

**GLOBAL X LEVERAGED AND INVERSE SERIES**

**INTERIM FINANCIAL STATEMENTS**

GLOBAL X S&P 500 DAILY (-1X) INVERSE PRODUCT

GLOBAL X HANG SENG INDEX DAILY (-1X) INVERSE PRODUCT

GLOBAL X HANG SENG INDEX DAILY (2X) LEVERAGED PRODUCT

GLOBAL X HANG SENG CHINA ENTERPRISES INDEX DAILY (-1X) INVERSE  
PRODUCT

GLOBAL X HANG SENG CHINA ENTERPRISES INDEX DAILY (2X)  
LEVERAGED PRODUCT

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2021

(SUB-FUNDS OF GLOBAL X LEVERAGED AND INVERSE SERIES)

## **GLOBAL X LEVERAGED AND INVERSE SERIES**

Unaudited Condensed Interim Financial Statements

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### **IMPORTANT :**

Any opinion expressed herein reflects the Manager's view only and is subject to change. For more information about Global X Leveraged and Inverse Series, please refer to the prospectus of Global X Leveraged and Inverse Series which is available at our website: [www.globalxetfshk.com](http://www.globalxetfshk.com).

Investors should not rely on the information contained in this report for their investment decisions.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### STATEMENT OF NET ASSETS

As at 30 September 2021 (unaudited)

	Notes	Global X S&P 500 Daily (-1x) Inverse Product		Global X Hang Seng Index Daily (-1x) Inverse Product		Global X Hang Seng Index Daily (2x) Leveraged Product	
		As at 30 September 2021 (unaudited)	As at 31 March 2021 (audited)	As at 30 September 2021 (unaudited)	As at 31 March 2021 (audited)	As at 30 September 2021 (unaudited)	As at 31 March 2021 (audited)
		US\$	US\$	HK\$	HK\$	HK\$	HK\$
<b>ASSETS</b>							
Financial assets at fair value through profit or loss	13	-	-	-	-	1,825,450	282,256
Amount due from brokers	6	58,703	-	6,520,015	4,775,116	19,251,016	25,270,338
Amount due from the Manager	5(f)	6,665	1,967	60,000	1,240	58,980	2,160
Interest receivables		422	627	1,228	993	1,118	1,661
Time deposits with maturity of more than three months	8	1,107,857	1,106,390	6,617,657	1,607,144	6,558,394	11,583,305
Cash and cash equivalents	5(d), 7	4,345,554	5,115,072	21,552,620	23,476,526	32,599,955	33,379,833
<b>TOTAL ASSETS</b>		<u>5,519,201</u>	<u>6,224,056</u>	<u>34,751,520</u>	<u>29,861,019</u>	<u>60,294,913</u>	<u>70,519,553</u>
<b>LIABILITIES</b>							
Financial liabilities at fair value through profit or loss	13	-	-	517,629	57,283	-	-
Amount due to a broker	6	-	22,823	-	-	-	-
Management fee payable	5(a)	23,243	5,715	92,685	15,914	234,044	42,061
Trustee fee payable	5(b)	1,500	1,500	11,342	12,477	11,342	12,476
Formation fee payable	5(c)(i)	-	115,252	-	-	-	-
Administration fee payable	5(c)(ii)	115,404	101,990	241,881	1,068,699	373,684	1,100,230
Registrar fee payable	5(b)	-	-	-	2,660	-	-
Other payables and accruals		-	-	57,717	1,080	58,437	2,160
<b>TOTAL LIABILITIES</b>		<u>140,147</u>	<u>247,280</u>	<u>921,254</u>	<u>1,158,113</u>	<u>677,507</u>	<u>1,156,927</u>
<b>EQUITY</b>							
Net assets attributable to unitholders	3	<u>5,379,054</u>	<u>5,976,776</u>	<u>33,830,266</u>	<u>28,702,906</u>	<u>59,617,406</u>	<u>69,362,626</u>
<b>TOTAL LIABILITIES AND EQUITY</b>		<u>5,519,201</u>	<u>6,224,056</u>	<u>34,751,520</u>	<u>29,861,019</u>	<u>60,294,913</u>	<u>70,519,553</u>
<b>Number of units in issue</b>	3	<u>6,500,000</u>	<u>6,500,000</u>	<u>6,600,000</u>	<u>6,100,000</u>	<u>7,600,000</u>	<u>6,700,000</u>
<b>Net asset value per unit</b>	3	<u>0.8275</u>	<u>0.9195</u>	<u>5.1258</u>	<u>4.7054</u>	<u>7.8444</u>	<u>10.3526</u>

The accompanying notes are an integral part of these financial statements

## GLOBAL X LEVERAGED AND INVERSE SERIES

### STATEMENT OF NET ASSETS (CONTINUED)

As at 30 September 2021 (unaudited)

	Notes	Global X Hang Seng China Enterprises Index Daily (-1x) Inverse Product		Global X Hang Seng China Enterprises Index Daily (2x) Leveraged Product	
		As at 30 September 2021 (unaudited)	As at 31 March 2021 (audited)	As at 30 September 2021 (unaudited)	As at 31 March 2021 (audited)
		HK\$	HK\$	HK\$	HK\$
<b>ASSETS</b>					
Financial assets at fair value through profit or loss	13	-	-	475,400	5,336
Amount due from brokers	6	5,399,136	3,996,457	4,419,718	7,047,458
Amount due from the Manager	5(f)	58,040	2,040	81,780	2,000
Interest receivables		728	867	144	672
Time deposits with maturity of more than three months	8	4,626,588	4,624,606	1,472,433	2,522,206
Cash and cash equivalents	5(d), 7	17,996,572	15,719,578	8,064,393	10,657,343
<b>TOTAL ASSETS</b>		<u>28,081,064</u>	<u>24,343,548</u>	<u>14,513,868</u>	<u>20,235,015</u>
<b>LIABILITIES</b>					
Financial liabilities at fair value through profit or loss	13	462,627	5,324	-	-
Management fee payable	5(a)	80,468	13,466	53,386	11,737
Trustee fee payable	5(b)	11,342	12,477	10,964	12,476
Administration fee payable	5(c)(ii)	191,742	1,068,700	141,606	1,068,700
Registrar fee payable	5(b)	-	-	-	-
Other payables and accruals		58,197	2,040	58,317	1,800
<b>TOTAL LIABILITIES</b>		<u>804,376</u>	<u>1,102,007</u>	<u>264,273</u>	<u>1,094,713</u>
<b>EQUITY</b>					
<b>Net assets attributable to unitholders</b>	3	<u>27,276,688</u>	<u>23,241,541</u>	<u>14,249,595</u>	<u>19,140,302</u>
<b>TOTAL LIABILITIES AND EQUITY</b>		<u>28,081,064</u>	<u>24,343,548</u>	<u>14,513,868</u>	<u>20,235,015</u>
<b>Number of units in issue</b>	3	<u>4,600,000</u>	<u>4,600,000</u>	<u>2,800,000</u>	<u>2,400,000</u>
<b>Net asset value per unit</b>	3	<u>5.9297</u>	<u>5.0525</u>	<u>5.0891</u>	<u>7.9751</u>

The accompanying notes are an integral part of these financial statements.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 September 2021 (unaudited)

	Notes	Global X S&P 500 Daily (-1x) Inverse Product		Global X Hang Seng Index Daily (-1x) Inverse Product		Global X Hang Seng Index Daily (2x) Leveraged Product	
		For the six months ended 30 September 2021 (unaudited) US\$	For the six months ended 30 September 2020 (unaudited) US\$	For the six months ended 30 September 2021 (unaudited) HK\$	For the six months ended 30 September 2020 (unaudited) HK\$	For the six months ended 30 September 2021 (unaudited) HK\$	For the six months ended 30 September 2020 (unaudited) HK\$
<b>INCOME</b>							
Interest income		3,269	23,572	5,123	58,532	11,482	92,708
Net gain/(loss) on financial assets and financial liabilities at fair value through profit or loss	4	(552,811)	(2,041,254)	2,812,250	(359,550)	(18,211,000)	(778,850)
Net exchange gain/(loss)		(943)	-	385	-	-	-
		<u>(550,485)</u>	<u>(2,017,682)</u>	<u>2,817,758</u>	<u>(301,018)</u>	<u>(18,199,518)</u>	<u>(686,142)</u>
<b>EXPENSES</b>							
Management fee	5(a)	(23,243)	(30,545)	(87,685)	(104,539)	(234,044)	(168,308)
Trustee fee	5(b)	(3,281)	(4,312)	(69,189)	(69,000)	(69,189)	(69,000)
Brokerage and other transaction fees		(1,298)	(701)	(13,653)	(17,428)	(60,231)	(48,993)
Legal and professional fee		-	-	(35,196)	-	(35,196)	-
Auditor's remuneration	5(c)(ii)	(3,799)	(1,535)	(34,595)	(33,292)	(34,595)	(33,292)
Administration fee	5(c)(ii)	(15,616)	(8,757)	(110,804)	(160,941)	(211,077)	(160,941)
Other expenses		-	(103)	(51,282)	-	(51,282)	-
		<u>(47,237)</u>	<u>(45,953)</u>	<u>(402,404)</u>	<u>(385,200)</u>	<u>(695,614)</u>	<u>(480,534)</u>
<b>Operating profit/(loss)</b>		(597,722)	(2,063,635)	2,415,354	(686,218)	(18,895,132)	(1,166,676)
<b>FINANCE COSTS</b>							
Interest expense		-	-	(9,144)	(3,099)	(50,118)	(28,271)
<b>Profit/(loss) and total comprehensive income for the period</b>		<u>(597,722)</u>	<u>(2,063,635)</u>	<u>2,406,210</u>	<u>(689,317)</u>	<u>(18,945,250)</u>	<u>(1,194,947)</u>

The accompanying notes are an integral part of these financial statements.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)

For the six months ended 30 September 2021 (unaudited)

	Notes	Global X Hang Seng China Enterprises Index Daily (-1x) Inverse Product		Global X Hang Seng China Enterprises Index Daily (2x) Leveraged Product	
		For the six months ended 30 September 2021 (unaudited) HK\$	For the six months ended 30 September 2020 (unaudited) HK\$	For the six months ended 30 September 2021 (unaudited) HK\$	For the six months ended 30 September 2020 (unaudited) HK\$
<b>INCOME</b>					
Interest income		5,288	60,432	2,045	42,802
Net gain/(loss) on financial assets and financial liabilities at fair value through profit or loss	4	4,397,850	(778,850)	(8,050,850)	(906,750)
Net exchange gain/(loss)		377	-	121	-
		<u>4,403,515</u>	<u>(718,418)</u>	<u>(8,048,684)</u>	<u>(863,948)</u>
<b>EXPENSES</b>					
Management fee	5(a)	(80,468)	(89,189)	(30,386)	(88,720)
Trustee fee	5(b)	(69,189)	(69,000)	(69,189)	(69,000)
Brokerage and other transaction fees		(28,630)	(31,548)	(33,921)	(56,288)
Legal and professional fee		(35,196)	-	(35,197)	-
Auditor's remuneration	5(c)(ii)	(34,595)	(33,292)	(34,595)	(33,292)
Administration fee	5(c)(ii)	(60,666)	(160,941)	(10,529)	(160,941)
Other expenses		(51,282)	-	(51,282)	-
		<u>(360,026)</u>	<u>(383,970)</u>	<u>(265,099)</u>	<u>(408,241)</u>
<b>Operating profit/(loss)</b>		4,043,489	(1,102,388)	(8,313,783)	(1,272,189)
<b>FINANCE COSTS</b>					
Interest expense		(8,342)	(775)	(12,164)	(14,299)
<b>Profit/(loss) and total comprehensive income for the period</b>		<u>4,035,147</u>	<u>(1,103,163)</u>	<u>(8,325,947)</u>	<u>(1,286,488)</u>

The accompanying notes are an integral part of these financial statements.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

For the six months ended 30 September 2021 (unaudited)

	<u>Global X S&amp;P 500 Daily (-1x) Inverse Product</u>		<u>Global X Hang Seng Index Daily (-1x) Inverse Product</u>		<u>Global X Hang Seng Index Daily (2x) Leveraged Product</u>	
	For the six months ended 30 September 2021 (unaudited) US\$	For the six months ended 30 September 2020 (unaudited) US\$	For the six months ended 30 September 2021 (unaudited) HK\$	For the six months ended 30 September 2020 (unaudited) HK\$	For the six months ended 30 September 2021 (unaudited) HK\$	For the six months ended 30 September 2020 (unaudited) HK\$
<b>Net assets attributable to unitholders at the beginning of the period</b>	5,976,776	7,722,436	28,702,906	52,615,158	69,362,626	47,676,093
Issue of units during the period	-	2,239,750	4,965,600	4,328,880	9,200,030	4,828,380
Redemption of units during the period	-	(954,100)	(2,244,450)	(21,582,860)	-	(704,860)
Net issue of units	-	1,285,650	2,721,150	(17,253,980)	9,200,030	4,123,520
Profit/(loss) and total comprehensive income for the period	(597,722)	(2,063,635)	2,406,210	(689,317)	(18,945,250)	(1,194,947)
<b>Net assets attributable to unitholders at the end of the period</b>	<u>5,379,054</u>	<u>6,944,451</u>	<u>33,830,266</u>	<u>34,671,861</u>	<u>59,617,406</u>	<u>50,604,666</u>

	<u>Global X S&amp;P 500 Daily (-1x) Inverse Product</u>		<u>Global X Hang Seng Index Daily (-1x) Inverse Product</u>		<u>Global X Hang Seng Index Daily (2x) Leveraged Product</u>	
	For the six months ended 30 September 2021 (unaudited) Number of units	For the six months ended 30 September 2020 (unaudited) Number of units	For the six months ended 30 September 2021 (unaudited) Number of units	For the six months ended 30 September 2020 (unaudited) Number of units	For the six months ended 30 September 2021 (unaudited) Number of units	For the six months ended 30 September 2020 (unaudited) Number of units
Units in issue at beginning of the period	6,500,000	5,250,000	6,100,000	8,500,000	6,700,000	6,500,000
Issue during the period	-	1,750,000	1,000,000	800,000	900,000	600,000
Redemption during the period	-	(750,000)	(500,000)	(3,400,000)	-	(100,000)
Units in issue at end of the period	<u>6,500,000</u>	<u>6,250,000</u>	<u>6,600,000</u>	<u>5,900,000</u>	<u>7,600,000</u>	<u>7,000,000</u>

The accompanying notes are an integral part of these financial statements.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (CONTINUED)

For the six months ended 30 September 2021 (unaudited)

	<u>Global X Hang Seng China Enterprises Index</u> <u>Daily (-1x) Inverse Product</u>		<u>Global X Hang Seng China Enterprises Index</u> <u>Daily (2x) Leveraged Product</u>	
	For the six months ended 30 September 2021 (unaudited) HK\$	For the six months ended 30 September 2020 (unaudited) HK\$	For the six months ended 30 September 2021 (unaudited) HK\$	For the six months ended 30 September 2020 (unaudited) HK\$
<b>Net assets attributable to unitholders at the beginning of the period</b>	23,241,541	30,619,544	19,140,302	25,754,366
Issue of units during the period	-	6,059,600	7,751,700	2,243,370
Redemption of units during the period	-	(6,842,200)	(4,316,460)	(1,229,880)
Net issue of units	-	(782,600)	3,435,240	1,013,490
Total comprehensive income/(loss) for the period	4,035,147	(1,103,163)	(8,325,947)	(1,286,488)
<b>Net assets attributable to unitholders at the end of the period</b>	<u>27,276,688</u>	<u>28,733,781</u>	<u>14,249,595</u>	<u>25,481,368</u>

	<u>Global X Hang Seng China Enterprises Index</u> <u>Daily (-1x) Inverse Product</u>		<u>Global X Hang Seng China Enterprises Index</u> <u>Daily (2x) Leveraged Product</u>	
	For the six months ended 30 September 2021 (unaudited) Number of units	For the six months ended 30 September 2020 (unaudited) Number of units	For the six months ended 30 September 2021 (unaudited) Number of units	For the six months ended 30 September 2020 (unaudited) Number of units
Units in issue at beginning of the period	4,600,000	4,800,000	2,400,000	4,100,000
Issue during the period	-	1,000,000	1,000,000	300,000
Redemption during the period	-	(1,100,000)	(600,000)	(200,000)
Units in issue at end of the period	<u>4,600,000</u>	<u>4,700,000</u>	<u>2,800,000</u>	<u>4,200,000</u>

The accompanying notes are an integral part of these financial statements.



## GLOBAL X LEVERAGED AND INVERSE SERIES

### STATEMENT OF CASH FLOWS

For the six months ended 30 September 2021 (unaudited)

	Note	Global X S&P 500 Daily (-1x) Inverse Product	
		For the six months ended 30 September 2021 (unaudited) US\$	For the six months ended 30 September 2020 (unaudited) US\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Loss and total comprehensive income for the period		(597,722)	(2,063,635)
Adjustment for:			
Interest income		(3,269)	(23,572)
(Increase)/decrease in amounts due from a broker		(58,703)	767,081
(Increase)/decrease in amount due from the Manager		(4,698)	377
Increase in time deposits with maturity of more than three months		(1,467)	-
(Increase)/decrease in amount due to a broker		(22,823)	55,753
Increase/(decrease) in management fee payable		17,528	(24,229)
Increase in formation fee payable		(115,252)	-
Increase in administration fee payable		13,414	10,292
Decrease in registrar fee payable		-	(4,160)
Cash used in operations		<u>(772,992)</u>	<u>(1,282,093)</u>
Interest received		3,474	22,360
<b>Net cash flows used in operating activities</b>		<u>(769,518)</u>	<u>(1,259,733)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Cash received from issue of units		-	2,239,750
Cash paid on redemption of units		-	(954,100)
<b>Net cash flows generated from financing activities</b>		<u>-</u>	<u>1,285,650</u>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>			
		(769,518)	25,917
Cash and cash equivalents at the beginning of the period		<u>5,115,072</u>	<u>7,164,171</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>			
		<u>4,345,554</u>	<u>7,190,088</u>
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Bank balances	5(d), 7	4,345,554	2,446,190
Time deposits	5(d), 7	-	1,103,425
Short term highly liquid investments with maturity less than three months		-	3,640,473
Cash and cash equivalents as stated in the statement of cash flows		<u>4,345,554</u>	<u>7,190,088</u>

The accompanying notes are an integral part of these financial statements.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### STATEMENT OF CASH FLOWS (CONTINUED)

For the six months ended 30 September 2021 (unaudited)

	Note	Global X Hang Seng Index Daily (-1x) Index	
		Product	Product
		For the six months ended 30 September 2021 (unaudited) HK\$	For the six months ended 30 September 2020 (unaudited) HK\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit/(loss) and total comprehensive income for the period		2,406,210	(689,317)
Adjustments for:			
Interest income		(5,123)	(58,532)
Interest expense		9,144	3,099
(Increase)/decrease in amounts due from a broker		(1,744,899)	18,948,606
(Increase)/decrease in amounts due from the Manager		(58,760)	4,306
Increase in time deposits with maturity of more than three months		(5,010,513)	-
Increase/(decrease) in financial liabilities at fair value through profit or loss		460,346	(710,855)
Increase/(decrease) in management fee payable		76,771	(77,076)
Decrease in trustee fee payable		(1,135)	(754)
(Decrease)/increase in administration fee payable		(826,818)	194,232
Decrease in registrar fee payable		(2,660)	-
Increase/(decrease) in other payables and accruals		56,637	(1,560)
Cash (used in)/generated from operations		<u>(4,640,800)</u>	<u>17,612,149</u>
Interest received		4,888	95,952
Interest paid		(9,144)	(3,099)
<b>Net cash flows (used in)/generated from operating activities</b>		<u>(4,645,056)</u>	<u>17,705,002</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Cash received from issue of units		4,965,600	4,328,880
Cash paid on redemption of units		(2,244,450)	(21,582,860)
<b>Net cash flows generated from/(used in) financing activities</b>		<u>2,721,150</u>	<u>(17,253,980)</u>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>			
Cash and cash equivalents at the beginning of the period		<u>23,476,526</u>	<u>32,305,664</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>		<u>21,552,620</u>	<u>32,756,686</u>
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Bank balances	5(d), 7	18,625,194	20,732,818
Time deposits with maturity of less than three months	5(d), 7	2,927,426	12,023,868
Cash and cash equivalents as stated in the statement of cash flows		<u>21,552,620</u>	<u>32,756,686</u>

The accompanying notes are an integral part of these financial statements.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### STATEMENT OF CASH FLOWS (CONTINUED)

For the six months ended 30 September 2021 (unaudited)

	Note	Global X Hang Seng Index Daily (2x) Leveraged Product	
		For the six months ended 30 September 2021 (unaudited) HK\$	For the six months ended 30 September 2020 (unaudited) HK\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Loss and total comprehensive income for the period		(18,945,250)	(1,194,947)
Adjustments for:			
Interest income		(11,482)	(92,708)
Interest expense		50,118	28,271
(Increase)/decrease in financial assets at fair value through profit or loss		(1,543,194)	790,621
Decrease in amount due from brokers		6,019,322	9,737,068
(Increase)/decrease in amount due from the Manager		(56,820)	3,856
Decrease in time deposits with maturity of more than three months		5,024,911	-
Increase/(decrease) in management fee payable		191,983	(83,691)
Decrease in trustee fee payable		(1,134)	(753)
(Decrease)/increase in administration fee payable		(726,546)	194,233
Decrease in registrar fee payable		-	(2,660)
Increase/(decrease) in other payables and accruals		56,277	(1,080)
Cash (used in)/generated from operations		<u>(9,941,815)</u>	<u>9,378,210</u>
Interest received		12,025	115,065
Interest paid		(50,118)	(28,271)
<b>Net cash flows (used in)/generated from operating activities</b>		<u>(9,979,908)</u>	<u>9,465,004</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Cash received from issue of units		9,200,030	4,828,380
Cash paid on redemption of units		-	(704,860)
<b>Net cash flows generated from financing activities</b>		<u>9,200,030</u>	<u>4,123,520</u>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>			
Cash and cash equivalents at the beginning of the period		<u>33,379,833</u>	<u>28,408,953</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>		<u><u>32,599,955</u></u>	<u><u>41,997,477</u></u>
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Bank balances	5(d), 7	19,464,389	22,340,843
Time deposits with maturity of less than three months	5(d), 7	13,135,566	19,656,634
Cash and cash equivalents as stated in the statement of cash flows		<u><u>32,599,955</u></u>	<u><u>41,997,477</u></u>

The accompanying notes are an integral part of these financial statements.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### STATEMENT OF CASH FLOWS (CONTINUED)

For the six months ended 30 September 2021 (unaudited)

	Note	Global X Hang Seng China Enterprises Index Daily (-1x) Inverse Product	
		For the six months ended 30 September 2021 (unaudited) HK\$	For the six months ended 30 September 2020 (unaudited) HK\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit/(loss) and total comprehensive income for the period		4,035,147	(1,103,163)
Adjustments for:			
Interest income		(5,288)	(60,432)
Interest expense		8,342	775
(Increase)/decrease in amount due from brokers		(1,402,679)	11,887,069
(Increase)/decrease in amount due from the Manager		(56,000)	5,146
Increase in time deposits with maturity of more than three months		(1,982)	-
Increase/(decrease) in financial liabilities at fair value through profit or loss		457,303	(398,347)
Increase/(decrease) in management fee payable		67,002	(40,564)
Decrease in trustee fee payable		(1,135)	(755)
(Decrease)/increase in administration fee payable		(876,958)	194,232
Increase/(decrease) in registrar fee payable		-	(2,660)
Increase/(decrease) in other payables and accruals		56,157	(1,560)
Cash generated from operations		<u>2,279,909</u>	<u>10,479,741</u>
Interest received		5,427	76,785
Interest paid		(8,342)	(775)
<b>Net cash flows generated from operating activities</b>		<u>2,276,994</u>	<u>10,555,751</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Cash received from issue of units		-	6,059,600
Cash paid on redemption of units		-	(6,842,200)
<b>Net cash flows used in financing activities</b>		<u>-</u>	<u>(782,600)</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		2,276,994	9,773,151
Cash and cash equivalents at the beginning of the period		<u>15,719,578</u>	<u>17,549,543</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>		<u>17,996,572</u>	<u>27,322,694</u>
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Bank balances	5(d), 7	13,709,340	13,207,067
Time deposits with maturity of less than three months	5(d), 7	4,287,232	14,115,627
Cash and cash equivalents as stated in the statement of cash flows		<u>17,996,572</u>	<u>27,322,694</u>

The accompanying notes are an integral part of these financial statements.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### STATEMENT OF CASH FLOWS (CONTINUED)

For the six months ended 30 September 2021 (unaudited)

	Note	Global X Hang Seng China Enterprises Index Daily (2x) Leveraged Product	
		For the six months ended 30 September 2021 (unaudited) HK\$	For the six months ended 30 September 2020 (unaudited) HK\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Loss and total comprehensive income for the period		(8,325,947)	(1,286,488)
Adjustments for:			
Interest income		(2,045)	(42,802)
Interest expense		12,164	14,299
(Increase)/decrease in financial assets at fair value through profit or loss		(470,064)	591,831
Decrease in amount due from brokers		2,627,740	6,714,426
(Increase)/decrease in amount due from the Manager		(79,780)	4,488
Decrease in time deposits with maturity of more than three months		1,049,773	-
Increase/(decrease) in management fee payable		41,649	(35,281)
Decrease in trustee fee payable		(1,512)	(753)
(Decrease)/increase in administration fee payable		(927,094)	194,233
Increase/(decrease) in other payables and accruals		56,517	(1,080)
Cash (used in)/generated from operations		<u>(6,018,599)</u>	<u>6,152,873</u>
Interest received		2,573	59,059
Interest paid		(12,164)	(14,299)
<b>Net cash flows (used in)/generated from operating activities</b>		<u>(6,028,190)</u>	<u>6,197,633</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Cash received from issue of units		7,751,700	2,243,370
Cash paid on redemption of units		<u>(4,316,460)</u>	<u>(1,229,880)</u>
<b>Net cash flows generated from financing activities</b>		<u>3,435,240</u>	<u>1,013,490</u>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>			
Cash and cash equivalents at the beginning of the period		<u>10,657,343</u>	<u>14,475,181</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>			
		<u>8,064,393</u>	<u>21,686,304</u>
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Bank balances	5(d), 7	5,036,187	11,892,791
Time deposits with maturity of less than three months	5(d), 7	3,028,206	9,793,513
Cash and cash equivalents as stated in the statement of cash flows		<u>8,064,393</u>	<u>21,686,304</u>

The accompanying notes are an integral part of these financial statements.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 1. GENERAL INFORMATION

Global X Leveraged and Inverse Series is an umbrella unit trust (the “Trust”) governed by its trust deed dated 1 September 2016 as amended by supplemental deeds dated 23 February 2017 and 31 December 2019 (collectively, the “Trust Deed”) between Mirae Asset Global Investments (Hong Kong) Limited (the “Manager”) and HSBC Institutional Trust Services (Asia) Limited (the “Trustee” and “Registrar”). The Trust Deed is governed by Hong Kong Law.

As at 30 September 2021, the Trust has established five Sub-Funds, each a separate Sub-Fund of the Trust, which are authorised by the Securities and Futures Commission of Hong Kong (the “SFC”) pursuant to section 104(1) of the Securities and Futures Ordinance. The five sub-funds, including Global X S&P 500 Daily (-1x) Inverse Product, Global X Hang Seng Index Daily (-1x) Inverse Product, Global X Hang Seng Index Daily (2x) Leveraged Product, Global X Hang Seng China Enterprises Index Daily (-1x) Inverse Product and Global X Hang Seng China Enterprises Index Daily (2x) Leveraged Product are referred to individually or collectively as the “Sub-Fund(s)”. The Sub-Funds are listed on the Stock Exchange of Hong Kong Limited (the “SEHK”) (a subsidiary of The Hong Kong Exchanges and Clearing Limited) and their listing dates are as follows:

<u>Name of Sub-Funds</u>	<u>Listing date on the SEHK</u>
Global X S&P 500 Daily (-1x) Inverse Product	11 October 2016
Global X Hang Seng Index Daily (-1x) Inverse Product	14 March 2017
Global X Hang Seng Index Daily (2x) Leveraged Product	14 March 2017
Global X Hang Seng China Enterprises Index Daily (-1x) Inverse Product	14 March 2017
Global X Hang Seng China Enterprises Index Daily (2x) Leveraged Product	14 March 2017

These financial statements relate to the above-mentioned Sub-Funds. The Manager is responsible for the preparation of the financial statements.

#### Global X S&P 500 Daily (-1x) Inverse Product (“S&P 500 Daily (-1x) Inverse Product”)

The objective of S&P 500 Daily (-1x) Inverse Product (Stock code: 07322) is to provide investment results that, before fees and expenses, closely correspond to the inverse (-1x) daily performance of the S&P 500 Index (net of swap fees). The Sub-Fund does not seek to achieve its stated investment objective over a period of time greater than one day.

#### Global X Hang Seng Index Daily (-1x) Inverse Product (“Hang Seng Index Daily (-1x) Inverse Product”)

The objective of Hang Seng Index Daily (-1x) Inverse Product (Stock code: 07336) is to provide investment results that, before fees and expenses, closely correspond to the inverse (-1x) daily performance of the Hang Seng Index. The Sub-Fund does not seek to achieve its stated investment objective over a period of time greater than one day.

#### Global X Hang Seng Index Daily (2x) Leveraged Product (“Hang Seng Index Daily (2x) Leveraged Product”)

The objective of Hang Seng Index Daily (2x) Leveraged Product (Stock code: 07231) is to provide investment results that, before fees and expenses, closely correspond to twice (2x) daily performance of the Hang Seng Index. The Sub-Fund does not seek to achieve its stated investment objective over a period of time greater than one day.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 1. GENERAL INFORMATION (CONTINUED)

Global X Hang Seng China Enterprises Index Daily (-1x) Inverse Product (“Hang Seng China Enterprises Index Daily (-1x) Inverse Product”)

The objective of Hang Seng China Enterprises Index Daily (-1x) Inverse Product (Stock code: 07362) is to provide investment results that, before fees and expenses, closely correspond to the inverse (-1x) daily performance of the Hang Seng China Enterprises Index. The Sub-Fund does not seek to achieve its stated investment objective over a period of time greater than one day.

Global X Hang Seng China Enterprises Index Daily (2x) Leveraged Product (“Hang Seng China Enterprises Index Daily (2x) Leveraged Product”)

The objective of Hang Seng China Enterprises Index Daily (2x) Leveraged Product (Stock code: 07230) is to provide investment results that, before fees and expenses, closely correspond to twice (2x) daily performance of the Hang Seng China Enterprises Index. The Sub-Fund does not seek to achieve its stated investment objective over a period of time greater than one day.

#### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

##### (a)(i) Basis of preparation

The financial statements of the Sub-Funds have been prepared in accordance with International Financial Reporting Standards (“IFRSs”) as issued by the International Accounting Standards Board (“IASB”), and interpretations issued by the International Financial Reporting Interpretations Committee of the IASB and the relevant disclosure provisions of the Trust Deed and the relevant disclosure provisions specified in Appendix E of the Code on Unit Trusts and Mutual Funds issued by the SFC (the “UT Code”).

The financial statements have been prepared under the historical cost convention, except for financial assets and financial liabilities classified as at fair value through profit or loss (“FVPL”) that have been measured at fair value. The financial statements are presented in United States dollars (“US\$”) for S&P 500 Daily (-1x) Inverse Product and Hong Kong dollars (“HK\$”) for Hang Seng Index Daily (-1x) Inverse Product, Hang Seng Index Daily (2x) Leveraged Product, Hang Seng China Enterprises Index Daily (-1x) Inverse Product and Hang Seng China Enterprises Index Daily (2x) Leveraged Product, and all values are rounded to the nearest US\$ and HK\$ respectively except where otherwise indicated.

##### (a)(ii) Significant accounting judgements, estimates and assumptions

The preparation of financial statements, in conformity with IFRSs, requires the Manager and the Trustee (collectively, the “Management”) to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts recognised in the financial statements and disclosure of contingent liabilities. 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.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

##### (a)(ii) Significant accounting judgements, estimates and assumptions (continued)

###### Taxes

Uncertainties exist with respect to the interpretation of complex tax regulations and changes in tax laws on foreign withholding tax. Given the wide range of international investments, differences arising between the actual investment income and the assumptions made, or future changes to such assumptions, could necessitate future adjustments to tax expense that is already recorded. The Sub-Funds establish provisions, based on reasonable estimates, for possible consequences of audits by the tax authorities of the respective countries in which the Sub-Funds invest. The amounts of such provisions are based on various factors, such as experience of previous tax audits and differing interpretations of tax regulations by the taxable entity and the responsible tax authority. Such differences of interpretation may arise on a wide variety of issues depending on the conditions prevailing in the respective investments' domiciles.

All references to net assets or net asset value throughout the financial statements refer to net assets attributable to unitholders unless otherwise stated.

##### (a)(iii) Changes in accounting policies and disclosures

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial period beginning 1 April 2021 that would be expected to have a material impact on the sub-funds.

##### (a)(iv) Issued but not yet effective IFRSs

There are no new and revised IFRSs that have been issued but not yet effective applicable to the Sub-Fund's financial statements.

##### (b) Financial instruments

###### *(i) Classification*

In accordance with IFRS 9, the Sub-Funds classify their financial assets and financial liabilities at initial recognition into the categories of financial assets and financial liabilities discussed below.

In applying that classification, a financial asset or financial liability is considered to be held for trading if:

- (a) It is acquired or incurred principally for the purpose of selling or repurchasing it in the near term; or



## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

##### (b) Financial instruments (continued)

###### (i) **Classification** (continued)

- (b) On initial recognition, it is part of a portfolio of identified financial instruments that are managed together and for which there is evidence of a recent actual pattern of short-term profit-taking; or
- (c) It is a derivative (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument)

###### **Financial assets**

The Sub-Funds classify their financial assets as subsequently measured at amortised cost or measured at FVPL on the basis of both:

- The entity's business model for managing the financial assets; and
- The contractual cash flow characteristics of the financial asset

###### *Financial assets measured at amortised cost*

A debt instrument is measured at amortised cost if it is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. The Sub-Funds include in this short-term non-financing receivables including amounts due from brokers, amounts due from the Manager, interest receivables, time deposits with maturity of more than three months and cash and cash equivalents.

###### *Financial assets measured at FVPL*

A financial asset is measured at FVPL if:

- (a) Its contractual terms do not give rise to cash flows on specified dates that are solely payments of principal and interest on the principal amount outstanding; or
- (b) It is not held within a business model whose objective is either to collect contractual cash flows, or to both collect contractual cash flows and sell; or
- (c) At initial recognition, it is irrevocably designated as measured at FVPL when doing so eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases.

The Sub-Funds include in this category:

- Instruments held for trading. This category includes derivative contracts in an asset position.

###### **Financial liabilities**

###### *Financial liabilities measured at FVPL*

A financial liability is measured at FVPL if it meets the definition of held for trading.

The Sub-Funds include in this category derivative contracts in a liability position classified as held for trading.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

##### (b) Financial instruments (continued)

###### (i) **Classification** (continued)

###### *Financial liabilities measured at amortised cost*

This category includes all financial liabilities other than those measured at FVPL. The Sub-Funds include in this category amounts due to a broker, management fee payable, trustee fee payable, formation fee payable, administration fee payable, registrar fee payable and other payables and accruals.

###### (ii) **Recognition**

The Sub-Funds recognise a financial asset or a financial liability when, and only when, they become a party to the contractual provisions of the instrument. Purchases and sales of financial assets and financial liabilities at FVPL are accounted for on the trade date basis.

###### (iii) **Initial measurement**

Financial assets and financial liabilities at FVPL are recorded in the statement of net assets at fair value. All transaction costs for such instruments are recognised directly in profit or loss.

Financial assets and financial liabilities (other than those classified as at FVPL) are measured initially at their fair value plus any directly attributable incremental costs of acquisition or issue.

###### (iv) **Subsequent measurement**

After initial measurement, the Sub-Funds measure financial instruments which are classified as at FVPL at fair value. Subsequent changes in the fair value of those financial instruments are recorded in “net change in unrealised gain/(loss) on financial assets and financial liabilities at FVPL”. Interest earned on such instruments is recorded separately in “interest income”.

Debt instruments, other than those classified as at FVPL, are measured at amortised cost using the effective interest method less any allowance for impairment. Gains and losses are recognised in profit or loss when the debt instruments are derecognised or impaired, as well as through the amortisation process.

Financial liabilities, other than those classified as at FVPL, are measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the liabilities are derecognised, as well as through the amortisation process.

The effective interest method is a method of calculating the amortised cost of a financial asset or a financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial asset or financial liability to the gross carrying amount of the financial asset or to the amortised cost of the financial liability. When calculating the effective interest rate, the Sub-Funds estimate cash flows considering all contractual terms of the financial instruments, but does not consider expected credit losses. The calculation includes all fees paid or received between parties to the contract that are an integral part of the effective interest rate, transaction costs and all other premiums or discounts.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

##### (b) Financial instruments (continued)

###### (v) *Derecognition*

A financial asset is derecognised when the rights to receive cash flows from the financial asset have expired, or where the Sub-Funds have transferred their rights to receive cash flows from the financial asset, or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement and either the Sub-Funds have transferred substantially all the risks and rewards of the asset or the Sub-Funds have neither transferred nor retained substantially all the risks and rewards of the financial asset, but has transferred control of the asset.

When the Sub-Funds have transferred its rights to receive cash flows from an asset (or has entered into a pass-through arrangement), and has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the asset is recognised to the extent of the Sub-Funds' continuing involvement in the asset. In that case, the Sub-Funds also recognise an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Sub-Funds have retained. The Sub-Funds derecognise a financial liability when the obligation under the liability is discharged or cancelled, or expired.

##### (c) Fair value measurement

The Sub-Funds measure their investments in financial instruments at fair value at the end of each reporting date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- in the principal market for the asset or liability; or
- in the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Sub-Funds.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in its economic best interest.

The fair value for financial instruments that are listed or traded on an exchange is based on quoted last traded market prices, that are within the bid-ask spread.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Sub-Funds determine whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

##### (d) Derivative financial instruments

Derivative financial instruments are recorded on a mark-to-market basis. Fair values are determined by using quoted market prices that are within the bid-ask spread for futures contracts or calculated by reference to changes in specified prices of an underlying asset or otherwise determined notional amount for swap contracts. All derivatives are carried as assets when amounts are receivable by the Sub-Funds and as liabilities when amounts are payable by the Sub-Funds.

Unrealised gains and losses arising from changes in fair value, and realised gains and losses are recognised in profit or loss.

##### (e) Income

Interest income is recognised in profit or loss on a time-proportionate basis using the effective interest method.

##### (f) Expenses

Expenses are recognised on an accrual basis.

##### (g) Cash and cash equivalents

Cash and cash equivalents in the statement of net assets comprise short term deposits in banks and short term highly liquid investments with maturity less than three months, which are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts when applicable.

##### (h) Translation of foreign currencies

###### Functional and presentation currencies

Items included in the financial statements are measured using the currency of the primary economic environment in which the Sub-Funds operate (the “functional currency”). The performance of the Sub-Funds is measured and reported to the unitholders, and in US\$ for S&P 500 Daily (-1x) Inverse Product and in HK\$ for Hang Seng Index Daily (-1x) Inverse Product, Hang Seng Index Daily (2x) Leveraged Product, Hang Seng China Enterprises Index Daily (-1x) Inverse Product and Hang Seng China Enterprises Index Daily (2x) Leveraged Product. The Management considers the US\$ and HK\$ as the currencies that most faithfully represent the economic effects of the underlying transactions, events and conditions. The financial statements of the Sub-Funds are presented in US\$ for S&P 500 Daily (-1x) Inverse Product, and in HK\$ for Hang Seng Index Daily (-1x) Inverse Product, Hang Seng Index Daily (2x) Leveraged Product, Hang Seng China Enterprises Index Daily (-1x) Inverse Product and Hang Seng China Enterprises Index Daily (2x) Leveraged Product, which are the Sub-Funds’ functional and presentation currencies.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

##### (h) Translation of foreign currencies (continued)

###### Foreign currency translation

Transactions during the year, including purchases and sales of securities, income and expenses, are translated at the rate of exchange prevailing on the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency rates of exchange ruling at the end of the reporting period. Differences arising on settlement or transaction of monetary items are recognised in the statement of profit or loss and other comprehensive income.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined.

Foreign currency transaction gains and losses on financial instruments classified as at FVPL are included in the statement of profit or loss and other comprehensive income.

##### (i) Redeemable units

Redeemable units are classified as an equity instrument when:

- (a) The redeemable units entitle the holder to a pro-rata share of the Sub-Funds' net assets in the event of the Sub-Funds' liquidation;
- (b) The redeemable units are in the class of instruments that is subordinate to all other classes of instruments;
- (c) All redeemable units in the class of instruments that is subordinate to all other classes of instruments have identical features;
- (d) The redeemable units do not include any contractual obligation to deliver cash or another financial asset other than the holder's rights to a pro-rata share of the Sub-Funds' net assets; or
- (e) The total expected cash flows attributable to the redeemable units over the life of the instrument are based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Sub-Funds over the life of the instrument.

In addition to the redeemable units having all the above features, the Sub-Funds must have no other financial instrument or contract that has:

- (a) Total cash flows based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Sub-Funds; and
- (b) The effect of substantially restricting or fixing the residual return to the redeemable unitholders.

The Sub-Funds' redeemable units meet the definition of puttable instruments classified as equity instruments under the revised IAS 32 and are classified as equity.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

##### (i) Redeemable units (continued)

The Sub-Funds continuously assess the classification of the redeemable units. If the redeemable units cease to have all the features or meet all the conditions set out to be classified as equity, the Sub-Funds will reclassify them as financial liabilities and measure them at fair value at the date of reclassification, with any differences from the previous carrying amount recognised in equity. If the redeemable units subsequently have all the features and meet the conditions to be classified as equity, the Sub-Funds will reclassify them as equity instruments and measure them at the carrying amount of the liabilities at the date of the reclassification.

The issuance, acquisition and cancellation of redeemable units are accounted for as equity transactions. Upon issuance of redeemable units, the consideration received is included in equity.

Transaction costs incurred by the Sub-Funds in issuing its own equity instruments are accounted for as a deduction from equity to the extent that they are incremental costs directly attributable to the equity transaction that otherwise would have been avoided.

The Sub-Funds' own equity instruments which are reacquired are deducted from equity and accounted for at amounts equal to the consideration paid, including any directly attributable incremental costs.

No gain or loss is recognised in profit or loss on the purchase, sale, issuance or cancellation of the Sub-Funds' own equity instruments.

Redeemable units can be redeemed in cash equal to a proportionate share of the Sub-Funds' net asset value. The Sub-Funds' net asset value per unit is calculated by dividing the net assets attributable to unitholders with the total number of outstanding units of the Sub-Funds.

##### (j) Segmental reporting

Operating segments are reported in a manner consistent with the internal reporting used by the chief operating decision-maker. The Manager, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the chief operating decision-maker that makes strategic decisions.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

##### (k) Amounts due from and due to brokers

Amounts due from brokers include margin accounts and receivables for securities sold (in a regular way transaction) that have been contracted for, but not yet delivered, on the reporting date. Refer to note 2(b) for the accounting policy for financial assets measured at amortised cost for recognition and measurement.

Margin accounts represent cash deposits held with brokers as collateral against open futures contracts.

Amounts due to brokers are payables for securities purchased (in a regular way transaction) that have been contracted for, but not yet delivered, on the reporting date. Refer to note 2(b) for the accounting policy for financial liabilities measured at amortised cost for recognition and measurement.

##### (l) Impairment of financial assets

Impairment allowances are recognised under the general approach where expected credit losses are recognised in two stages. For credit exposures where there has not been a significant increase in credit risk since initial recognition, the Sub-Funds are required to provide for credit losses that result from possible default events within the next 12 months. For those credit exposures where there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure irrespective of the timing of the default.

The Sub-Funds consider a default has occurred when a financial asset is more than 90 days past due unless the Sub-Funds have reasonable and supportable information to demonstrate that a more appropriate default criterion should be applied.

##### (m) Net change in unrealised gains or losses on financial assets and financial liabilities at FVPL

This item includes changes in the fair value of financial assets and financial liabilities as at FVPL and excludes interest income and expenses.

Unrealised gains and losses comprise changes in the fair value of financial instruments for the period and from reversal of prior period unrealised gains and losses for financial instruments which were realised in the reporting period.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

(n) Net realised gains or losses on financial assets and financial liabilities at FVPL

Net realised gains or losses on disposal of financial instruments classified as at FVPL are calculated using the weighted average method. They represent the difference between an instrument's average cost and disposal amount.

(o) Offsetting financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the statement of net assets if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

(p) Taxes

In some jurisdictions, investment income and capital gains are subject to withholding tax deducted from the source of the income. The Sub-Funds present the withholding tax separately from the gross investment income in profit or loss. For the purpose of the statement of cash flows, cash inflows from investments are presented net of withholding taxes, when applicable.

(q) Distributions to unitholders

Distributions are at the discretion of the Manager. A distribution to the Sub-Fund's unitholders is accounted for as a deduction from net assets attributable to unitholders. A proposed distribution is recognised as a liability in the period in which it is approved by the Manager. The Manager does not intend to pay or make any distribution or dividends to the Sub-Funds' unitholders.

(r) Formation fee

Formation fee is recognised as an expense in the period in which it is incurred.

(s) Transactions costs

Transaction costs are costs incurred to acquire financial assets or financial liabilities at FVPL. They include fees and commissions paid to agents, brokers and dealers. Transaction costs, when incurred, are immediately recognised in profit or loss as an expense.

(t) Related parties

A party is considered to be related to the Sub-Funds if:

- (a) the party is a person or a close member of that person's family and that person
  - (i) has control or joint control over the Sub-Funds;
  - (ii) has significant influence over the Sub-Funds; or
  - (iii) is a member of the key management personnel of the Sub-Funds or of a parent of the Sub-Funds;

or



## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

##### (t) Related parties (continued)

- (b) the party is an entity where any of the following conditions applies:
- (i) the entity and the Sub-Funds are members of the same group;
  - (ii) one entity is an associate or joint venture of the other entity (or of a parent, subsidiary or fellow subsidiary of the other entity);
  - (iii) the entity and the group are joint ventures of the same third party;
  - (iv) one entity is a joint venture of a third entity and the other entity is an associate of the third entity;
  - (v) the entity is a post-employment benefit plan for the benefit of employees of either the Sub-Funds or an entity related to the Sub-Funds;
  - (vi) the entity is controlled or jointly controlled by a person identified in (a);
  - (vii) a person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity); and
  - (viii) the entity, or any member of a group of which it is a part, provides key management personnel services to the Sub-Funds or to the parent of the Sub-Funds.

#### 3. NET ASSETS ATTRIBUTABLE TO UNITHOLDERS AND MOVEMENT OF UNITS

##### Net assets attributable to unitholders

The creation and redemption of units of the Sub-Funds can only be facilitated by or through participating dealers. Investors other than the participating dealers make a request to create or redeem units through a participating dealer, and if the investor is a retail investor, such request must be made through a stockbroker which has opened an account with a participating dealer. Units are created or redeemed in multiples of 250,000 units for S&P 500 Daily (-1x) Inverse Product, and 100,000 units for Hang Seng Index Daily (-1x) Inverse Product, Hang Seng Index Daily (2x) Leveraged Product, Hang Seng China Enterprises Index Daily (-1x) Inverse Product and Hang Seng China Enterprises Index Daily (2x) Leveraged Product.

The Trustee shall receive subscription proceeds from the participating dealers for the creation of units and pay redemption proceeds for the redemption of units to the relevant participating dealer in such form and manner as prescribed by the Trust Deed. Subscriptions and redemptions of units during the year/period are shown on the statement of changes in net assets attributable to unitholders.

As stated in note 2(i), units of the Sub-Funds, which are represented by assets less liabilities, are classified as equity and accounted for in accordance with IFRSs (the "Accounting NAV"). For the purpose of determining the NAV per unit for subscriptions and redemptions and for various fee calculations (the "Dealing NAV"), the Trustee calculates the Dealing NAV in accordance with the provisions of the Trust Deed, which may be different from the accounting policies under IFRSs.

##### Reconciliation between accounting NAV and dealing NAV

##### *Adjustment for formation fee*

The formation fee for establishing S&P 500 Daily (-1x) Inverse Product was US\$115,252. The formation fee for establishing each of Hang Seng Index Daily (-1x) Inverse Product, Hang Seng Index Daily (2x) Leveraged Product, Hang Seng China Enterprises Index Daily (-1x) Inverse Product and Hang Seng China Enterprises Index Daily (2x) Leveraged Product was HK\$392,989. Per the prospectus of the Sub-Funds, the formation fee is amortised over the first five financial periods of the Sub-Funds. However, with respect to the Sub-Funds for the purpose of financial statements preparation in compliance with IFRSs, their accounting policies are to expense the formation fee in profit or loss as incurred.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 3. NET ASSETS ATTRIBUTABLE TO UNITHOLDERS AND MOVEMENT OF UNITS (CONTINUED)

Net assets attributable to unitholders (continued)

*Adjustment for formation fee (continued)*

For S&P 500 Daily (-1x) Inverse Product, the unamortised amount was nil (31 March 2021: Nil) and there are no remaining amortisation period as at 30 September 2021. For Hang Seng Index Daily (-1x) Inverse Product, the unamortised amount was HK\$19,508 (31 March 2021: HK\$41,413) and the remaining amortisation period was 5 months as at 30 September 2021 (31 March 2021: 11 months). For Hang Seng Index Daily (2x) Leveraged Product, there are no unamortised amount (31 March 2021: Nil) and remaining period as at 30 September 2021. For Hang Seng China Enterprises Index Daily (-1x) Inverse Product, the unamortised amount was HK\$6,541 (31 March 2021: HK\$13,880) and the remaining amortisation period was 5 months as at 30 September 2021 (31 March 2021: 11 months). For Hang Seng China Enterprises Index Daily (2x) Leveraged Product, the unamortised amount was HK\$11,275 (31 March 2021: HK\$23,934) and the remaining amortisation period was 5 months as at 30 September 2021 (31 March 2021: 11 months).

The difference between the Accounting NAV reported in the statement of net assets and the Dealing NAV as at 30 September 2021 and 31 March 2021 is reconciled below:

<u>As at 30 September 2021</u>	<u>S&amp;P 500 Daily (-1x) Inverse Product US\$</u>	<u>Hang Seng Index Daily (-1x) Inverse Product HK\$</u>	<u>Hang Seng Index Daily (2x) Leveraged Product HK\$</u>	<u>Hang Seng China Enterprises Index Daily (-1x) Inverse Product HK\$</u>	<u>Hang Seng China Enterprises Index Daily (2x) Leveraged Product HK\$</u>
Accounting NAV as reported in the statement of net assets	5,379,054	33,830,266	59,617,406	27,276,688	14,249,595
Adjustment for formation fee	-	19,508	-	6,541	11,275
Dealing NAV	<u>5,379,054</u>	<u>33,849,774</u>	<u>59,617,406</u>	<u>27,283,229</u>	<u>14,260,870</u>

<u>As at 31 March 2021</u>	<u>S&amp;P 500 Daily (-1x) Inverse Product US\$</u>	<u>Hang Seng Index Daily (- 1x) Inverse Product HK\$</u>	<u>Hang Seng Index Daily (2x) Leveraged Product HK\$</u>	<u>Hang Seng China Enterprises Index Daily (- 1x) Inverse Product HK\$</u>	<u>Hang Seng China Enterprises Index Daily (2x) Leveraged Product HK\$</u>
Accounting NAV as reported in the statement of net assets	5,976,776	28,702,906	69,362,626	23,241,541	19,140,302
Adjustment for formation fee	-	41,413	-	13,880	23,934
Dealing NAV	<u>5,976,776</u>	<u>28,744,319</u>	<u>69,362,626</u>	<u>23,255,421</u>	<u>19,164,236</u>

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 3. NET ASSETS ATTRIBUTABLE TO UNITHOLDERS AND MOVEMENT OF UNITS (CONTINUED)

The table below summarises the outstanding units for the period/year ended 30 September 2021 and 31 March 2021, and the Accounting NAV per unit and the Dealing NAV per unit for each of the Sub-Funds as at 30 September 2021 and 31 March 2021.

<u>As at 30 September 2021</u>	Number of unis	Net assets attributable to unitholders	
		Accounting NAV	Dealing NAV
	Units in issue at end of period	Per unit at period end	Per unit at period end
S&P 500 Daily (-1x) Inverse Product	6,500,000	US\$0.8275	US\$0.8275
Hang Seng Index Daily (-1x) Inverse Product	6,600,000	HK\$5.1258	HK\$5.1288
Hang Seng Index Daily (2x) Leveraged Product	7,600,000	HK\$7.8444	HK\$7.8444
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	4,600,000	HK\$5.9297	HK\$5.9311
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	2,800,000	HK\$5.0891	HK\$5.0932

  

<u>As at 31 March 2021</u>	Number of unis	Net assets attributable to unitholders	
		Accounting NAV	Dealing NAV
	Units in issue at end of year	Per unit at year end	Per unit at year end
S&P 500 Daily (-1x) Inverse Product	6,500,000	US\$0.9195	US\$0.9195
Hang Seng Index Daily (-1x) Inverse Product	6,100,000	HK\$4.7054	HK\$4.7122
Hang Seng Index Daily (2x) Leveraged Product	6,700,000	HK\$10.3526	HK\$10.3526
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	4,600,000	HK\$5.0525	HK\$5.0555
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	2,400,000	HK\$7.9751	HK\$7.9851

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 4. NET GAIN/(LOSS) ON FINANCIAL ASSETS AND FINANCIAL LIABILITIES AT FVPL

The following is a breakdown of net gain/(loss) on financial assets and financial liabilities at FVPL for the period ended 30 September 2021 and 30 September 2020:

	<u>Global X S&amp;P 500 Daily (-1x) Inverse Product</u>		<u>Global X Hang Seng Index Daily (-1x) Inverse Product</u>		<u>Global X Hang Seng Index Daily (2x) Leveraged Product</u>	
	For the six months ended 30 September 2021 (unaudited) US\$	For the six months ended 30 September 2020 (unaudited) US\$	For the six months ended 30 September 2021 (unaudited) HK\$	For the six months ended 30 September 2020 (unaudited) HK\$	For the six months ended 30 September 2021 (unaudited) HK\$	For the six months ended 30 September 2020 (unaudited) HK\$
Net realised gain/(loss) on sale of financial assets and financial liabilities at fair value through profit or loss	(552,811)	(2,059,829)	3,272,596	(1,070,405)	(19,754,194)	11,771
Net change in unrealised gain/(loss) on financial assets and financial liabilities at fair value through profit or loss	-	18,575	(460,346)	710,855	1,543,194	(790,621)
	<u>(552,811)</u>	<u>(2,041,254)</u>	<u>2,812,250</u>	<u>(359,550)</u>	<u>(18,211,000)</u>	<u>(778,850)</u>
	<u>Global X Hang Seng China Enterprises Index Daily (-1x) Inverse Product</u>		<u>Global X Hang Seng China Enterprises Index Daily (2x) Leveraged Product</u>			
	For the six months ended 30 September 2021 (unaudited) HK\$	For the six months ended 30 September 2020 (unaudited) HK\$	For the six months ended 30 September 2021 (unaudited) HK\$	For the six months ended 30 September 2020 (unaudited) HK\$		
Net realised gain/(loss) on sale of financial assets and financial liabilities at fair value through profit or loss	4,855,153	(1,177,197)	(8,520,914)	(314,919)		
Net change in unrealised gain/(loss) on financial assets and financial liabilities at fair value through profit or loss	(457,303)	398,347	470,064	(591,831)		
	<u>4,397,850</u>	<u>(778,850)</u>	<u>(8,050,850)</u>	<u>(906,750)</u>		

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 5. TRANSACTIONS WITH THE TRUSTEE/MANAGER AND ITS CONNECTED PERSONS

Related parties are those as defined in note 2(r). Related parties of the Sub-Funds also include the Manager of the Sub-Funds and its connected persons. Connected persons of the Manager are those as defined in the UT Code. All transactions entered into during the period between the Sub-Funds and their related parties, including the Manager and its connected persons were carried out in the normal course of business and on normal commercial terms. To the best of the Manager's knowledge, the Sub-Funds do not have any other transactions with their related parties, including the Manager and its connected persons except for those disclosed below:

##### (a) Management fee

The Manager is entitled to receive a management fee of up to 2% per year of the net asset value of each Sub-Fund, accrued daily and calculated as at each dealing day and payable monthly in arrears with no fixed terms. For each Sub-Fund, the respective annual rates of the management fee are as follows:

	<u>Maximum rate of the net assets in %</u>	<u>Annual rate of the net assets in % 2021</u>	<u>Annual rate of the net assets in % 2020</u>
S&P 500 Daily (-1x) Inverse Product	2%	0.85%	0.85%
Hang Seng Index Daily (-1x) Inverse Product	2%	0.65%	0.65%
Hang Seng Index Daily (2x) Leveraged Product	2%	0.65%	0.65%
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	2%	0.65%	0.65%
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	2%	0.65%	0.65%

The management fee incurred during for the period ended 30 September 2021 and 30 September 2020 are as follows:

	For the six months ended 30 September 2021 (unaudited) US\$	For the six months ended 30 September 2020 (unaudited) US\$
S&P 500 Daily (-1x) Inverse Product	23,243	30,545
	HK\$	HK\$
Hang Seng Index Daily (-1x) Inverse Product	87,685	104,539
Hang Seng Index Daily (2x) Leveraged Product	234,044	168,308
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	80,468	89,189
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	30,386	88,720

The management fee payable for the period ended 30 September 2021 and 31 March 2021 are as follows:

	For the six months ended 30 September 2021 (unaudited) US\$	31 March 2021 US\$
S&P 500 Daily (-1x) Inverse Product	23,243	5,715
	HK\$	HK\$
Hang Seng Index Daily (-1x) Inverse Product	92,685	15,914
Hang Seng Index Daily (2x) Leveraged Product	234,044	42,061
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	80,468	13,466
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	53,386	11,737

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 5. TRANSACTIONS WITH THE TRUSTEE/MANAGER AND ITS CONNECTED PERSONS (CONTINUED)

##### (b) Trustee fee, registrar fee, safekeeping fee and transaction fee

The Trustee receives out of the assets of each Sub-Fund a monthly trustee's fee, payable in arrears, accrued daily and calculated as at each dealing day of up to the greater of 1.00% per year of the net asset of the Sub-Fund or the applicable monthly minimum. For each sub-fund, trustee is entitled to trustee fee as below:

	<u>Annual rate of the net asset value in %</u>	
	2021	2020
S&P 500 Daily (-1x) Inverse Product <sup>1</sup>	0.12%	0.12%
Hang Seng Index Daily (-1x) Inverse Product <sup>2</sup>	0.12%	0.12%
Hang Seng Index Daily (2x) Leveraged Product <sup>2</sup>	0.12%	0.12%
Hang Seng China Enterprises Index Daily (-1x) Inverse Product <sup>2</sup>	0.12%	0.12%
Hang Seng China Enterprises Index Daily (2x) Leveraged Product <sup>2</sup>	0.12%	0.12%

For S&P 500 Daily (-1x) Inverse Product, the trustee fee is borne by both the Sub-Fund and the Manager during the period ended 30 September 2021 and 30 September 2020 are as follows:

	<u>S&amp;P 500 Daily (-1x) Inverse Product</u>		
	Portion borne by the Sub-Fund	Portion borne by the Manager	Total
	US\$	US\$	US\$
For the six months ended 30 September 2021 (unaudited)	3,281	5,719	9,000
For the six months ended 30 September 2020 (unaudited)	4,312	-	4,312

For Hang Seng Index Daily (-1x) Inverse Product, Hang Seng Index Daily (2x) Leveraged Product, Hang Seng China Enterprises Index Daily (-1x) Inverse Product, Hang Seng China Enterprises Index Daily (2x) Leveraged Product, the trustee fees were borne by the Sub-Fund and incurred during the period ended 30 September 2021 and 30 September 2020 are as follows:

	For the six months ended 30 September 2021 (unaudited)	For the six months ended 30 September 2020 (unaudited)
	HK\$	HK\$
Hang Seng Index Daily (-1x) Inverse Product	69,189	69,000
Hang Seng Index Daily (2x) Leveraged Product	69,189	69,000
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	69,189	69,000
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	69,189	69,000

<sup>1</sup>The current standard annual rate for S&P 500 Daily (-1x) Inverse Product is 0.12% per year of the net asset value of the Sub-Fund, subject to a monthly minimum of US\$1,500 applied retrospectively from 6 October 2018 and there is no expiry date for the same.

<sup>2</sup>The current standard annual rate for each of these Sub-Funds is 0.12% per year of the net asset value of the Sub-Fund, subject to a monthly minimum of HK\$11,500 effective from 11 March 2019.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 5. TRANSACTIONS WITH THE TRUSTEE/MANAGER AND ITS CONNECTED PERSONS (CONTINUED)

##### (b) Trustee fee, registrar fee, safekeeping fee and transaction fee (continued)

The trustee fees payable for the period ended 30 September 2021 and 31 March 2021 are as follows:

	For the six months ended 30 September 2021 (unaudited)	31 March 2021
	US\$	US\$
S&P 500 Daily (-1x) Inverse Product	1,500	1,500
	HK\$	HK\$
Hang Seng Index Daily (-1x) Inverse Product	11,342	12,477
Hang Seng Index Daily (2x) Leveraged Product	11,342	12,476
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	11,342	12,477
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	10,964	12,476

In respect of the Sub-Funds (except for S&P 500 Daily (-1x) Inverse Product), the Trustee acting as the Registrar, is also entitled to receive a registrar fee of HK\$160 (US\$20 with respect to S&P 500 Daily (-1x) Inverse Product) per participating dealer per transaction for updating the register record. The registrar fee incurred by the Sub-Funds has been borne by the Manager during the period ended 30 September 2021 and 2020.

The Registrar is also entitled to receive from the participating dealer a transaction fee of HK\$2,500 (US\$500 with respect to S&P 500 Daily (-1x) Inverse Product) (2020: HK\$2,500 (US\$500 with respect to S&P)) per participating dealer per transaction for handling any cash creation and redemption of units of the Sub-Funds. The transaction fee would be paid by the participating dealer to the Sub-Funds and the Sub-Funds would pay the transaction fee to the Trustee on behalf of the participating dealer. For the Sub-Fund Hang Seng Index Daily (-1x) Inverse Product, the registrar fees payable as at 30 September 2021 and 31 March 2021, are as follows:

	30 September 2021	31 March 2021
	HK\$	HK\$
Hang Seng Index Daily (-1x) Inverse Product	-	2,660

S&P 500 Daily (-1x) Inverse Product has invested in money market funds during the year. The Trustee is entitled to charge a safekeeping fee of 0.03% per annum of the assets under custody on the last business day of the month. During the period ended 30 September 2021, the safekeeping fee amounted to US\$335 (31 March 2021: US\$1,194), which has been fully borne by the Manager.

In addition, the Trustee is also entitled to charge transaction fees of US\$20 per transaction of purchases and sales of money market funds. The transaction fees are imposed on receipt or delivery versus payment, or a receipt or delivery free of payment. A cancellation or an amendment also constitutes a transaction. During the period ended 30 September 2021, transaction fees amount to US\$280 (31 March 2021: US\$140) were charged by the Trustee for S&P 500 Daily (-1x) Inverse Product, which have been fully borne by the Manager.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 5. TRANSACTIONS WITH THE TRUSTEE/MANAGER AND ITS CONNECTED PERSONS (CONTINUED)

##### (c) Other expenses

##### (i) *Formation fee*

As at 30 September 2021, the formation fee for S&P 500 Daily (-1x) Inverse Product was nil (31 March 2021: US\$115,252) is payable to the Manager.

##### (ii) *Administration fee*

The Manager is responsible for the payment of several fees, such as audit fee, conversion agent fee and index licensing fee, for the administration of the Sub-Funds. The Manager is entitled to receive a recharge of the administration fee and other expenses, calculated at an annual rate on the net assets of the Sub-Funds at each dealing day and payable monthly in arrears, as illustrated by the table below.

	<u>Annual rate of the net assets in %</u>	
	30 September 2021	30 September 2020
S&P 500 Daily (-1x) Inverse Product	0.19%	0.19%
Hang Seng Index Daily (-1x) Inverse Product	0.17%	0.17%
Hang Seng Index Daily (2x) Leveraged Product	0.17%	0.17%
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	0.17%	0.17%
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	0.17%	0.17%

The auditor's remuneration incurred by the Sub-Funds during the period ended 30 September 2021 and 31 March 2021 are as follows:

	30 September 2021 US\$	30 September 2020 US\$
S&P 500 Daily (-1x) Inverse Product	3,799	1,535
	HK\$	HK\$
Hang Seng Index Daily (-1x) Inverse Product	34,595	33,292
Hang Seng Index Daily (2x) Leveraged Product	34,595	33,292
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	34,595	33,292
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	34,595	33,292



## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 5. TRANSACTIONS WITH THE TRUSTEE/MANAGER AND ITS CONNECTED PERSONS (CONTINUED)

##### (c) Other expenses (continued)

##### (ii) Administration fee (continued)

The tables below list the breakdown of the administration fee incurred by the Sub-Funds.

##### Global X S&P 500 Daily (-1x) Inverse Product

	For the six months ended 30 September 2021 (unaudited)		
	Portion borne by the Sub-Fund	Portion borne by the Manager	Total
	US\$	US\$	US\$
Index licensing fee	2,187	10,347	12,534
Other administration fee	13,429	2,277	15,706
	<u>15,616</u>	<u>12,624</u>	<u>28,240</u>

##### Global X S&P 500 Daily (-1x) Inverse Product

	For the six months ended 30 September 2020 (unaudited)		
	Portion borne by the Sub-Fund	Portion borne by the Manager	Total
	US\$	US\$	US\$
Index licensing fee	4,283	5,744	10,027
Other administration fee	4,474	8,049	12,523
	<u>8,757</u>	<u>13,793</u>	<u>22,550</u>

##### Global X Hang Seng Index Daily (-1x) Inverse Product

	For the six months ended 30 September 2021 (unaudited)		
	Portion borne by the Sub-Fund	Portion borne by the Manager	Total
	HK\$	HK\$	HK\$
Index licensing fee	100,275	100,273	200,548
Other administration fee	10,529	-	10,529
	<u>110,804</u>	<u>100,273</u>	<u>211,077</u>

##### Global X Hang Seng Index Daily (-1x) Inverse Product

	For the six months ended 30 September 2020 (unaudited)		
	Portion borne by the Sub-Fund	Portion borne by the Manager	Total
	HK\$	HK\$	HK\$
Index licensing fee	150,411	50,136	200,547
Other administration fee	10,530	70,590	81,120
	<u>160,941</u>	<u>120,726</u>	<u>281,667</u>

##### Global X Hang Seng Index Daily (2x) Leveraged Product

	For the six months ended 30 September 2021 (unaudited)		
	Portion borne by the Sub-Fund	Portion borne by the Manager	Total
	HK\$	HK\$	HK\$
Index licensing fee	200,548	-	200,548
Other administration fee	10,529	-	10,529
	<u>211,077</u>	<u>-</u>	<u>211,077</u>

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 5. TRANSACTIONS WITH THE TRUSTEE/MANAGER AND ITS CONNECTED PERSONS (CONTINUED)

##### (c) Other expenses (continued)

##### (ii) Administration fee (continued)

Global X Hang Seng Index  
Daily (2x) Leveraged  
Product

	For the six months ended 30 September 2020 (unaudited)		
	Portion borne by the Sub-Fund	Portion borne by the Manager	Total
	HK\$	HK\$	HK\$
Index licensing fee	150,411	50,136	200,547
Other administration fee	10,530	70,590	81,120
	<u>160,941</u>	<u>120,726</u>	<u>281,667</u>

Global X Hang Seng China  
Enterprises Index Daily (-  
1x) Inverse Product

	For the six months ended 30 September 2021 (unaudited)		
	Portion borne by the Sub-Fund	Portion borne by the Manager	Total
	HK\$	HK\$	HK\$
Index licensing fee	50,136	150,411	200,547
Other administration fee	10,530	-	10,530
	<u>60,666</u>	<u>150,411</u>	<u>211,077</u>

Global X Hang Seng China  
Enterprises Index Daily (-  
1x) Inverse Product

	For the six months ended 30 September 2020 (unaudited)		
	Portion borne by the Sub-Fund	Portion borne by the Manager	Total
	HK\$	HK\$	HK\$
Index licensing fee	150,411	50,136	200,547
Other administration fee	10,530	70,590	81,120
	<u>160,941</u>	<u>120,726</u>	<u>281,667</u>

Global X Hang Seng China  
Enterprises Index Daily (2x)  
Leveraged Product

	For the six months ended 30 September 2021 (unaudited)		
	Portion borne by the Sub-Fund	Portion borne by the Manager	Total
	HK\$	HK\$	HK\$
Index licensing fee	-	200,548	200,548
Other administration fee	10,529	-	10,529
	<u>10,529</u>	<u>200,548</u>	<u>211,077</u>

Global X Hang Seng China  
Enterprises Index Daily (2x)  
Leveraged Product

	For the six months ended 30 September 2020 (unaudited)		
	Portion borne by the Sub-Fund	Portion borne by the Manager	Total
	HK\$	HK\$	HK\$
Index licensing fee	150,411	50,136	200,547
Other administration fee	10,530	64,670	75,200
	<u>160,941</u>	<u>114,806</u>	<u>275,747</u>

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 5. TRANSACTIONS WITH THE TRUSTEE/MANAGER AND ITS CONNECTED PERSONS (CONTINUED)

##### (c) Other expenses (continued)

##### (ii) *Administration fee (continued)*

The administration fees payable as at 30 September 2021 and 31 March 2021 are as follows:

	For the six months ended 30 September 2021 (unaudited) US\$	31 March 2021 US\$
S&P 500 Daily (-1x) Inverse Product	115,404	101,990
	HK\$	HK\$
Hang Seng Index Daily (-1x) Inverse Product	241,881	1,068,699
Hang Seng Index Daily (2x) Leveraged Product	373,684	1,100,230
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	191,742	1,068,700
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	141,606	1,068,700

##### (d) Cash and cash equivalents held by the Trustee's related company

As at 30 September 2021, the interest-bearing bank balances were held with the Hongkong and Shanghai Banking Corporation Limited, a related company of the Trustee. As at 31 March 2021, short term highly liquid investments with maturity less than three months and part of the interest-bearing bank balances were held with the Hongkong and Shanghai Banking Corporation Limited, a related company of the Trustee.

##### (e) Holdings of units

##### S&P 500 Daily (-1x) Inverse Product

As at 30 September 2021, The Hongkong and Shanghai Banking Corporation Limited, a related company of the Trustee, acting as a market intermediary, held 1,035,700 units (31 March 2021: 951,900 units) of this Sub-Fund. There are no profits from transactions in units/shares being entitled for the Trustee, Manager and their connected persons for the period/years ended 30 September 2021 and 31 March 2021 respectively.

##### Hang Seng Index Daily (-1x) Inverse Product

As at 30 September 2021, The Hongkong and Shanghai Banking Corporation Limited, a related company of the Trustee, acting as a market intermediary, held 197,800 units (31 March 2021: 199,300 units) of this Sub-Fund. There are no profits from transactions in units/shares being entitled for the Trustee, Manager and their connected persons for the period/years ended 30 September 2021 and 31 March 2021 respectively.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 5. TRANSACTIONS WITH THE TRUSTEE/MANAGER AND ITS CONNECTED PERSONS (CONTINUED)

##### (e) Holdings of units (continued)

###### Hang Seng Index Daily (2x) Leveraged Product

As at 30 September 2021, The Hongkong and Shanghai Banking Corporation Limited, a related company of the Trustee, acting as a market intermediary, and Mirae Asset Securities (HK) Ltd., a related company of the Manager, acting as a market intermediary, held 157,800 units (31 March 2021: 63,700 units) and 200,000 units (31 March 2021: 200,000 units) of this Sub-Fund respectively. There are no profits from transactions in units/shares being entitled for the Trustee, Manager and their connected persons for the period/year ended 30 September 2021 and 31 March 2021 respectively.

###### Hang Seng China Enterprises Index Daily (-1x) Inverse Product

As at 30 September 2021, The Hongkong and Shanghai Banking Corporation Limited, a related company of the Trustee, acting as a market intermediary, and Mirae Asset Securities (HK) Ltd., a related company of the Manager, acting as a market intermediary, held 25,000 units (31 March 2021: 25,000 units) and 300,000 units (31 March 2021: 300,000 units) of this Sub-Fund respectively. There are no profits from transactions in units/shares being entitled for the Trustee, Manager and their connected persons for the period/year ended 30 September 2021 and 31 March 2021 respectively.

###### Hang Seng China Enterprises Index Daily (2x) Leveraged Product

As at 30 September 2021, The Hongkong and Shanghai Banking Corporation Limited, a related company of the Trustee, acting as a market intermediary, and Mirae Asset Securities (HK) Ltd., a related company of the Manager, acting as a market intermediary, held 24,600 units (31 March 2021: 20,000 units) and 200,000 units (31 March 2021: 200,000 units) of this Sub-Fund respectively. There are no profits from transactions in units/shares being entitled for the Trustee, Manager and their connected persons for the period/year ended 30 September 2021 and 31 March 2021 respectively.

##### (f) Amount due from the Manager

As at 30 September 2021 and 31 March 2021, the amount due from the Manager of the Sub-Funds is as follows:

	<u>30 September 2021</u> <u>(Unaudited)</u> US\$	<u>31 March 2021</u> <u>(Audited)</u> US\$
S&P 500 Daily (-1x) Inverse Product (in US\$)	6,665	1,967
	HK\$	HK\$
Hang Seng Index Daily (-1x) Inverse Product (in HK\$)	60,000	1,240
Hang Seng Index Daily (2x) Leveraged Product (in HK\$)	58,980	2,160
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK\$)	58,040	2,040
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK\$)	81,780	2,000

The amounts are related to certain trustee fee, administration fees and bank charges paid by the Sub-Funds on behalf of the Manager. The balances are unsecured, interest-free and payable on demand.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 6. AMOUNT DUE FROM AND DUE TO BROKERS

As at 30 September 2021 and 31 March 2021, the Sub-Funds have amount due from and amount due to brokers, which represent receivables and payables for securities sold/bought with the brokers that have been contracted for but not yet settled or delivered on the reporting date respectively. Refer to note 12 for margin requirements on cash held at a broker.

	<u>30 September 2021</u> <u>(Unaudited)</u>	<u>31 March 2021</u> <u>(Audited)</u>
	US\$	US\$
<u>S&amp;P 500 Daily (-1x) Inverse Product</u>		
Amount due to a broker		
- Payables for securities sold, but not yet delivered (BNP Paribas Securities Services)	-	22,823
	<hr/>	<hr/>
Amount due from brokers		
- Receivables for securities sold, but not yet settled (BNP Paribas Securities Services)	58,703	-
	<hr/>	<hr/>
	<u>30 September 2021</u> <u>(Unaudited)</u>	<u>31 March 2021</u> <u>(Audited)</u>
	HK\$	HK\$
<u>Hang Seng Index Daily (-1x) Inverse Product</u>		
Amount due from brokers		
- Margin account (BNP Paribas Securities Services)	2,894	2,894
- Margin account (Goldman Sachs International)	6,517,121	4,772,222
	<hr/>	<hr/>
	6,520,015	4,775,116
	<hr/>	<hr/>
	<u>30 September 2021</u> <u>(Unaudited)</u>	<u>31 March 2021</u> <u>(Audited)</u>
<u>Hang Seng Index Daily (2x) Leveraged Product</u>		
Amount due from brokers		
- Margin account (BNP Paribas Securities Services)	17,013	17,013
- Margin account (Goldman Sachs International)	19,234,003	25,253,325
	<hr/>	<hr/>
	19,251,016	25,270,338
	<hr/>	<hr/>
	<u>30 September 2021</u> <u>(Unaudited)</u>	<u>31 March 2021</u> <u>(Audited)</u>
<u>Hang Seng China Enterprises Index Daily (-1x) Inverse Product</u>		
Amount due from a broker		
- Margin account (BNP Paribas Securities Services)	511	512
- Margin account (Goldman Sachs International)	5,398,625	3,995,945
	<hr/>	<hr/>
	5,399,136	3,996,457
	<hr/>	<hr/>
	<u>30 September 2021</u> <u>(Unaudited)</u>	<u>31 March 2021</u> <u>(Audited)</u>
<u>Hang Seng China Enterprises Index Daily (2x) Leveraged Product</u>		
Amount due from brokers		
- Margin account (BNP Paribas Securities Services)	6,585	6,585
- Margin account (Goldman Sachs International)	4,413,133	7,040,873
	<hr/>	<hr/>
	4,419,718	7,047,458
	<hr/>	<hr/>

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 7. CASH AND CASH EQUIVALENT

	Notes	<u>30 September 2021</u> <u>(Unaudited)</u> US\$	<u>31 March 2021</u> <u>(Audited)</u> US\$
<u>S&amp;P 500 Daily (-1x) Inverse Product</u>			
Bank balances	(i)	4,345,554	1,672,639
Short term highly liquid investments with maturity less than three months	(iii)	-	3,442,433
Cash and cash equivalents		<u>4,345,554</u>	<u>5,115,072</u>
HK\$			
<u>Hang Seng Index Daily (-1x) Inverse Product</u>			
Bank balances	(i)	18,625,194	15,542,818
Time deposits with maturity of less than three months	(ii)	2,927,426	7,933,708
Cash and cash equivalents		<u>21,552,620</u>	<u>23,476,526</u>
HK\$			
<u>Hang Seng Index Daily (2x) Leveraged Product</u>			
Bank balances	(i)	19,464,389	25,278,665
Time deposits with maturity of less than three months	(ii)	13,135,566	8,101,168
Cash and cash equivalents		<u>32,599,955</u>	<u>33,379,833</u>
<u>Hang Seng China Enterprises Index Daily (-1x) Inverse Product</u>			
Bank balances	(i)	13,709,340	8,407,898
Time deposits with maturity of less than three months	(ii)	4,287,232	7,311,680
Cash and cash equivalents		<u>17,996,572</u>	<u>15,719,578</u>
<u>Hang Seng China Enterprises Index Daily (2x) Leveraged Product</u>			
Bank balances	(i)	5,036,187	4,871,052
Time deposits with maturity of less than three months	(ii)	3,028,206	5,786,291
Cash and cash equivalents		<u>8,064,393</u>	<u>10,657,343</u>

#### Notes:

- (i) As at 30 September 2021, these interest-bearing bank balances were held with The Hongkong and Shanghai Banking Corporation Limited, a related company of the Trustee, Citibank, N.A. Hong Kong Branch, Standard Chartered Bank (Hong Kong) Limited, Industrial and Commercial Bank of China (Asia) Limited, Bank of China, China Construction Bank (Asia) Corporation Limited and Agricultural Bank of China. As at 31 March 2021, these interest-bearing bank balances were held with the Hongkong and Shanghai Banking Corporation Limited, a related company of the Trustee, Citibank, N.A. Hong Kong Branch, Standard Chartered Bank (Hong Kong) Limited and Industrial and Commercial Bank of China (Asia) Limited.
- (ii) As at 30 September 2021, these time deposits at fixed interest rate ranging from 0.01 to 0.18% p.a. for Hang Seng Index Daily (-1x) Inverse Product, 0.01 to 0.18% p.a. for Hang Seng Index Daily (2x) Leveraged Product, 0.01 to 0.30% p.a. for Hang Seng China Enterprises Index Daily (-1x) Inverse Product and 0.01 to 0.25% p.a. for Hang Seng China Enterprises Index Daily (2x) Leveraged Product were placed with Agricultural Bank of China, Bank of China (Hong Kong) Limited, China Construction Bank (Asia) Corporation Limited and Industrial and Commercial Bank of China (Asia) Limited with a maturity of less than three months or more. As at 31 March 2021, these time deposits at fixed interest rate ranging from 0.01 to 0.21% p.a. for Hang Seng Index Daily (-1x) Inverse Product, 0.02 to 0.21% p.a. for Hang Seng Index Daily (2x) Leveraged Product, 0.02 to 0.21% p.a. for Hang Seng China Enterprises Index Daily (-1x) Inverse Product and 0.02 to 0.21% p.a. for Hang Seng China Enterprises Index Daily (2x) Leveraged Product were placed with Agricultural Bank of China Limited Hong Kong Branch, Bank of China (Hong Kong) Limited, China Construction Bank (Asia) Corporation Limited and Industrial and Commercial Bank of China (Asia) Limited with a maturity of less than three months or more. The carrying amounts of the cash and cash equivalents approximate their fair values. Interest income was earned on these cash and cash equivalents during the period/year ended 30 September 2021 and 31 March 2021.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 7. CASH AND CASH EQUIVALENT (CONTINUED)

Notes: (continued)

(iii) As at 30 September 2021 and 31 March 2021, short term highly liquid investments with maturity less than three months are held through The Hongkong and Shanghai Banking Corporation Limited, a related company of the Trustee, in connection with shares in CSOP US Dollar Money Market ETF and ICBC CICC USD Money Market ETF, which are listed in the Stock Exchange of Hong Kong.

#### 8. TIME DEPOSITS WITH MATURITY OF MORE THAN THREE MONTHS

As at 30 September 2021 and 31 March 2021, the time deposits with maturity of more than three months are as follows:

	<u>30 September</u> 2021 <u>(Unaudited)</u> US\$	<u>31 March 2021</u> <u>(Audited)</u> US\$
S&P 500 Daily (-1x) Inverse Product	1,107,857	1,106,390
	HK\$	HK\$
Hang Seng Index Daily (-1x) Inverse Product	6,617,657	1,607,144
Hang Seng Index Daily (2x) Leveraged Product	6,558,394	11,583,305
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	4,626,588	4,624,606
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	1,472,433	2,522,206

As at 30 September 2021, these time deposits at fixed interest rate ranging from 0.19 to 0.20% p.a. for S&P 500 Daily (-1x) Inverse Product, 0.01 to 0.16% p.a. for Hang Seng Index Daily (-1x) Inverse Product, 0.01% p.a. for Hang Seng Index Daily (2x) Leveraged Product, 0.01 to 0.30% p.a. for Hang Seng China Enterprises Index Daily (-1x) Inverse Product and 0.01% p.a. for Hang Seng China Enterprises Index Daily (2x) Leveraged Product were placed with Agricultural Bank of China Limited Hong Kong Branch, Bank of China (Hong Kong) Limited, China Construction Bank (Asia) Corporation Limited and Industrial and Commercial Bank of China (Asia) Limited with a maturity of more than three months. As at 31 March 2021, these time deposits at fixed interest rate ranging from 0.28 to 0.30% p.a. for S&P 500 Daily (-1x) Inverse Product, 0.01% p.a. for Hang Seng Index Daily (-1x) Inverse Product, 0.03% p.a. for Hang Seng Index Daily (2x) Leveraged Product, 0.03 to 0.35% p.a. for Hang Seng China Enterprises Index Daily (-1x) Inverse Product and 0.01% p.a. for Hang Seng China Enterprises Index Daily (2x) Leveraged Product were placed with Agricultural Bank of China Limited Hong Kong Branch, Bank of China (Hong Kong) Limited, China Construction Bank (Asia) Corporation Limited and Industrial and Commercial Bank of China (Asia) Limited with a maturity of more than three months. The carrying amounts of the time deposit approximate their fair values. Interest income was earned on these time deposit during the period ended 30 September 2021.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 9. SOFT COMMISSION ARRANGEMENTS

The Manager may effect transactions, provided that any such transaction is consistent with standards of “best execution”, by or through the agency of another person for the account of the Sub-Funds with whom the Manager or any of its connected persons have an arrangement under which that party will from time to time provide to or procure for the Manager or any of its connected persons goods, services or other benefits (such as advisory services, computer hardware associated with specialised software or research services and performance measures) the nature of which is such that their provision can reasonably be expected to benefit the Sub-Funds as a whole and may contribute to an improvement in the performance of the Sub-Funds. For the avoidance of doubt, such goods and services may not include travel, accommodation, entertainment, general administrative goods or services, general office equipment or premises, membership fees, employees’ salaries or direct money payments. Since the inception of the Sub-Funds, the Manager has not participated in any soft commission arrangements in respect of any transactions for the accounts of the Sub-Funds.

#### 10. TAXATION

No provision for Hong Kong profits tax has been made for the Sub-Funds as they are authorised as collective investment schemes under section 104 of the Hong Kong Securities and Futures Ordinance and are therefore exempt from Hong Kong Profits Tax under section 26A(1A) of the Hong Kong Inland Revenue Ordinance.

#### 11. DISTRIBUTIONS TO UNITHOLDERS

The Manager may in its absolute discretion distribute income to unitholders annually (usually in March of each financial year) or determine that no distribution shall be made in any financial year. Distributions may not be paid if the cost of the Sub-Funds’ operations is higher than the yield from management of the Sub-Funds’ cash and holdings of investments. The Sub-Funds did not make any distribution for the period ended 30 September 2021 (31 March 2021: nil).

#### 12. INVESTMENT LIMITATION AND PROHIBITIONS UNDER THE UT CODE

According to Chapter 7.11A of the UT Code, the value of the Sub-Funds’ investment in units or shares in each such underlying scheme may not exceed 30% of its total net asset value, unless the underlying scheme is authorised by the Commission, and the name and key investment information of the underlying scheme are disclosed in the offering document of the Sub-Funds. As at 30 September 2021 and 31 March 2021, for S&P 500 Daily (-1x) Inverse Product, the respective value of investment in units or shares in the underlying scheme were as follows:

	<u>30 September 2021</u>		<u>31 March 2021</u>	
Hong Kong	US\$	% of net asset value	US\$	% of net asset value
CSOP US Dollar Money Market ETF	-	-	1,735,287	29.03
ICBC CICC USD Money Market ETF	-	-	1,678,832	28.09

As at 30 September 2021 and 31 March 2021, there were no investment in units or shares in the underlying scheme for remaining Sub-Funds.



## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 13. DERIVATIVE FINANCIAL INSTRUMENTS

(i) *Futures contracts*

Futures contracts are a commitment to make or take future delivery of various commodities, currencies or financial instruments at a specified time and place. These commitments can be discharged by making or taking delivery of an approved grade of commodity, currency and financial instrument by cash settlement or by making an offsetting sale or purchase of an equivalent futures contract on the same (or a linked) exchange prior to the designated date of delivery.

(ii) *Swap agreements*

Swap agreements ("Swaps") represent agreements between two parties to make payments based upon the performance of certain underlying assets. The Sub-Fund is obligated to pay, or entitled to receive as the case may be, the net difference in the value determined at the onset of the Swaps versus the value determined at the termination or reset date of the Swaps. Therefore, amounts required for the future satisfaction of the Swaps may be greater or less than the amounts recorded. The ultimate gain or loss depends upon the prices at which the underlying financial instrument of the Swaps is valued, at the Swap's settlement date.

In managing a Sub-Fund, the Manager adopted a synthetic replication investment strategy, pursuant to which the relevant Sub-Fund will enter into one or more unfunded swaps (which are over-the-counter financial derivative instruments entered into with one or more counterparties (each a "Swap Counterparty")) whereby the relevant Sub-Fund will receive or pay the economic gain or loss in respect of the inverse or leveraged performance of the relevant index (net of swap fees of the respective Sub-Fund).

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 13. DERIVATIVE FINANCIAL INSTRUMENTS (continued)

The following derivative contracts were unsettled as at the period/year ended 30 September 2021 and 31 March 2021.

##### S&P 500 Daily (-1x) Inverse Product

##### As at 30 September 2021 (unaudited)

Type of contract	Position	Expiration	Number of contracts	Nominal amount US\$	Fair value US\$
Swaps	Short	11 October 2021	(5,450,000)	(4,902,182)	-

##### As at 31 March 2021 (audited)

Type of contract	Position	Expiration	Number of units	Nominal amount US\$	Fair value US\$
Swaps	Short	11 October 2021	(7,500,000)	(6,178,860)	-

##### Hang Seng Index Daily (-1x) Inverse Product

##### As at 30 September 2021 (unaudited)

Type of contract	Position	Expiration	Number of contracts	Nominal amount HK\$	Fair value HK\$
Futures	Short	28 October 2021	(27)	(33,107,400)	(517,629)

##### As at 31 March 2021 (audited)

Type of contract	Position	Expiration	Number of contracts	Nominal amount HK\$	Fair value HK\$
Futures	Short	29 April 2021	(20)	(28,316,000)	(57,283)

##### Hang Seng Index Daily (2x) Leveraged Product

##### As at 30 September 2021 (unaudited)

Type of contract	Position	Expiration	Number of contracts	Nominal amount HK\$	Fair value HK\$
Futures	Long	28 October 2021	97	118,941,400	1,825,450

##### As at 31 March 2020 (audited)

Type of contract	Position	Expiration	Number of contracts	Nominal amount HK\$	Fair value HK\$
Futures	Long	29 April 2021	97	137,332,600	282,256

##### Hang Seng China Enterprises Index Daily (-1x) Inverse Product

##### As at 30 September 2021 (unaudited)

Type of contract	Position	Expiration	Number of contracts	Nominal amount HK\$	Fair value HK\$
Futures	Short	28 October 2021	(62)	(27,035,100)	(462,627)

##### As at 31 March 2021 (audited)

Type of contract	Position	Expiration	Number of contracts	Nominal amount HK\$	Fair value HK\$
Futures	Short	29 April 2021	(42)	(22,980,300)	(5,324)

##### Hang Seng China Enterprises Index Daily (2x) Leveraged Product

##### As at 30 September 2021 (unaudited)

Type of contract	Position	Expiration	Number of contracts	Nominal amount HK\$	Fair value HK\$
Futures	Long	28 October 2021	65	28,343,250	475,400

##### As at 31 March 2021 (audited)

Type of contract	Position	Expiration	Number of contracts	Nominal amount HK\$	Fair value HK\$
Futures	Long	29 April 2021	69	37,753,350	5,336

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 14. SEGMENT INFORMATION

The Manager makes the strategic resource allocations on behalf of the Sub-Funds and has determined the operating segments based on the reports reviewed which are used to make strategic decisions.

The Manager considers that each Sub-Fund has a single operating segment which is investing in swaps or futures as the Manager adopts a swap-based or futures-based replication investment strategy to achieve the investment objective of the respective Sub-Funds' segment. The objectives of the Sub-Funds are to provide investment results that, before deduction of fees and expenses, closely correspond to the inverse (-1x) or twice (2x) the daily performance of the underlying index relevant to each Sub-Fund.

The internal financial information used by the Manager for the Sub-Funds' assets, liabilities and performance is the same as that disclosed in the statement of net assets and statement of profit or loss and other comprehensive income.

There were no changes in the reportable segment during the period/year ended 30 September 2021 and 31 March 2021.

Majority of the Sub-Funds' income is derived from investments in financial assets and financial liabilities at FVPL. The Sub-Funds have no assets or liabilities classified as non-current.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### INVESTMENT PORTFOLIO (UNAUDITED)

As at 30 September 2021

#### S&P 500 Daily (-1x) Inverse Product

		Holdings	Fair value US\$	% of net assets
<b>Unlisted swap contracts</b>				
<b>United States</b>				
	<b>Expiration Date</b>	<b>Units</b>		
GLOBAL X S&P 500 TOTAL RETURN INDEX	11 October 2021	(5,450,000)	-	-
Total investments at fair value			-	-
Total investments, at cost			-	

#### Hang Seng Index Daily (-1x) Inverse Product

			Fair value HK\$	% of net assets
<b>Listed future contracts</b>				
<b>Hong Kong</b>				
	<b>Expiration Date</b>	<b>Contracts</b>		
HANG SENG IDX FUT OCT21 28/10/2021	28 October 2021	(27)	(517,629)	(1.53)
Total investments at fair value			(517,629)	(1.53)
Total investments, at cost			-	

#### Hang Seng Index Daily (2x) Leveraged Product

			Fair value HK\$	% of net assets
<b>Listed future contracts</b>				
<b>Hong Kong</b>				
	<b>Expiration Date</b>	<b>Contracts</b>		
HANG SENG IDX FUT OCT21 28/10/2021	28 October 2021	97	1,825,450	3.06
Total investments at fair value			1,825,450	3.06
Total investments, at cost			-	

#### Hang Seng China Enterprises Index Daily (-1x) Inverse Product

			Fair value HK\$	% of net assets
<b>Listed future contracts</b>				
<b>Hong Kong</b>				
	<b>Expiration Date</b>	<b>Contracts</b>		
HSCEI FUTURES OCT21 28/10/2021	28 October 2021	(62)	(462,627)	(1.70)
Total investments at fair value			(462,627)	(1.70)
Total investments, at cost			-	

## GLOBAL X LEVERAGED AND INVERSE SERIES

### INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 30 September 2021

Hang Seng China Enterprises Index Daily (2x) Leveraged Product

			Fair value	
			HK\$	% of net assets
<b>Listed future contracts</b>				
<b>Hong Kong</b>	<b>Expiration Date</b>	<b>Contracts</b>		
HSCEI FUTURES OCT21 FUT 28/10/2021	28 October 2021	65	475,400	3.34
Total investments at fair value			<u>475,400</u>	<u>3.34</u>
Total investments, at cost			<u>-</u>	

## GLOBAL X LEVERAGED AND INVERSE SERIES

### STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)

For the six months from 1 April 2021 to 30 September 2021

#### S&P 500 Daily (-1x) Inverse Product

Financial assets at fair value through profit or loss	Opening	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2021
<b>Swap</b>					
<b>USA</b>					
GLOBAL X S&P 500 TOTAL RETURN INDEX	(7,500,000)	791,450,000	-	789,400,000	(5,450,000)

#### Hang Seng Index Daily (-1x) Inverse Product

Financial assets at fair value through profit or loss	Opening	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2021
<b>Future Contracts</b>					
<b>Hong Kong</b>					
HANG SENG IDX FUT APR21 29/04/2021	(20)	21	-	1	-
HANG SENG IDX FUT MAY21 28/05/2021	-	24	-	24	-
HANG SENG IDX FUT JUN21 29/06/2021	-	20	-	20	-
HANG SENG IDX FUT JUL21 29/07/2021	-	23	-	23	-
HANG SENG IDX FUT AUG21 30/08/2021	-	30	-	30	-
HANG SENG IDX FUT SEP21 29/09/2021	-	33	-	33	-
HANG SENG IDX FUT OCT21 28/10/2021	-	1	-	28	(27)

#### Hang Seng Index Daily (2x) Leveraged Product

Financial assets at fair value through profit or loss	Opening	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2021
<b>Future Contracts</b>					
<b>Hong Kong</b>					
HANG SENG IDX FUT APR21 29/04/2021	97	7	-	104	-
HANG SENG IDX FUT MAY21 28/05/2021	-	122	-	122	-
HANG SENG IDX FUT JUN21 29/06/2021	-	121	-	121	-
HANG SENG IDX FUT JUL21 29/07/2021	-	121	-	121	-
HANG SENG IDX FUT AUG21 30/08/2021	-	109	-	109	-
HANG SENG IDX FUT SEP21 29/09/2021	-	109	-	109	-
HANG SENG IDX FUT OCT21 28/10/2021	-	97	-	-	97

#### Hang Seng China Enterprises Index Daily (-1x) Inverse Product

Financial assets at fair value through profit or loss	Opening	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2021
<b>Future Contracts</b>					
<b>Hong Kong</b>					
HSCEI FUTURES APR21 29/04/2021	(42)	46	-	4	-
HSCEI FUTURES MAY21 28/05/2021	-	50	-	50	-
HSCEI FUTURES JUN21 29/06/2021	-	47	-	47	-
HSCEI FUTURES JUL21 29/07/2021	-	59	-	59	-
HSCEI FUTURES AUG21 30/08/2021	-	78	-	78	-
HSCEI FUTURES SEP21 29/09/2021	-	76	-	76	-
HSCEI FUTURES OCT21 28/10/2021	-	2	-	64	(62)

## GLOBAL X LEVERAGED AND INVERSE SERIES

### STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the six months from 1 April 2021 to 30 September 2021

#### Hang Seng China Enterprises Daily (2x) Leveraged Product

Financial assets at fair value through profit or loss	Opening	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2021
<b>Future Contracts</b>					
<b>Hong Kong</b>					
HSCEI FUTURES APR21 29/04/2021	69	5	-	74	-
HSCEI FUTURES MAY21 28/05/2021	-	74	-	74	-
HSCEI FUTURES JUN21 29/06/2021	-	54	-	54	-
HSCEI FUTURES JUL21 29/07/2021	-	85	-	85	-
HSCEI FUTURES AUG21 30/08/2021	-	76	-	76	-
HSCEI FUTURES SEP21 29/09/2021	-	75	-	75	-
HSCEI FUTURES OCT21 28/10/2021	-	65	-	-	65

## GLOBAL X LEVERAGED AND INVERSE SERIES

### DETAILS IN RESPECT OF FINANCIAL DERIVATIVE INSTRUMENTS (UNAUDITED)

For the six months from 1 April 2021 to 30 September 2021

#### Swaps

The details of swaps contracts held by the Sub-Fund as at 30 September 2021 are as follows:

##### S&P 500 Daily (-1x) Inverse Product

Description	Underlying assets	Contract Size	Notional market value	Position	Counter party	Fair value
						HK\$
<b>Financial liabilities:</b>						
GLOBAL X S&P 500 TOTAL RETURN INDEX	S&P 500 Index	(5,450,000)	(4,902,182)	Short	BNP Paribas Securities Services	-
						-

#### Futures

The details of futures contracts held by the Sub-Funds as at 30 September 2021 are as follows:

##### Hang Seng Index Daily (-1x) Inverse Product

Description	Underlying assets	Contract Size	Notional market value	Position	Counter party	Fair value
						HK\$
<b>Financial liabilities:</b>						
HANG SENG IDX FUT OCT21 28/10/2021	Hang Seng Index	(27)	(33,107,400)	Short	Goldman Sachs International	(517,629)
						(517,629)

##### Hang Seng Index Daily (2x) Leveraged Product

Description	Underlying assets	Contract Size	Notional market value	Position	Counter party	Fair value
						HK\$
<b>Financial assets:</b>						
HANG SENG IDX FUT OCT21 28/10/2021	Hang Seng Index	97	118,941,400	Long	Goldman Sachs International	1,825,450
						1,825,450

##### Hang Seng China Enterprises Index Daily (-1x) Inverse Product

Description	Underlying assets	Contract Size	Notional market value	Position	Counter party	Fair value
						HK\$
<b>Financial liabilities:</b>						
HSCEI FUTURES OCT21 28/10/2021	Hang Seng China Enterprises Index	(62)	(27,035,100)	Short	Goldman Sachs International	(462,627)
						(462,627)

##### Hang Seng China Enterprises Daily (2x) Leveraged Product

Description	Underlying assets	Contract Size	Notional market value	Position	Counter party	Fair value
						HK\$
<b>Financial assets:</b>						
HSCEI FUTURES OCT21 28/10/2021	Hang Seng China Enterprises Index	65	28,343,250	Long	Goldman Sachs International	475,400
						475,400



## GLOBAL X LEVERAGED AND INVERSE SERIES

### PERFORMANCE RECORD (UNAUDITED)

#### NET ASSET VALUE

As at 30 September 2021 (unaudited)

	Dealing net asset value	Dealing net asset value per unit
S&P 500 Daily (-1x) Inverse Product (in US\$)	5,379,054	0.8275
Hang Seng Index Daily (-1x) Inverse Product (in HK\$)	33,849,774	5.1288
Hang Seng Index Daily (2x) Leveraged Product (in HK\$)	59,617,406	7.8444
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK\$)	27,283,229	5.9311
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK\$)	14,260,870	5.0932

As at 31 March 2021 (audited)

	Dealing net asset value	Dealing net asset value per unit
S&P 500 Daily (-1x) Inverse Product (in US\$)	5,976,776	0.9195
Hang Seng Index Daily (-1x) Inverse Product (in HK\$)	28,744,319	4.7122
Hang Seng Index Daily (2x) Leveraged Product (in HK\$)	69,362,626	10.3526
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK\$)	23,255,421	5.0555
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK\$)	19,164,236	7.9851

As at 31 March 2020 (audited)

	Dealing net asset value	Dealing net asset value per unit
S&P 500 Daily (-1x) Inverse Product (in US\$)	7,672,805	1.4615
Hang Seng Index Daily (-1x) Inverse Product (in HK\$)	52,700,261	6.2000
Hang Seng Index Daily (2x) Leveraged Product (in HK\$)	47,676,093	7.3348
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK\$)	30,648,060	6.3850
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK\$)	25,803,551	6.2935

#### HIGHEST ISSUE PRICE AND LOWEST REDEMPTION PRICE PER UNIT

For the six months ended 30

September 2021

	Highest issue price per unit	Lowest redemption price per unit
S&P 500 Daily (-1x) Inverse Product (in US\$)	0.9082	0.7895
Hang Seng Index Daily (-1x) Inverse Product (in HK\$)	5.2361	4.4589
Hang Seng Index Daily (2x) Leveraged Product (in HK\$)	11.2526	7.5537
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK\$)	6.0343	4.9529
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK\$)	8.3066	4.9243

## GLOBAL X LEVERAGED AND INVERSE SERIES

### PERFORMANCE RECORD (UNAUDITED) (CONTINUED)

#### HIGHEST ISSUE PRICE AND LOWEST REDEMPTION PRICE PER UNIT (CONTINUED)

	<u>For the year ended 31 March 2021</u>	
	Highest issue price per unit	Lowest redemption price per unit
S&P 500 Daily (-1x) Inverse Product (in US\$)	1.5417	0.9194
Hang Seng Index Daily (-1x) Inverse Product (in HK\$)	6.4034	4.3832
Hang Seng Index Daily (2x) Leveraged Product (in HK\$)	12.3770	6.6627
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK\$)	6.5578	4.6088
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK\$)	9.9915	5.9330
	<u>For the year ended 31 March 2020</u>	
	Highest issue price per unit	Lowest redemption price per unit
S&P 500 Daily (-1x) Inverse Product (in US\$)	1.7148	1.1669
Hang Seng Index Daily (-1x) Inverse Product (in HK\$)	6.8854	5.2423
Hang Seng Index Daily (2x) Leveraged Product (in HK\$)	12.0837	6.0605
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK\$)	7.1887	5.5512
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK\$)	9.9063	5.1674
	<u>For the year/period ended 31 March 2019</u>	
	Highest issue price per unit	Lowest redemption price per unit
S&P 500 Daily (-1x) Inverse Product (in US\$)	1.7123	1.3959
Hang Seng Index Daily (-1x) Inverse Product (in HK\$)	6.5312	5.2708
Hang Seng Index Daily (2x) Leveraged Product (in HK\$)	13.4389	8.2044
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK\$)	6.8504	5.6682
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK\$)	11.1886	6.8967
	<u>For the year/period ended 31 March 2018</u>	
	Highest issue price per unit	Lowest redemption price per unit
S&P 500 Daily (-1x) Inverse Product (in US\$)	1.8189	1.4396
Hang Seng Index Daily (-1x) Inverse Product <sup>1</sup> (in HK\$)	15.0191	5.1726
Hang Seng Index Daily (2x) Leveraged Product <sup>1</sup> (in HK\$)	23.1596	10.8196
Hang Seng China Enterprises Index Daily (-1x) Inverse Product <sup>1</sup> (in HK\$)	15.4402	5.2809
Hang Seng China Enterprises Index Daily (2x) Leveraged Product <sup>1</sup> (in HK\$)	20.4167	9.1407
	<u>For the period from 5 October 2016 (date of inception) to 31 March 2017</u>	
	Highest issue price per unit	Lowest redemption price per unit
S&P 500 Daily (-1x) Inverse Product <sup>2</sup> (in US\$)	1.7651	2.0585

<sup>1</sup>The financial period of the Sub-Funds in 2018 is referring to the period from 10 March 2017 (date of inception) to 31 March 2018.

<sup>2</sup>The financial period of the Sub-Fund in 2017 is referring to the period from 5 October 2016 (date of inception) to 31 March 2017.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### PERFORMANCE RECORD (UNAUDITED) (CONTINUED)

#### PERFORMANCE OF THE SUB-FUNDS (CONTINUED)

	<u>For the six months ended 30</u>	
	<u>September 2021</u>	
Sub-Fund	Sub-Fund	Index*
performance	performance	performance
(%)	(%)	(%)
S&P 500 Daily (-1x) Inverse Product (in US\$)	(10.01)	(8.37)
Hang Seng Index Daily (-1x) Inverse Product (in HK\$)	8.84	13.26
Hang Seng Index Daily (2x) Leveraged Product (in HK\$)	(24.23)	(26.47)
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK\$)	17.32	22.53
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK\$)	(36.22)	(38.40)
	<u>For the year ended 31 March 2021</u>	
Sub-Fund	Sub-Fund	Index*
performance	performance	performance
(%)	(%)	(%)
S&P 500 Daily (-1x) Inverse Product (in US\$)	(37.09)	53.71
Hang Seng Index Daily (-1x) Inverse Product (in HK\$)	(24.00)	20.23
Hang Seng Index Daily (2x) Leveraged Product (in HK\$)	41.14	20.23
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK\$)	(20.82)	14.35
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK\$)	26.88	14.35
	<u>For the year ended 31 March 2020</u>	
Sub-Fund	Sub-Fund	Index*
performance	performance	performance
(%)	(%)	(%)
S&P 500 Daily (-1x) Inverse Product (in US\$)	3.42	(8.81)
Hang Seng Index Daily (-1x) Inverse Product (in HK\$)	13.85	(18.75)
Hang Seng Index Daily (2x) Leveraged Product (in HK\$)	(34.57)	(18.75)
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK\$)	8.79	(15.68)
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK\$)	(30.96)	(15.68)
	<u>For the year/period ended 31 March</u>	
	<u>2019</u>	
Sub-Fund	Sub-Fund	Index*
performance	performance	performance
(%)	(%)	(%)
S&P 500 Daily (-1x) Inverse Product (in US\$)	(9.52)	7.33
Hang Seng Index Daily (-1x) Inverse Product (in HK\$)	(3.19)	(3.46)
Hang Seng Index Daily (2x) Leveraged Product (in HK\$)	(7.26)	(3.46)
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK\$)	(1.56)	(5.16)
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK\$)	(11.98)	(5.16)
	<u>For the year/period ended 31 March</u>	
	<u>2018</u>	
Sub-Fund	Sub-Fund	Index*
performance	performance	performance
(%)	(%)	(%)
S&P 500 Daily (-1x) Inverse Product (in US\$)	(13.10)	11.77
Hang Seng Index Daily (-1x) Inverse Product <sup>1</sup> (in HK\$)	(25.00)	27.68
Hang Seng Index Daily (2x) Leveraged Product <sup>1</sup> (in HK\$)	61.17	27.68
Hang Seng China Enterprises Index Daily (-1x) Inverse Product <sup>1</sup> (in HK\$)	(20.51)	19.16
Hang Seng China Enterprises Index Daily (2x) Leveraged Product <sup>1</sup> (in HK\$)	38.08	19.16

## GLOBAL X LEVERAGED AND INVERSE SERIES

### PERFORMANCE RECORD (UNAUDITED) (CONTINUED)

#### PERFORMANCE OF THE SUB-FUNDS (CONTINUED)

	<u>For the period from 5 October 2016</u> <u>(date of inception) to 31 March 2017</u>	
	Sub-Fund performance (%)	Index* performance (%)
S&P 500 Daily (-1x) Inverse Product <sup>2</sup> (in US\$)	(10.50)	9.35

<sup>1</sup>The financial period of the Sub-Funds in 2018 is referring to the period from 10 March 2017 (date of inception) to 31 March 2018.

<sup>2</sup>The financial period of the Sub-Fund in 2017 is referring to the period from 5 October 2016 (date of inception) to 31 March 2017.

\*The respective tracking indices of these Sub-Funds are price return, float-adjusted market capitalisation weighted indices. A price return index calculates the performance of the index constituents on the basis that any dividends or distributions are not included in the index returns

# GLOBAL X LEVERAGED AND INVERSE SERIES

## MANAGEMENT AND ADMINISTRATION

### Manager

Mirae Asset Global Investments (Hong Kong) Limited  
Room 1101, 11th Floor  
Lee Garden Three, 1 Sunning Road  
Causeway Bay, Hong Kong

### Directors of the Manager

Mr. Srinivasa Rao, Kapala  
Mr. Jung Ho Rhee  
Mr. Byung Ha Kim

### Trustee and Registrar

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

### Custodian

The Hong Kong and Shanghai Banking Corporation Limited  
1 Queen's Road  
Central, Hong Kong

### Service Agent

HK Conversion Agency Services Limited  
8th Floor, Two Exchange Square  
8 Connaught Place  
Central, Hong Kong

### Legal Counsel to the Manager

Simmons & Simmons  
30/F, One Taikoo Place  
979 King's Road  
Hong Kong

### Auditors

Ernst & Young  
Certified Public Accountants  
Registered Public Interest Entity Auditor  
27/F, One Taikoo Place  
979 King's Road  
Hong Kong

### Listing Agent

Altus Capital Limited  
21 Wing Wo Street  
Central, Hong Kong

### Participating Dealers

BNP Paribas Securities Services  
21/F PCCW Tower  
Taikoo Place, 979 King's Road  
Quarry Bay, Hong Kong

China Merchants Securities (HK) Co., Limited  
48/F, One Exchange Square  
Central, Hong Kong

### CIMB Securities Ltd <sup>¶</sup>

Units 7706-08, Level 77  
International Commerce Centre  
1 Austin Road West, Kowloon  
Hong Kong

Guotai Junan Securities (Hong Kong) Limited  
27/F, Low Block, Grand Millennium Plaza  
No. 181 Queen's Road Central  
Hong Kong

### Participating Dealers (continued)

Goldman Sachs (Asia) Securities Limited<sup>%</sup>  
68/F Cheung Kong Center  
2 Queen's Road Central  
Hong Kong

Haitong International Securities Company Limited  
22/F, Li Po Chun Chambers  
189 Des Voeux Road Central  
Hong Kong

### KGI Securities (Hong Kong) Limited<sup>¶</sup>

41/F Central Plaza, 18 Harbour Road  
Wanchai, Hong Kong

### Merrill Lynch Far East Limited<sup>%</sup>

17/F-18/F 22/F & 23/F ICBC Tower  
3 Garden Road  
Central, Hong Kong

### Mirae Asset Securities (HK) Limited

Units 8501, 8507-08  
Level 85, International Commerce Centre  
1 Austin Road West  
Kowloon, Hong Kong

### Yue Kun Research Limited

17th Floor, China Building  
29 Queen's Road Central  
Hong Kong

### ABN AMRO Clearing Hong Kong Limited

70th Floor, International Commerce Centre  
1 Austin Road West  
Kowloon, Hong Kong

### Market Makers

Flow Traders Hong Kong Limited<sup>%</sup>  
Room 2803 Hysan Place  
500 Hennessey Road  
Causeway Bay Hong Kong

### BNP Paribas Securities Services<sup>¶</sup>

21/F PCCW Tower  
Taikoo Place, 979 King's Road  
Quarry Bay, Hong Kong

### IMC Asia Pacific Limited<sup>%</sup>

99 Queen's Road  
4703-09, 47/F, The Center  
Central Hong Kong  
Hong Kong

### Head & Shoulders Securities Ltd<sup>%</sup>

Room 2511, 25/F  
Cosco Tower, 183 Queen's Road  
Central, Hong Kong

### SG Securities (HK) Limited

38/F, Three Pacific Place  
1 Queen's Road East  
Central, Hong Kong

<sup>%</sup> In respect of Hang Seng Index Daily (-1x) Inverse Product, Hang Seng Index Daily (2x) Leveraged Product, Hang Seng China Enterprises Index Daily (-1x) Inverse Product and Hang Seng China Enterprises Index Daily (2x) Leveraged Product only

<sup>¶</sup> In respect of S&P 500 Daily (-1x) Inverse Product only