.

Cash and cash equivalents are carried at amortised cost in the statement of financial position.

**(d) Share capital**

Share capital is issued in Euro (“EUR”) and have been converted to USD at the date of issuance. Dividends are recognised as a liability in the financial period in which they are approved.

**(e) Other receivables**

Other receivables do not carry any interest, are short-term in nature and have been reviewed for any evidence of impairment. Other receivables are accounted at amortised cost.

**(f) Other payables**

Other payables are accounted at amortised cost.

**(g) Financial instruments**Financial assets*Classification*

The Company classifies its cash and cash equivalents and other receivables as financial assets at amortised cost at initial recognition in accordance with IFRS 9: Financial Instruments.

In order for a financial asset to be classified and measured at amortised cost, it needs to give rise to cash flows that are ‘solely payments of principal and interest (SPPI)’ on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument level. Financial assets with cash flows that are not SPPI are classified and measured at fair value through profit or loss, irrespective of the business model.

Notes to the financial statements (continued)

For the financial period from 1 January 2022 to 30 June 2022

3 Significant accounting policies (continued)

(g) Financial instruments (continued)

Financial assets (continued)

*Classification (continued)*

Financial assets at amortised cost are subsequently measured using the effective interest (EIR) method and are subject to impairment. Gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired.

*Initial recognition*

All financial assets are recognised initially on the trade date, which is the date that the Company becomes a party to the contractual provisions of the instrument.

*Derecognition*

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred. Any interest in transferred financial assets that is created or retained by the Company is recognised as a separate asset or liability.

Financial liabilities

*Classification and measurement of ETC securities*

The Company designates the ETC securities issued as financial liabilities at fair value through profit or loss on initial recognition.

The exchange quoted price of the ETC securities is determined by reference to the underlying Physical Metals. Changes in the fair value of the ETC securities are recognised in the statement of comprehensive income. The ETC securities have been designated as at fair value through profit or loss in order to eliminate an accounting mismatch, that would otherwise arise with the Physical Metals, enabling both the ETC securities and the Physical Metals to be measured at fair value with gains or losses on both being recognised in the statement of comprehensive income.

*Initial recognition*

All financial liabilities (including financial liabilities designated at fair value through profit or loss) are recognised initially on the trade date, which is the date that the Company becomes a party to the contractual provisions of the instrument.

The Company issues ETC securities to provide investors with exposure to the performance of the Physical Metals. The ETC securities, are issued in the form of debt instruments that are backed by fully allocated physical holdings of the relevant ETC. An ETC security is issued or redeemed when a corresponding amount of Physical Metals has transferred into or from the allocated accounts maintained by the Custodian. The Company has designated its debt instruments as financial liabilities issued at fair value through profit or loss.

*Derecognition*

The Company derecognises a financial liability when its contractual obligations are discharged, cancelled or expired.

*Subsequent measurement*

After initial measurement, the Company measures financial liabilities which are classified as at fair value through profit or loss at their fair value. Subsequent changes in the fair value of financial liabilities designated at fair value through profit or loss are recognised directly in Profit or loss.

*Offsetting*

Financial assets and liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Company has a legal right to offset the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously. No balances have been offset on the statement of financial position.

*Fair value measurement principles*

The fair value of the ETC securities is determined by reference to the underlying Physical Metals. Changes in the fair value of the ETC securities are recognised in Profit or loss. ETC securities are valued using valuation techniques, as detailed in the fair value hierarchy note to the financial statements.

*Net changes in fair value of financial liabilities designated at fair value through profit or loss*

Net changes in fair value of financial liabilities designated at fair value through profit or loss relates to ETC securities issued and includes all realised and unrealised fair value changes.



## Notes to the financial statements (continued)

For the financial period from 1 January 2022 to 30 June 2022

## 3 Significant accounting policies (continued)

## (g) Financial instruments (continued)

Financial liabilities (continued)*Loan payable*

Under the terms of the agreement with the Metals Counterparty, the difference between the gold on the bar list and the gold in the entitlement is a loan repayable to the Metals Counterparty, and is more senior to payables to the ETC holders. The Company has fair valued its loan payable based on the price of the gold as at the financial period end.

## (h) Physical Metals

The Company holds Physical Metals at least equal to the amount due to holders of ETC securities solely for the purposes of meeting its obligations. The Physical Metals are measured at fair value and changes in fair value are recognised in Profit or loss. Any costs to sell Physical Metals that arise in the course of settling the Company's obligations under the ETC securities are borne by the Arranger. The Physical Metals are recognised when the metals are received into the vault of the custodian or relevant sub-custodian. The Physical Metals are derecognised when the risks and rewards of ownership have all been substantially transferred.

*Fair value measurement principles*

Physical Metals includes precious metals (gold, silver, platinum or palladium), base metals (copper, nickel and carbon neutral nickel) and electric vehicle metal baskets measured at fair value. Gold and silver are priced at the current close bid price at the end of the day using the London Bullion Market Association (LBMA) price, platinum and palladium are priced at the current close bid price at the end of the day using the London Platinum and Palladium Market (LPPM) price, copper, nickel and carbon neutral nickel are priced at the current close bid price at the end of the day using the London Metal Exchange (LME) price and electric vehicle metal baskets are priced at the reference index under Solactive.

*Net changes in fair value of Physical Metals*

Net changes in fair value of Physical Metals relates to movement in the price of the Physical Metals and includes all realised and unrealised fair value changes.

## (i) Segment reporting

An operating segment is a component of an entity that engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the same entity). The Company's business involves the repackaging of Physical Metals, on behalf of investors, which are bought in the market and subsequently securitised to avail of potential market opportunities and risk return asymmetries. The Company has no employees, has only one business unit, thus all administrating and operating functions are carried out and reviewed by the Administrator, Apex Fund Services (Ireland) Limited and Company secretary, Apex IFS Limited.

The split of Physical Metals at fair value and ETC securities at fair value by Series and the unit price per Series are shown in notes 9 and 12 to the financial statements.

The Company's principal activity is to invest in Physical Metals which are the revenue generating segment of the Company. The Chief Operating Decision Maker ("CODM") of the operating segment is the Board. The Company is an SPV whose principal activities are the issuance of ETC securities and investment in Physical Metals. The CODM does not consider each underlying Series of ETC securities as a separate segment, rather they look at the structure as a whole. Based on that fact, the Directors confirm that there is only one segment.

## (j) Foreign currency transaction

Transactions in foreign currencies are translated to the functional currency at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are retranslated to the functional currency at the exchange rate at that date. The foreign currency gain or loss on monetary items is the difference between amortised cost in the functional currency at the beginning of the financial period, adjusted for effective interest and payments during the financial period, and the amortised cost in foreign currency translated at the exchange rate at the end of the financial period.

At each reporting date, monetary items and non monetary assets and liabilities that are fair valued and are denominated in foreign currencies are translated at the rate prevailing on the statement of financial position. Gains and losses arising on retranslation of financial instruments at fair value through profit or loss are included in the statement of comprehensive income together with respective fair value gains/losses.

As disclosed in Note 2(c), the Directors believe that USD most faithfully represents the economic effects of the underlying transactions, events and conditions and is therefore considered to be the Company's functional currency.

Notes to the financial statements (continued)

For the financial period from 1 January 2022 to 30 June 2022

4 Net changes in fair value of Physical Metals	Financial period ended	Financial period ended
	30-Jun-22	30-Jun-21
	USD	USD
Net unrealised gain/(loss) on Physical Metals	136,531	(1,456,467)
Net realised gain on Physical Metals	12,606,949	-
	<u>12,743,480</u>	<u>(1,456,467)</u>

5 Net changes in fair value of financial liabilities designated at fair value through profit or loss	Financial period ended	Financial period ended
	30-Jun-22	30-Jun-21
	USD	USD
Net unrealised (loss)/gain on financial liabilities designated at fair value through profit or loss	(136,975)	1,486,910
Net realised loss on financial liabilities designated at fair value through profit or loss	(12,401,002)	-
	<u>(12,537,977)</u>	<u>1,486,910</u>

6 Other expenses	Financial period ended	Financial period ended
	30-Jun-22	30-Jun-21
	USD	USD
Total Expense Ratio*	(205,503)	(30,443)
Foreign exchange loss	(2,347)	(580)
	<u>(207,850)</u>	<u>(31,023)</u>

\*As described in note 3(a), each Series pays an “all in one” operational fee to the Arranger, which accrues per annum equal to the Total Expense Ratio (“TER”). The Arranger agrees to pay costs and expenses of the Company in exchange for the Company agreeing to pay the Arranger the TER. The TER is applied to the Metal Entitlement on a daily basis to determine a daily deduction of an amount of metal from the Metal Entitlement. Fees and expenses payable by the Company to the Arranger will be paid out of the ETC securities by way of the sale of metal. The amount of metal to be sold is a predetermined amount based on the Metal Entitlements of the ETC securities.

Series name	Total Expense Ratio	
	30-Jun-22	30-Jun-21
	%	%
Elementum Physical Gold ETC securities	0.12	0.145
Elementum Physical Silver ETC securities	0.20	0.20
Elementum Physical Platinum ETC securities	0.20	0.20
Elementum Physical Palladium ETC securities	0.20	0.20
Elementum Physical Nickel ETC securities	0.75	0.75
Elementum Physical Copper ETC securities	0.85	0.85
Elementum Physical Carbon Neutral Nickel ETC securities	0.75	-
Elementum Physical Electric Vehicle ETC securities	0.80	-

7 Other income	Financial period ended	Financial period ended
	30-Jun-22	30-Jun-21
	USD	USD
Corporate benefit	1,945	1,003
Other income	2,347	580
	<u>4,292</u>	<u>1,583</u>

8 Tax on ordinary activities	Financial period ended	Financial period ended
	30-Jun-22	30-Jun-21
	USD	USD
Profit on ordinary activities before tax	1,945	1,003
Corporation tax at 25%	(486)	(251)
<b>Current tax charge</b>	<u>(486)</u>	<u>(251)</u>

The Company is taxed at 25% (30 June 2021: 25%) in accordance with section 110 under Case III of Schedule D of the Taxes Consolidation Act

Notes to the financial statements (continued)

For the financial period from 1 January 2022 to 30 June 2022

9 Physical Metals at fair value			30-Jun-22	31-Dec-21
			USD	USD
Physical Metals			39,860,456	109,101,953
	30-Jun-22	30-Jun-22	31-Dec-21	31-Dec-21
	Units	USD	Units	USD
At the start of financial period	227,961	109,101,953	-	-
<i>Cash transactions</i>				
Metals Distributed*	(5,422)	(72,685,843)	-	-
<i>Non-cash transactions</i>				
Metals Contributed*	100,000	11,345,029	228,362	111,212,373
Metals Distributed*	(11,515)	(20,644,163)	(401)	(718,752)
Unrealised fair value movement		136,531		(1,334,987)
Realised gain/(loss)		12,606,949		(56,681)
At end of financial period	311,024	39,860,456	227,961	109,101,953

\*Contributions and Distributions of Metals are in-specie

As of 30 June 2022, the Physical Metals held by the Company was as follows:

Physical Metals	Unit	Units	Unit price	Fair Value
		30-Jun-22	30-Jun-22	30-Jun-22
				USD
Elementum Physical Gold	Fine troy ounce	1,958	1,817.00	3,558,526
Elementum Physical Silver	Troy ounce	205,094	20.42	4,186,994
Elementum Physical Platinum	Troy ounce	1,788	907.00	1,621,981
Elementum Physical Palladium	Troy ounce	1,273	1,888.00	2,404,100
Elementum Physical Nickel	Metric tonne	149	23,100.00	3,431,066
Elementum Physical Copper	Metric tonne	206	8,245.00	1,698,946
Elementum Physical Carbon Neutral Nickel*	Metric tonne	555	23,100.00	13,263,843
Elementum Physical Electric Vehicle**	Basket	100,000	96.95	9,695,000
		311,024		39,860,456

\*Each unit of Elementum Physical Carbon Neutral Nickel is issued at a fixed carbon neutral premium of USD 793 in addition to the metal price.

\*\*As at 30 June 2022, the baskets of Elementum Physical Electric Vehicle constituted of the following components:

Physical Metals	Unit	Units
		30-Jun-22
Platinum	Troy ounce	166
Palladium	Troy ounce	1,061
Nickel	Metric tonne	102
Cobalt	Metric tonne	22
Copper	Metric tonne	440

The price per unit are rounded to two decimal places and Fair value of Physical Metals is based on unrounded price per unit.

The Physical Metals are secured in favour of Apex Corporate Trustees (UK) Limited (the "Security Trustee") for the benefit of itself and the ETC holders. The non-cash transactions relate to physical delivery of Physical Metals against delivery of ETC securities.

The Physical Metals are held as collateral for ETC securities issued and the loan payable by the Company.

The carrying value of the assets of the Company represents their maximum exposure to the credit risk. The credit risk is eventually transferred to the ETC holders.

Notes to the financial statements (continued)

For the financial period from 1 January 2022 to 30 June 2022

10 Cash and cash equivalents	30-Jun-22	31-Dec-21
	USD	USD
Cash at bank	27,638	28,315
	<u>27,638</u>	<u>28,315</u>

As of 30 June 2022, the cash and cash equivalents are held with The Bank of New York Mellon.

11 Other receivables	30-Jun-22	31-Dec-21
	USD	USD
Corporate benefit receivable	4,627	2,682
Income receivable from Arranger	1,491	814
	<u>6,118</u>	<u>3,496</u>

12 Financial liabilities designated at fair value through profit or loss			30-Jun-22	31-Dec-21
			USD	USD
ETC securities issued			38,753,582	108,315,095
	30-Jun-22	30-Jun-22	31-Dec-21	31-Dec-21
	Units	USD	Units	USD
At the start of financial period	7,166,931	108,315,095	-	-
<i>Cash transactions</i>				
Redemptions during the financial period*	(5,002,192)	(72,725,724)	-	-
<i>Non-cash transactions</i>				
Issuances during the financial period*	100,000	10,758,000	7,196,931	110,454,437
Redemptions during the financial period*	(1,160,000)	(20,131,766)	(30,000)	(536,522)
Unrealised fair value movement			136,975	(1,559,757)
Realised loss/(gain)			12,401,002	(43,063)
At end of financial period	<u>1,104,739</u>	<u>38,753,582</u>	<u>7,166,931</u>	<u>108,315,095</u>

\*ETC securities trades are carried out in-specie.

As of 30 June 2022, the financial liabilities in issue were as follows:

Series name	Units outstanding	NAV per Unit	Fair Value
	30-Jun-22	30-Jun-22	30-Jun-22
			USD
Elementum Physical Gold ETC securities	174,000	18.14	3,155,484
Elementum Physical Silver ETC securities	204,445	20.35	4,161,400
Elementum Physical Platinum ETC securities	176,400	9.04	1,595,217
Elementum Physical Palladium ETC securities	119,600	18.82	2,251,371
Elementum Physical Nickel ETC securities	145,692	22.92	3,339,140
Elementum Physical Copper ETC securities	184,051	8.17	1,504,038
Elementum Physical Carbon Neutral Nickel ETC securities*	551	23,749.56	13,086,008
Elementum Physical Electric Vehicle ETC securities	100,000	96.61	9,660,924
	<u>1,104,739</u>		<u>38,753,582</u>

\*Each unit of Elementum Physical Carbon neutral Nickel ETC securities is issued at a fixed carbon neutral premium of USD 793.

The NAV per unit are rounded to two decimal places and the fair value of financial liabilities is based on unrounded NAV per unit.

Maturity analysis	30-Jun-22	31-Dec-21
	USD	USD
Less than 1 year	38,753,582	108,315,095
1-2 years	-	-
2-5 years	-	-
Over 5 years	-	-
	<u>38,753,582</u>	<u>108,315,095</u>

As at 30 June 2022, all the Series in issue were listed on the London Stock Exchange, Borsa Italiana, SIX and Xetra except for Elementum Physical Carbon Neutral Nickel ETC securities and Elementum Physical Electric Vehicle Metals ETC securities which were listed only on the Vienna Stock Exchange and the Borsa Italiana Stock Exchange respectively.

Notes to the financial statements (continued)

For the financial period from 1 January 2022 to 30 June 2022

<b>13</b>	<b>Loan payable</b>	<b>30-Jun-22</b>	<b>31-Dec-21</b>
		<b>USD</b>	<b>USD</b>
	Loan payable to the Metals Counterparty	690,220	575,706
		<u>690,220</u>	<u>575,706</u>

The Company holds Physical Metals in a secured allocated account in the form of bars to secured the Metal Entitlement for each ETC securities issued. As the unit of measurement of a bar is fixed, there can be differences to the requirement under the Metal Entitlement. To fund the purchase of this difference, the Company has entered into an interest-free loan agreement with the Metals Counterparty. This loan is payable in the form of Physical Metals, and at 30 June 2022 is priced at the current close bid price at the end of the day using the LBMA gold/silver price, LPPM platinum/palladium price, LME copper/nickel/carbon neutral nickel price or Solactive electric vehicle price. In the event of wind-up of the Company, the repayment of this loan will be made prior to the repayment of the holders of ETC securities.

During the period ended 30 June 2022, as a result of the Russo-Ukrainian War and significant sanctions imposed by a number of governments directly targeting the Russian Federation and Belarus, GPF, being a Russian mining entity, resigned as the Company's Metals Counterparty on 13 of April 2022 with an effective date of 22 April 2022. NTREE, having been appointed as the Arranger of the Company, was appointed as the new Metals Counterparty for the Company on 9 August 2022. GPF agreed to waive any claims over fees, costs and expenses that they may have against the Company under each Metals Counterparty agreement on and from the date of its resignation and the liability was therefore transferred to the new Metals Counterparty, on the date it was appointed.

<b>14</b>	<b>Other payables</b>	<b>30-Jun-22</b>	<b>31-Dec-21</b>
		<b>USD</b>	<b>USD</b>
	Accrued fee payable*	416,654	211,151
	Corporation tax payable	1,156	671
		<u>417,810</u>	<u>211,822</u>

\*The accrued fee payable relate to the total expense ratio payable to the Arranger.

<b>15</b>	<b>Called up share capital</b>	<b>30-Jun-22</b>	<b>31-Dec-21</b>
	<i>Authorised:</i>	<b>EUR</b>	<b>EUR</b>
	25,000 ordinary shares of EUR 1 each	25,000	25,000
	<i>Issued and fully paid</i>	<b>EUR</b>	<b>EUR</b>
	25,000 ordinary shares of EUR 1 each	25,000	25,000
	<i>Presented as follows:</i>	<b>USD</b>	<b>USD</b>
	Called up share capital presented as equity	29,130	29,130

**16 Ownership of Company**

The sole shareholder of the Company is Apex TSI Limited holding 25,000 shares of the Company. All shares are held in trust for charity under the terms of declaration of trust.

The Share Trustee has appointed the Directors 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 Directors.

**17 Related party transactions**

*Transactions with Administrator*

The Corporate Secretary provides corporate administration services to the Company, including making available individuals to act as directors of the Company. The directors of the Company are employees of the Corporate Secretary and it is therefore considered as a related party of the Company. The Company incurred an amount of USD 45,894 (EURO 44,184) for the financial period ended 30 June 2022 (31 December 2021: USD 65,858 (EURO: 58,148)) relating to corporate administration services provided by the Corporate Secretary. All costs and expenses are paid by the Arranger in exchange for a TER paid by the Company.

Michael Carroll and Rhys Owens are directors of the Company and also employees of the Corporate Secretary. The Corporate Secretary provided company secretary and administration duties during the financial period at an arm's length basis. The terms of the agreement with the Corporate Secretary provide for a single fee for the provision of services (including making individuals to act as directors of the Company). As a result, the allocation of fees between the different services provided is a subjective and approximate calculation. The Company has allocated an amount of 1% of the total fees paid to the Corporate Secretary for the provision of the services of director. During the period ended 30 June 2022, the allocated fee for making available individuals to act as directors of the Company amounted to USD 459 (Euro 442) (31 December 2021: USD 659 (Euro: 581)). The individuals acting as directors do not in their personal capacity, receive any fee for the acting or having acted as directors of the Company.

Notes to the financial statements (continued)

For the financial period from 1 January 2022 to 30 June 2022

17 Related party transactions (continued)

*Transactions with Arranger*

As at 30 June 2022, NTree acted as the Arranger of the Company during the financial year which is considered as a key related party to the Company as it has a key contract with the Company and is responsible for the reimbursement of the operational costs of the Company. The Arranger paid the Company USD 500 annually in respect of each Series of ETC securities issued under the Programme and this has been recognised in the financial statements as the Corporate Benefit for the financial period. All of this was receivable as at 30 June 2022. During the financial period ended 30 June 2022, the total expense ratio amounted to USD 205,503 and an amount of USD 416,654 is payable at the period end. In return for this, the Arranger pays all operating expenses as described in note 3(a) and 6 to the financial statements.

During the financial period ended 30 June 2022, as a result of the Russo-Ukrainian War and significant sanctions imposed by a number of governments directly targeting the Russian Federation and Belarus, the Board appointed NTree as the Company's Arranger since GPF, being the previous Arranger, was owned by Norilsk Nickel, a Russian mining entity. The replacement of the Arranger was effective from 22 April 2022 and the Company has therefore no further connections with GPF. As a result, all the rights, liabilities, obligations and duties of and to GPF has been transferred to NTree as materialised in the Deed of Novation.

*Transactions with the Metals Counterparty*

On 13 April 2022, as a result of the Russo-Ukrainian War, GPF also resigned as the Company's Metals Counterparty with an effective date of 22 April 2022. NTree, having been appointed as the new Arranger of the Company, was also appointed as the new Metals Counterparty for the Company on 9 August 2022.

The loan payable to the Metals Counterparty is disclosed in note 13 to the financial statements. As at 30 June 2022, the loan payable to the Metals Counterparty amounted to USD 690,220 (31 December 2021: USD 575,706).

The Directors are of the view that there are no other related party transactions requiring disclosures.

18 Financial risk management

*Risk management framework*

The Company has exposure to the following risks from its use of financial instruments:

- (a) Credit risk;
- (b) Market risk; and
- (c) Liquidity 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 risk and the Company's management of capital.

(a) 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 ETC holders. Accordingly, the Company and the ETC holders are exposed to the creditworthiness of the Custodian. However, given the limited recourse nature of the ETC Securities, circumstances where the Metal is lost or stolen in custody and/or the records of the Custodian are inconsistent, which could result in the Company not being able to satisfy its obligations in respect of the Metal Securities will ultimately result in a loss to ETC holders. Consequently, credit risks are ultimately borne by the ETC holders who are therefore concerned with the Company's procedures and policies in place to mitigate the risks. The Company has sufficient and adequate control structures in place manage and mitigate the risks.

The Company's exposure to credit risk and credit ratings are continuously monitored by the Directors and the Arranger, through the credit ratings assigned by well-known credit rating agencies.

Cash balances are held with The Bank of New York Mellon which has the following ratings:

	Short term	
	30-Jun-22	31-Dec-21
Standard & Poor's	A-1+	A-1+
Moody's	P-1	P-1
Fitch	F1+	F1+

## Notes to the financial statements (continued)

For the financial period from 1 January 2022 to 30 June 2022

## 18 Financial risk management (continued)

## (a) Credit risk (continued)

*Concentration risk*

At the reporting date, the Company's Physical Metals were concentrated in the following asset types and geographical locations:

<b>By investment strategy</b>	<b>30-Jun-22</b>	<b>31-Dec-21</b>
<i>Physical Metals</i>	<b>Fair value %</b>	<b>Fair value %</b>
Elementum Physical Gold	9	16
Elementum Physical Silver	11	4
Elementum Physical Platinum	4	4
Elementum Physical Palladium	6	4
Elementum Physical Nickel	9	8
Elementum Physical Carbon Neutral Nickel	33	20
Elementum Physical Copper	4	44
Elementum Physical Electric Vehicle	24	-
	<u>100</u>	<u>100</u>
<b>By geographical location</b>	<b>30-Jun-22</b>	<b>31-Dec-21</b>
<i>Physical Metals</i>	<b>Fair value %</b>	<b>Fair value %</b>
United Kingdom (London) / Switzerland	30	28
Netherlands (Rotterdam)	46	72
Netherlands (Rotterdam) / United Kingdom (London) / Switzerland	24	-
	<u>100</u>	<u>100</u>

## (b) Market risk

Market risk is the risk that changes in market prices of the Physical Metals will affect the Company's income or the value of its holdings of financial instruments. The ETC holders are exposed to the market risk of the assets portfolio. Market risk embodies the potential for both gains and losses and price risk.

- Interest rate risk*

Interest rate risk is the risk that the fair value of the ETC securities will fluctuate because of changes in market interest rates. Changes in exchange rates and interest rates may have a positive or negative impact on the price, demand, production costs, direct investment costs of Physical Metals and the returns from investments in Physical Metals are therefore influenced by and may be correlated to these factors. The Company has deemed the effect of these valuation fluctuations insignificant. As a result, the Company is not subject to significant interest rate risk.

- 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 at 30 June 2022, the Company's exposure to currency risk is not significant and limited to cash and cash equivalents with The Bank of New York Mellon of EUR 25,000 (USD 25,968) and USD 1,670. All other financial assets and financial liabilities are denominated in USD.

As at 31 December 2021, the Company's exposure to currency risk was not significant and limited to cash and cash equivalents with The Bank of New York Mellon of EUR 25,000 (USD 28,315). All other financial assets and financial liabilities are denominated in USD.

- Price risk*

Price risk is the risk that the fair value of Physical Metals or ETC securities will fluctuate because of changes in market prices whether those changes are caused by factors specific to the Physical Metals, the individual ETC securities or its issuer, or factors affecting similar assets or ETC securities traded in the market. Local, regional or global events such as war, acts of terrorism, the spread of infectious illness or other public health issue, recessions, or other events could have a significant impact on the Company and market prices of its investments.

The Company does not consider market risk to be a significant risk to the Company as any fluctuation in the value of the Physical Metals are ultimately borne by the ETC holders of the relevant securities. Nonetheless, the price risk is managed by constant monitoring of the market prices of the financial instruments.

**Notes to the financial statements (continued)**

For the financial period from 1 January 2022 to 30 June 2022

**18 Financial risk management (continued)****(c) Liquidity risk**

Liquidity risk is the risk that the Company will not be able to meet its obligations as they fall due. The Company does not have a significant exposure to liquidity risk due to the buy-back of ETC securities being settled in transfers of Physical Metals except in certain limited circumstances. The additions and disposals of Physical Metals are primarily non-cash transactions of the Company as they are carried out in-specie, excluding the disposal of Physical Metals in relation to the payment of the Total Expense Ratio. ETC securities can be issued and redeemed daily, therefore this is the earliest maturity date for the purpose of the maturity analysis.

**(d) Fair values**

The Company's financial assets and financial liabilities issued are carried at fair value on the statement of financial position. Usually the fair value of the financial instruments can be reliably determined within a reasonable range of estimates. The carrying amounts of all the Company's financial assets and financial liabilities at the reporting date approximated their fair values.

The Company's financial instruments carried at fair value are analysed below by valuation method. The different levels have been defined as follows:

- 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 (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Although the directors believe that their estimates of fair value are appropriate, the use of different methodologies or assumptions could lead to different measurements of fair value as fair value estimates are made at a specific point in time, based on market conditions and information about the financial instrument. These estimates are subjective in nature and involve uncertainties and matters of significant judgement e.g. interest rates, volatility, credit spreads, probability of defaults, estimates cashflows etc. and therefore, cannot be determined with precision.

For recognised fair values measured using significant unobservable inputs, changing one or more assumptions used to reasonably possible alternative assumptions would not have any effect on the profit or loss or on equity as any change in fair value of the financial assets will be borne by the ETC holders due to the limited recourse nature of the ETC securities issued by the Company.

The valuation inputs for the physical metals and the loan payable are based on quoted market prices in active markets (as published by the LBMA, LPPM, LME and Solactive) and therefore, the Physical Metals and the loan payable are classified as Level 1 in the fair value

ETC securities issued by the Company are classified within level 2. The fair value of the ETC securities issued is determined by reference to the exchange quoted value of the underlying Physical Metals and adjusted for the Total Expense Ratio payable to the Arranger. This valuation technique represents the price of the ETC securities at which Authorised Participants subscribe and request buy-backs of ETC securities directly with the Company. There are no significant unobservable inputs to this valuation technique.

During the period ended 30 June 2022, there has been no transfer between the levels in the hierarchy.

**19 Capital management**

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 ETC securities). Share capital of EUR 25,000 was issued in line with Irish Company Law and is not used for financing the investment activities of the Company. The Company is not subject to any other externally imposed capital requirements.

**20 Subsequent events***Appointment of new Metals Counterparty*

Effective from 9 August 2022, NTree was appointed as the Company's Metals Counterparty.

There has been no other significant events after the financial period end up to the date of signing of these financial statements that require disclosure and/or adjustment to the financial statements.

**21 Commitments and Contingencies**

The Company had no commitments or contingencies as at the period end.

**22 Comparative period**

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

**23 Approval of financial statements**

The Board approved these financial statements on 23 September.....2022.