



# VALUE GOLD ETF

Stock code: 03081 (HKD) | 83081 (RMB)

## SEMI-ANNUAL REPORT 2015

For the six months ended 30 September 2015

## Sensible Asset Management Hong Kong Limited

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*In the event of inconsistency, the English text of this Semi-Annual Report shall prevail over the Chinese text. This report shall not constitute an offer to sell or a solicitation of an offer to buy shares in any of the funds. Subscriptions are to be made only on the basis of the information contained in the prospectus, as supplemented by the latest semi-annual and annual reports.*

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## GENERAL INFORMATION

### Investment Manager

Sensible Asset Management Hong Kong Limited  
9th Floor, Nexxus Building  
41 Connaught Road Central  
Hong Kong

### Sub-investment Manager

Value Partners Hong Kong Limited  
9th Floor, Nexxus Building  
41 Connaught Road Central  
Hong Kong

### Directors of the Investment Manager

Mr Chow Wai Chiu William  
Mr So Chun Ki Louis

### Trustee and Registrar

HSBC Institutional Trust Services (Asia) Limited  
1 Queen's Road Central  
Hong Kong

### Custodian

HKIA Precious Metals Depository Limited  
HKIA Tower  
1 Sky Plaza Road  
Hong Kong International Airport  
Lantau  
Hong Kong

### Legal Advisor

Simmons & Simmons  
13th Floor, One Pacific Place  
88 Queensway  
Hong Kong

### Auditor

Ernst & Young  
22/F, CITIC Tower  
1 Tim Mei Avenue  
Central  
Hong Kong

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## GENERAL INFORMATION (Continued)

### Recent awards and achievements

Corporate awards	
2014	<ul style="list-style-type: none"> <li> <b>Fund of the Year Awards 2014</b>  <b>Investor Education (ETF) – Outstanding Achiever</b>  – <i>Benchmark Magazine</i> </li> </ul>
2012	<ul style="list-style-type: none"> <li> <b>2012 The Asset Triple A Investment Awards</b>  <b>Highly Commended ETF House for Hong Kong</b>  – <i>The Asset</i> </li> </ul>
Value Gold ETF	
2012	<ul style="list-style-type: none"> <li> <b>Best of the Best Awards 2011</b>  <b>Best of the Best Regional Awards - Best Performing Small ETF</b>  – <i>Asia Asset Management</i> </li> </ul>
2011	<ul style="list-style-type: none"> <li> <b>2010 Best of the Best Awards</b>  <b>Best of the Best Awards - Hong Kong - Best New ETF category</b>  – <i>Asia Asset Management</i> </li> </ul>

## MANAGER'S REPORT

Value Gold ETF ("the Fund") is a fund constituted in the form of a unit trust established under Hong Kong law. The Fund is a "physical" ETF, meaning it will hold actual gold. Units in the Fund are listed on The Stock Exchange of Hong Kong Limited (SEHK). The Fund seeks to provide investment results, before fees and expenses, that closely correspond to the performance of the London Bullion Markets Association (LBMA) Gold Price.

As at 30 September 2015, the Net Asset Value ("NAV") per unit of the Fund was HKD27.38, and 24,900,000 units were outstanding. The total size of the Fund was approximately HKD682 million.

A summary of the performance of the Index and the Fund is given below.

Total Return in HKD	From 1 Apr 2015 to 30 Sep 2015	2015 YTD (as at 30 Sep)	Since inception
LBMA Gold Price*	-4.9%	-6.5%	-15.5%
Value Gold ETF	-5.1%	-6.7%	-17.2%

The difference in performance between the London Bullion Markets Association (LBMA) Gold Price and the Value Gold ETF is mainly attributed to fees and expenses. The historical tracking error for the NAV of the Fund against the London Bullion Markets Association (LBMA) Gold Price was at 9 basis points on an annualized basis since its inception on 29 October 2010.

### Sensible Asset Management Hong Kong Limited

20 November 2015

\* Effective from 20 March 2015, the Fund has been using the LBMA Gold Price to determine the Fund's physical gold holdings for the purposes of calculating the Fund's NAV. Before that date, the Fund used the London Gold Fixing Price, which was discontinued on 20 March 2015.

All performance figures are sourced from HSBC Institutional Trust Services (Asia) Limited and Bloomberg, in HKD, NAV to NAV with dividends reinvested, as at 30 September 2015. Performance data is net of all fees.

Past performance is not indicative of future results.

**STATEMENT OF FINANCIAL POSITION (UNAUDITED)**

AS AT 30 SEPTEMBER 2015

	<b>30.9.2015</b>	<b>31.3.2015</b>
	<i>HK\$</i>	<i>HK\$</i>
<b>Assets</b>		
Commodity	680,988,998	830,474,182
Cash and cash equivalents	1,519,563	554,669
Prepayments	—	626
	<hr/>	<hr/>
<b>Total assets</b>	682,508,561	831,029,477
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<b>Liabilities</b>		
Audit fees payable	242,929	98,928
Management fees payable	94,160	109,509
Trustee and registrar fees payable	62,773	73,006
Custodian fee payable	74,407	58,035
Other payables	162,133	36,250
	<hr/>	<hr/>
<b>Total liabilities</b>	636,402	375,728
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<b>Total equity</b>	<u>681,872,159</u>	<u>830,653,749</u>
<b>Represented by:</b>		
Net assets attributable to unitholders	<u>681,872,159</u>	<u>830,653,749</u>
<b>Net asset value per unit based on</b>		
<b>24,900,000 (31.3.2015: 28,800,000)</b>		
<b>units outstanding</b>	<u>27.3844</u>	<u>28.8421</u>

**INVESTMENT PORTFOLIO (UNAUDITED)**

AS AT 30 SEPTEMBER 2015

	<b>Holdings</b> <i>Fine weight gram</i>	<b>Fair value</b> <i>HK\$</i>	<b>% of net assets</b>
<b>COMMODITY</b>			
Gold bullion	2,434,756.50	680,988,998	99.87
<b>Total commodity</b>		680,988,998	99.87
Cash and cash equivalents		1,519,563	0.22
Other net liabilities		(636,402)	(0.09)
<b>Total net assets</b>		<u>681,872,159</u>	<u>100.00</u>
<b>Total investments, at cost</b>		<u>900,125,706</u>	



**STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)**

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2015

	% of net assets	
	30.9.2015	31.3.2015
<b>COMMODITY</b>		
Gold bullion	<u>99.87</u>	<u>99.98</u>
<b>Total commodity</b>	99.87	99.98
Cash and cash equivalents	0.22	0.07
Other net liabilities	<u>(0.09)</u>	<u>(0.05)</u>
<b>Total net assets</b>	<u><u>100.00</u></u>	<u><u>100.00</u></u>

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