GLOBAL X LEVERAGED AND INVERSE SERIES

REPORTS AND AUDITED 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 YEAR ENDED 31 MARCH 2022

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

GLOBAL X LEVERAGED AND INVERSE SERIES

CONTENTS

GLOBAL X LEVERAGED AND INVERSE SERIES

REPORT OF THE TRUSTEE TO THE UNITHOLDERS

We hereby confirm that, in our opinion, Mirae Asset Global Investments (Hong Kong) Limited, the Manager of the Global X Leveraged and Inverse Series (the "Trust") has, in all material respects, managed the Trust, in accordance with the provisions of the Trust Deed dated 1 September 2016 as amended by supplemental deeds dated 23 February 2017, 1 November 2019 and 31 December 2019 (collectively, the "Trust Deed") for the year ended 31 March 2022.

1. Global X S&P 500 Daily (-1x) Inverse Product
2. Global X Hang Seng Index Daily (-1x) Inverse Product
3. Global X Hang Seng Index Daily (2x) Leveraged Product
4. Global X Hang Seng China Enterprises Index Daily (-1x) Inverse Product
5. Global X Hang Seng China Enterprises Index Daily (2x) Leveraged Product

HSBC Institutional Trust Services (Asia) Limited (the "Trustee")
29 July 2022

Independent auditor's report
To the unitholders of 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 of Global X Leveraged and Inverse Series (the "Trust")
(An umbrella unit trust established under the laws of Hong Kong)

Report on the audit of the financial statements

OPINION

What we have audited

The financial statements of 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 for the year ended 31 March 2022 (each a separate sub-fund of the Global X Leveraged and Inverse Series and referred to as the "Sub-Funds"), which are set out on pages 8 to 66, comprise:

- the statements of net assets as at 31 March 2022;
- the statements of profit or loss and other comprehensive income for the year then ended;
- the statements of changes in net assets attributable to unitholders for the year then ended;
- the statements of cash flows for the year then ended; and
- the notes to the financial statements, which include significant accounting policies and other explanatory information.

Our opinion

In our opinion, the financial statements give a true and fair view of the financial position of each of the Sub-Funds as at 31 March 2022, and of each of their financial transactions and each of their cash flows for the year then ended in accordance with International Financial Reporting Standards ("IFRSs").

BASIS FOR OPINION

We conducted our audit in accordance with International Standards on Auditing ("ISAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Sub-Funds in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code.

EMPHASIS OF MATTER

We draw attention to note 1 to these financial statements, which refers to intention of the manager to terminate the Trust and Sub-Funds subsequent to the year end and the date of the termination is subject to approval from the manager and the trustee (the "Management"). These financial statements have therefore not been prepared using a going concern basis of accounting. Our opinion is not modified in respect of this matter.

Independent auditor's report
To the unitholders of 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 of Global X Leveraged and Inverse Series (the "Trust") (continued)
(An umbrella unit trust established under the laws of Hong Kong)

KEY AUDIT MATTERS

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key audit matter identified in our audit is summarised as follows:

Key Audit Matter	How our audit addressed the Key Audit Matter
<u>Existence and valuation of financial assets and liabilities at fair value through profit or loss and accuracy and occurrence of net gain/(loss) on financial assets and financial liabilities at fair value through profit or loss</u> ***Global X S&P 500 Daily (-1x) Inverse Product*** As at 31 March 2022, the financial assets and financial liabilities at fair value through profit or loss of listed future contracts are valued at US$nil. The net loss on financial assets and financial liabilities at fair value through profit or loss for the year of the sub-fund amounted to US$978,351. ***Global X Hang Seng Index Daily (-1x) Inverse Product*** As at 31 March 2022, the financial liabilities at fair value through profit or loss mainly comprised listed future contracts valued at HK$411,742. The net gain on financial assets and financial liabilities at fair value through profit or loss for the year of the sub-fund amounted to HK$4,546,051. ***Global X Hang Seng Index Daily (2x) Leveraged Product*** As at 31 March 2022, the financial assets at fair value through profit or loss mainly comprised listed future contracts valued at HK$1,672,350. The net loss on financial assets and financial liabilities at fair value through profit or loss for the year of the sub-fund amounted to HK$30,516,849.	Our work included an assessment of the key controls over the existence and valuation of the financial assets and financial liabilities at fair value through profit or loss and accuracy and occurrence of net gain/(loss) on financial assets and financial liabilities at fair value through profit or loss, which included the following: • We developed an understanding of the control objectives and related controls relevant to our audit of the Sub-Funds' by obtaining the service organisation internal control report by the trustee setting out the controls in place, and the independent service auditor's assurance report over the design and operating effectiveness of those controls. • We evaluated the tests undertaken by the service auditor, the results of the tests undertaken and the opinions formed by the service auditor on the design and operating effectiveness of the controls, to the extent relevant to our audit of the Sub-Funds. We tested the existence of financial assets and liabilities at fair value through profit or loss by obtaining direct confirmations from the custodian and agreeing the Sub-Funds' holdings of financial assets and liabilities at fair value through profit or loss to the confirmations. We tested the valuation of the Sub-Funds' financial assets and liabilities at fair value through profit or loss by comparing the pricing used by the Sub-Funds to external pricing sources as at 31 March 2022. We tested the occurrence of the purchase and sale transactions of financial assets and liabilities at fair value through profit or loss during the year by agreeing to supporting documents and checked the accuracy of the calculations of net gains or losses from these futures contracts.

Key Audit Matter (continued)	How our audit addressed theKey Audit Matter (continued)
Global X Hang Seng China Enterprises Index Daily (-1x) Inverse Product As at 31 March 2022, the financial liabilities at fair value through profit or loss mainly comprised listed future contracts valued at HK$432,431. The net gain on financial assets and financial liabilities at fair value through profit or loss for the year of the sub-fund amounted to HK$6,882,051. ***Global X Hang Seng China Enterprises Index Daily (2x) Leveraged Product*** As at 31 March 2022, the financial assets at fair value through profit or loss mainly comprised listed future contracts valued at HK$440,755. The net loss on financial assets and financial liabilities at fair value through profit or loss for the year of the sub-fund amounted to HK$11,965,550. We focused on the existence and valuation of these listed future contracts because the principal business of the Sub-Funds is investing in futures contracts to track the S&P 500 Index, Hang Seng Index, Hang Seng Index, Hang Seng China Enterprises Index and Hang Seng China Enterprises Index, respectively. We also focused on the net gains or losses from these listed future contracts incurred during the year because they represented the principal element of the Sub-Funds' total comprehensive income. Refer to notes 4 and 14 to the financial statements.	Based on the procedures we performed, we found no material exceptions from our testing.

OTHER INFORMATION

The Management of the Sub-Funds are responsible for the other information. The other information comprises all of the information included in the annual report other than the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

RESPONSIBILITIES OF MANAGEMENT FOR THE FINANCIAL STATEMENTS

The Management of the Sub-Funds is responsible for the preparation of the financial statements that give a true and fair view in accordance with IFRSs, and for such internal control as the Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Management of the Sub-Funds is responsible for assessing the Sub-Funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management either intends to liquidate the Sub-Funds or to cease operations, or has no realistic alternative but to do so.

In addition, the Management of the Sub-Funds is required to ensure that the financial statements have been properly prepared in accordance with the relevant disclosure provisions of the Trust Deed dated 1 September 2016, as amended ("Trust Deed") and Appendix E of the Code on Unit Trusts and Mutual Funds issued by the Hong Kong Securities and Futures Commission (the "SFC Code").

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. We report our opinion solely to you, as a body, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. In addition, we are required to assess whether the financial statements of the Sub-Funds have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Trust Deed and Appendix E of the SFC Code.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Sub-Funds' internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Sub-Funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Sub-Funds to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Management with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the Management, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

REPORT ON MATTERS UNDER THE RELEVANT DISCLOSURE PROVISIONS OF THE TRUST DEED AND APPENDIX E OF THE SFC CODE

In our opinion, the financial statements have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Trust Deed and Appendix E of the SFC Code.

The engagement partner on the audit resulting in this independent auditor's report is Mr. Chau Chi Kit.

PricewaterhouseCoopers

PricewaterhouseCoopers
Certified Public Accountants

Hong Kong, 29 July 2022

GLOBAL X LEVERAGED AND INVERSE SERIES

STATEMENT OF NET ASSETS

As at 31 March 2022

	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		Global X Hang Seng China Enterprises Index Daily (-1x) Inverse Product		Global X Hang Seng China Enterprises Index Daily (2x) Leveraged Product	
		2022 US$	2021 US$	2022 HK$	2021 HK$	2022 HK$	2021 HK$	2022 HK$	2021 HK$	2022 HK$	2021 HK$
ASSETS											
Financial assets at fair value through profit or loss	13, 14(b)(i), 14(e)	-	-	-	-	1,672,350	282,256	-	-	440,755	5,336
Amount due from brokers	6	90,480	-	6,869,597	4,775,116	25,802,741	25,270,338	7,889,528	3,996,457	7,567,602	7,047,458
Subscription receivables		-	-	5,886,400	-	-	-	-	-	-	-
Amount due from the Manager	5(f)	2,229	1,967	3,680	1,240	4,400	2,160	4,600	2,040	15,560	2,000
Interest receivables		686	627	2,307	993	2,602	1,661	1,626	867	259	672
Time deposits with original maturity of more than three months	8	301,455	1,106,390	4,006,008	1,607,144	-	11,583,305	1,097,234	4,624,606	-	2,522,206
Cash and cash equivalents	5(d), 7	5,254,293	5,115,072	18,433,722	23,476,526	31,000,078	33,379,833	18,108,089	15,719,578	5,896,814	10,657,343
TOTAL ASSETS		5,649,143	6,224,056	35,201,714	29,861,019	58,482,171	70,519,553	27,101,077	24,343,548	13,920,990	20,235,015
LIABILITIES											
Financial liabilities at fair value through profit or loss	13, 14(b)(i), 14(e)	-	-	411,742	57,283	-	-	432,431	5,324	-	-
Amounts due to a broker	6	-	22,823	-	-	-	-	-	-	-	-
Management fee payable	5(a)	7,526	5,715	31,492	15,914	59,275	42,061	27,785	13,466	12,674	11,737
Trustee fee payable	5(b)	1,500	1,500	11,721	12,477	11,720	12,476	11,720	12,477	11,720	12,476
Formation fee payable	5(c)(i)	-	115,252	-	-	-	-	-	-	-	-
Administration fee payable	5(c)(ii)	130,697	101,990	416,400	1,068,699	647,931	1,100,230	316,400	1,068,700	156,131	1,068,700
Registrar fee payable to the Trustee	5(b)	520	-	5,320	2,660	5,320	-	2,660	-	2,660	-
Other payables and accruals		-	-	91,196	1,080	91,366	2,160	91,908	2,040	91,638	1,800
TOTAL LIABILITIES		140,243	247,280	967,871	1,158,113	815,612	1,156,927	882,904	1,102,007	274,823	1,094,713
EQUITY											
Net assets attributable to unitholders	3(a)	5,508,900	5,976,776	34,233,843	28,702,906	57,666,559	69,362,626	26,218,173	23,241,541	13,646,167	19,140,302
TOTAL LIABILITIES AND EQUITY		5,649,143	6,224,056	35,201,714	29,861,019	58,482,171	70,519,553	27,101,077	24,343,548	13,920,990	20,235,015
Number of units in issue	3(b)	7,250,000	6,500,000	6,400,000	6,100,000	9,400,000	6,700,000	4,100,000	4,600,000	3,900,000	2,400,000
Net asset value per unit	3(b)	0.7598	0.9195	5.3490	4.7054	6.1347	10.3526	6.3947	5.0525	3.4990	7.9751

Mirae Asset Global Investments (Hong Kong) Limited
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 year ended 31 March 2022

	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		Global X Hang Seng China Enterprises Index Daily (-1x) Inverse Product		Global X Hang Seng China Enterprises Index Daily (2x) Leveraged Product	
		2022 US$	2021 US$	2022 HK$	2021 HK$	2022 HK$	2021 HK$	2022 HK$	2021 HK$	2022 HK$	2021 HK$
INCOME											
Interest income		5,211	33,399	12,926	75,336	28,662	119,033	13,712	78,532	4,781	55,290
Net gain/(loss) on financial assets and financial liabilities at fair value through profit or loss	4	(978,351)	(3,193,150)	4,546,051	(6,376,251)	(30,516,849)	20,958,451	6,882,051	(5,366,600)	(11,965,550)	7,275,001
Net exchange gain/(loss)		(5,714)	-	385	-	-	-	377	-	121	-
		(978,854)	(3,159,751)	4,559,362	(6,300,915)	(30,488,187)	21,077,484	6,896,140	(5,288,068)	(11,960,648)	7,330,291
EXPENSES											
Management fee	5(a)	(45,143)	(57,167)	(185,941)	(193,221)	(425,770)	(380,970)	(166,285)	(168,183)	(7,824)	(164,479)
Trustee fee	5(b)	(6,373)	(8,070)	(137,999)	(137,716)	(137,999)	(137,716)	(137,999)	(137,716)	(137,999)	(137,716)
Brokerage and other transaction fees		(1,298)	(778)	(30,291)	(29,501)	(120,023)	(103,999)	(66,714)	(55,744)	(68,503)	(102,307)
Legal and professional fee		-	-	(70,200)	-	(70,200)	-	(70,200)	-	(70,200)	-
Auditor's remuneration	5(c)(ii)	(7,510)	(5,961)	(69,000)	(69,000)	(69,000)	(69,000)	(69,000)	(69,000)	(69,000)	(69,000)
Administration fee	5(c)(ii)	(30,198)	(38,783)	(221,000)	(321,720)	(421,000)	(321,790)	(121,000)	(321,720)	(21,000)	(321,720)
Other expenses		-	-	(102,286)	-	(102,286)	-	(102,286)	-	(102,286)	-
		(90,522)	(110,759)	(816,717)	(751,158)	(1,346,278)	(1,013,475)	(733,484)	(752,363)	(476,812)	(795,222)
Operating profit/(loss)		(1,069,376)	(3,270,510)	3,742,645	(7,052,073)	(31,834,465)	20,064,009	6,162,656	(6,040,431)	(12,437,460)	6,535,069
FINANCE COSTS											
Interest expense		-	-	(18,828)	(11,959)	(88,452)	(67,486)	(17,144)	(8,752)	(20,895)	(29,903)
Profit/(loss) and total comprehensive income for the year		(1,069,376)	(3,270,510)	3,723,817	(7,064,032)	(31,922,917)	19,996,523	6,145,512	(6,049,183)	(12,458,355)	6,505,166

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 year ended 31 March 2022

	Note	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	
		2022 US$	2021 US$	2022 HK$	2021 HK$	2022 HK$	2021 HK$	2022 HK$	2021 HK$	2022 HK$	2021 HK$
Net assets attributable to unitholders at the beginning of the year		5,976,776	7,722,436	28,702,906	52,615,158	69,362,626	47,676,093	23,241,541	30,619,544	19,140,302	25,754,366
Issue of units during the year	3(b)	601,500	2,478,950	10,849,500	8,055,760	22,780,990	4,828,380	-	6,059,600	13,388,200	2,243,370
Redemption of units during the year	3(b)	-	(954,100)	(9,042,380)	(24,903,980)	(2,554,140)	(3,138,370)	(3,168,880)	(7,388,420)	(6,423,980)	(15,362,600)
Net issue of units		601,500	1,524,850	1,807,120	(16,848,220)	20,226,850	1,690,010	(3,168,880)	(1,328,820)	6,964,220	(13,119,230)
Profit/(loss) and total comprehensive income for the year		(1,069,376)	(3,270,510)	3,723,817	(7,064,032)	(31,922,917)	19,996,523	6,145,512	(6,049,183)	(12,458,355)	6,505,166
Net assets attributable to unitholders at the end of the year		5,508,900	5,976,776	34,233,843	28,702,906	57,666,559	69,362,626	26,218,173	23,241,541	13,646,167	19,140,302

Number of units in issue

	Note	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	
		2022 Units	2021 Units	2022 Units	2021 Units	2022 Units	2021 Units	2022 Units	2021 Units	2022 Units	2021 Units
Units in issue at beginning of the year		6,500,000	5,250,000	6,100,000	8,500,000	6,700,000	6,500,000	4,600,000	4,800,000	2,400,000	4,100,000
Issue during the year	3(b)	750,000	2,000,000	2,100,000	1,600,000	3,000,000	600,000	-	1,000,000	2,500,000	300,000
Redemption during the year	3(b)	-	(750,000)	(1,800,000)	(4,000,000)	(300,000)	(400,000)	(500,000)	(1,200,000)	(1,000,000)	(2,000,000)
Units in issue at end of year		7,250,000	6,500,000	(6,400,000)	6,100,000	9,400,000	6,700,000	4,100,000	4,600,000	3,900,000	2,400,000

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

GLOBAL X LEVERAGED AND INVERSE SERIES

STATEMENT OF CASH FLOWS

For the year ended 31 March 2022

	Notes	Global X S&P 500 Daily (-1x) Inverse Product 2022 US$	2021 US$
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss and total comprehensive income for the year		(1,069,376)	(3,270,510)
Adjustment for:			
Interest income		(5,211)	(33,399)
(Increase)/decrease in an amount due from brokers		(90,480)	767,081
Increase in an amount due from the Manager		(262)	(703)
Decrease/(increase) in time deposits with original maturity of more than three months		804,935	(1,106,390)
(Decrease)/increase in an amount due to a broker		(22,823)	22,823
Increase/(decrease) in management fee payable		1,811	(23,323)
Increase/(decrease) in trustee fee payable		-	(40)
Decrease in formation fee payable		(115,252)	-
Increase in administration fee payable		28,707	41,744
Increase/(decrease) in registrar fee payable to the Trustee		520	(4,160)
Cash used in operations		(467,431)	(3,606,877)
Interest received		5,152	32,928
Net cash flows used in operating activities		(462,279)	(3,573,949)
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash received from issue of units		601,500	2,478,950
Cash paid on redemption of units		-	(954,100)
Net cash flows generated from financing activities		601,500	1,524,850
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		139,221	(2,049,099)
Cash and cash equivalents at the beginning of the year		5,115,072	7,164,171
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		5,254,293	5,115,072
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances	5(d), 7	4,446,636	1,672,639
Time deposits	5(d), 7	807,657	-
Short term highly liquid investments with original maturity less than three months	5(d), 7	-	3,442,433
Cash and cash equivalents as stated in the statement of cash flows		5,254,293	5,115,072

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

GLOBAL X LEVERAGED AND INVERSE SERIES

STATEMENT OF CASH FLOWS (CONTINUED)

For the year ended 31 March 2022

	Notes	Global X Hang Seng Index Daily (-1x) Inverse Product 2022 HK$	2021 HK$
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit/(loss) and total comprehensive income for the year		3,723,817	(7,064,032)
Adjustments for:			
Interest income		(12,926)	(75,336)
Interest expense		18,828	11,959
(Increase)/decrease in an amount due from brokers		(2,094,481)	17,426,978
(Increase)/decrease in an amount due from the Manager		(2,440)	4,346
Increase in time deposits with original maturity of more than three months		(2,398,864)	(1,607,144)
Increase/(decrease) in financial liabilities at fair value through profit or loss		354,459	(1,025,594)
Increase/(decrease) in management fee payable		15,578	(79,170)
(Decrease)/increase in trustee fee payable		(756)	412
(Decrease)/increase in administration fee payable		(652,299)	320,999
Increase in registrar fee payable to the Trustee		2,660	2,660
Increase/(decrease) in other payables and accruals		90,116	(1,560)
Cash (used in)/generated from operations		(956,308)	7,914,518
Interest received		11,612	116,523
Interest paid		(18,828)	(11,959)
Net cash flows (used in)/generated from operating activities		(963,524)	8,019,082
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash received from issue of units		4,963,100	8,055,760
Cash paid on redemption of units		(9,042,380)	(24,903,980)
Net cash flows used in financing activities		(4,079,280)	(16,848,220)
NET DECREASE IN CASH AND CASH EQUIVALENTS		(5,042,804)	(8,829,138)
Cash and cash equivalents at the beginning of the year		23,476,526	32,305,664
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		18,433,722	23,476,526
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances	5(d), 7	12,888,914	15,542,818
Time deposits with original maturity of less than three months	5(d), 7	5,544,808	7,933,708
Cash and cash equivalents as stated in the statement of cash flows		18,433,722	23,476,526

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

GLOBAL X LEVERAGED AND INVERSE SERIES

STATEMENT OF CASH FLOWS (CONTINUED)

For the year ended 31 March 2022

	Notes	Global X Hang Seng Index Daily (2x) Leveraged Product 2022 HK$	2021 HK$
CASH FLOWS FROM OPERATING ACTIVITIES			
(Loss)/profit and total comprehensive income for the year		(31,922,917)	19,996,523
Adjustments for:			
Interest income		(28,662)	(119,033)
Interest expense		88,452	67,486
(Increase)/decrease in financial assets at fair value through profit or loss		(1,390,094)	1,585,659
Increase in an amount due from brokers		(532,403)	(6,999,049)
(Increase)/decrease in an amount due from the Manager		(2,240)	3,656
Decrease/(increase) in time deposits with original maturity of more than three months		11,583,305	(11,583,305)
Increase/(decrease) in management fee payable		17,214	(70,367)
(Decrease)/increase in trustee fee payable		(756)	411
(Decrease)/increase in administration fee payable		(452,299)	321,000
Increase/(decrease) in registrar fee payable to the Trustee		5,320	(2,660)
Increase/(decrease) in other payables and accruals		89,206	(480)
Cash (used in)/generated from operations		(22,545,874)	3,199,841
Interest received		27,721	148,515
Interest paid		(88,452)	(67,486)
Net cash flows (used in)/generated from operating activities		(22,606,605)	3,280,870
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash received from issue of units		22,780,990	4,828,380
Cash paid on redemption of units		(2,554,140)	(3,138,370)
Net cash flows generated from financing activities		20,226,850	1,690,010
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		(2,379,755)	4,970,880
Cash and cash equivalents at the beginning of the year		33,379,833	28,408,953
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		31,000,078	33,379,833
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances	5(d), 7	11,292,056	25,278,665
Time deposits with original maturity of less than three months	5(d), 7	19,708,022	8,101,168
Cash and cash equivalents as stated in the statement of cash flows		31,000,078	33,379,833

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

STATEMENT OF CASH FLOWS (CONTINUED)

For the year ended 31 March 2022

	Notes	Global X Hang Seng China Enterprises Index Daily (-1x) Inverse Product 2022 HK$	2021 HK$
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit/(loss) and total comprehensive income for the year		6,145,512	(6,049,183)
Adjustments for:			
Interest income		(13,712)	(78,532)
Interest expense		17,144	8,752
(Increase)/decrease in an amount due from brokers		(3,893,071)	10,515,085
(Increase)/decrease in an amount due from the Manager		(2,560)	4,506
Decrease/(increase) in time deposits with original maturity of more than three months		3,527,372	(4,624,606)
Increase/(decrease) in financial liabilities at fair value through profit or loss		427,107	(644,441)
Increase/(decrease) in management fee payable		14,319	(42,029)
(Decrease)/increase in trustee fee payable		(757)	411
(Decrease)/increase in administration fee payable		(752,300)	321,000
Increase/(decrease) in registrar fee payable to the Trustee		2,660	(2,660)
Increase/(decrease) in other payables and accruals		89,868	(720)
Cash generated from/(used in) operations		5,561,582	(592,417)
Interest received		12,953	100,024
Interest paid		(17,144)	(8,752)
Net cash flows generated from/(used in) operating activities		5,557,391	(501,145)
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash received from issue of units		-	6,059,600
Cash paid on redemption of units		(3,168,880)	(7,388,420)
Net cash flows used in financing activities		(3,168,880)	(1,328,820)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		2,388,511	(1,829,965)
Cash and cash equivalents at the beginning of the year		15,719,578	17,549,543
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		18,108,089	15,719,578
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances	5(d), 7	10,284,854	8,407,898
Time deposits with original maturity of less than three months	5(d), 7	7,823,235	7,311,680
Cash and cash equivalents as stated in the statement of cash flows		18,108,089	15,719,578

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

GLOBAL X LEVERAGED AND INVERSE SERIES

STATEMENT OF CASH FLOWS (CONTINUED)

For the year ended 31 March 2022

	Notes	Global X Hang Seng China Enterprises Index Daily (2x) Leveraged Product 2022 HK$	2021 HK$
CASH FLOWS FROM OPERATING ACTIVITIES			
(Loss)/profit and total comprehensive income for the year		(12,458,355)	6,505,166
Adjustments for:			
Interest income		(4,781)	(55,290)
Interest expense		20,895	29,903
(Increase)/decrease in financial assets at fair value through profit or loss		(435,419)	1,028,484
(Increase)/decrease in an amount due from brokers		(520,144)	3,982,645
(Increase)/decrease in an amount due from the Manager		(13,560)	4,248
Decrease/(increase) in time deposits with original maturity of more than three months		2,522,206	(2,522,206)
Increase/(decrease) in management fee payable		937	(37,977)
(Decrease)/increase in trustee fee payable		(756)	411
(Decrease)/increase in administration fee payable		(912,569)	321,001
Increase in registrar fee payable to the Trustee		2,660	-
Increase/(decrease) in other payables and accruals		89,838	(840)
Cash (used in)/generated from operations		(11,709,048)	9,255,545
Interest received		5,194	75,750
Interest paid		(20,895)	(29,903)
Net cash flows (used in)/generated from operating activities		(11,724,749)	9,301,392
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash received from issue of units		13,388,200	2,243,370
Cash paid on redemption of units		(6,423,980)	(15,362,600)
Net cash flows generated from/(used in) financing activities		6,964,220	(13,119,230)
NET DECREASE IN CASH AND CASH EQUIVALENTS		(4,760,529)	(3,817,838)
Cash and cash equivalents at the beginning of the year		10,657,343	14,475,181
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		5,896,814	10,657,343
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances	5(d), 7	2,293,953	4,871,052
Time deposits with original maturity of less than three months	5(d), 7	3,602,861	5,786,291
Cash and cash equivalents as stated in the statement of cash flows		5,896,814	10,657,343

The accompanying notes are an integral part of these 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 31 March 2022, 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:

Name of Sub-Funds	Listing date on the SEHK
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.

1. GENERAL INFORMATION (CONTINUED)

<u>Global X Hang Seng China Enterprises Index Daily (-1x) Inverse Product ("Hang Seng China Enterprises Index Daily (-1x) Inverse Product")</u>
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.

<u>Global X Hang Seng China Enterprises Index Daily (2x) Leveraged Product ("Hang Seng China Enterprises Index Daily (2x) Leveraged Product")</u>
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.

Subsequent to the year end, the Manager intended to terminate the Trust and the Sub-Funds. Pursuant to the written resolutions of the directors of the Manager dated 30 June 2022, it is resolved that the Trust and Sub-funds would be placed into the termination ("Termination") and the date of the Termination is subject to approval from the Manager and the Trustee. As a result, the financial statements of the Sub-Funds for the year ended 31 March 2022 have not been prepared using a going concern basis.

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 years 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.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a)(i) Basis of preparation (continued)

As a result of the Termination as referred to Note 1 to the financial statements, the financial statements for the year ended 31 March 2022 have not been prepared using a going concern basis. The Manager has assessed that the values of all assets and liabilities at the reporting date approximate their net realisable value, and there is no material difference between the current basis and a going concern basis. Therefore no changes of accounting policies or adjustments have been made to the financial statements in order to reflect the fact that the Sub-Funds will be able to realise its assets or to extinguish its liabilities in the normal course of business.

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

(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.

(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.

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

There are no standards, amendments to standards or interpretations that are effective for annual periods beginning on 1 April 2021 that have a material effect on the financial statements of the Sub-Funds.

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

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 April 2021 and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Sub-Funds.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(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.

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 an amount due from brokers, subscription receivables, an amount due from the Manager, interest receivables, time deposits with original 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.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial instruments (continued)

(i) Classification (continued)

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.

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 an amount due to a broker, management fee payable, trustee fee payable, formation fee payable, administration fee payable, registrar fee payable to the Trustee 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 or minus 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" in "net gain/(loss) on financial assets and financial liabilities at FVPL". Interest earned of 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.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial instruments (continued)

(iv) Subsequent measurement (continued)

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.

(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.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(c) Fair value measurement (continued)

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.

(d) Derivative financial instruments

Derivative financial instruments are recorded on a mark-to-market basis. Fair values are determined by using quoted market prices 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.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(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 original 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.

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.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(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.

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.

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) 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.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(j) Amounts due from and due to brokers (continued)

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.

(k) 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.

(l) 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.

(m) 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.

(n) 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.

(o) 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.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(p) Distribution 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.

(q) Formation fee

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

(r) Transaction 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.

(s) 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

(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 MOVEMENTS OF UNITS

(a) Net assets attributable to unitholders

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 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.

<u>Reconciliation between Accounting NAV and Dealing NAV</u>

Adjustment for the formation fee

For S&P 500 Daily (-1x) Inverse Product, there are no unamortised amount and remaining period as at 31 March 2022 and 2021. For Hang Seng Index Daily (-1x) Inverse Product, the unamortised amount was Nil (2021: HK$41,413) and there are no remaining amortisation period as at 31 March 2022 (2021: 11 months). For Hang Seng Index Daily (2x) Leveraged Product, there are no unamortised amount and remaining period as at 31 March 2022 and 2021. For Hang Seng China Enterprises Index Daily (-1x) Inverse Product, the unamortised amount was Nil (2021: HK$13,880) and there are no remaining amortisation period as at 31 March 2022 (2021: 11 months). For Hang Seng China Enterprises Index Daily (2x) Leveraged Product, the unamortised amount was Nil (2021: HK$23,934) and there are no remaining amortisation period as at 31 March 2022 (2021: 11 months).

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

(a) Net assets attributable to unitholders (continued)

The difference between the Accounting NAV reported in the statement of net assets and the Dealing NAV as at 31 March 2022 and 31 March 2021 is reconciled below:

As at 31 March 2022	S&P 500 Daily (-1x) Inverse Product US$	Hang Seng Index Daily (-1x) Inverse Product HK$	Hang Seng Index Daily (2x) Leveraged Product HK$	Hang Seng China Enterprises Index Daily (-1x) Inverse Product HK$	Hang Seng China Enterprises Index Daily (2x) Leveraged Product HK$
Accounting NAV as reported in the statement of net assets	5,508,900	34,233,843	57,666,559	26,218,173	13,646,167
Adjustment for the formation fee	-	-	-	-	-
Dealing NAV	5,508,900	34,233,843	57,666,559	26,218,173	13,646,167

As at 31 March 2021	S&P 500 Daily (-1x) Inverse Product US$	Hang Seng Index Daily (-1x) Inverse Product HK$	Hang Seng Index Daily (2x) Leveraged Product HK$	Hang Seng China Enterprises Index Daily (-1x) Inverse Product HK$	Hang Seng China Enterprises Index Daily (2x) Leveraged Product HK$
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 the formation fee	-	41,413	-	13,880	23,934
Dealing NAV	5,976,776	28,744,319	69,362,626	23,255,421	19,164,236

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

(b) Movements of units

The table below summarises the movements of units for the year ended 31 March 2022 and 2021, and the Accounting NAV per unit and the Dealing NAV per unit for each Sub-Fund as at 31 March 2022 and 2021.

As at 31 March 2022	Number of units				Net assets attributable to unitholders	
					Accounting NAV	Dealing NAV
	Units in issue at beginning of the year	Issue during the year	Redemption during the year	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	750,000	-	7,250,000	US$0.7598	US$0.7598
Hang Seng Index Daily (-1x) Inverse Product	6,100,000	2,100,000	(1,800,000)	6,400,000	HK$5.3490	HK$5.3490
Hang Seng Index Daily (2x) Leveraged Product	6,700,000	3,000,000	(300,000)	9,400,000	HK$6.1347	HK$6.1347
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	4,600,000	-	(500,000)	4,100,000	HK$6.3947	HK$6.3947
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	2,400,000	2,500,000	(1,000,000)	3,900,000	HK$3.4990	HK$3.4990

As at 31 March 2021	Number of units				Net assets attributable to unitholders	
					Accounting NAV	Dealing NAV
	Units in issue at beginning of the year	Issue during the year	Redemption during the year	Units in issue at end of year	Per unit at year end	Per unit at year end
S&P 500 Daily (-1x) Inverse Product	5,250,000	2,000,000	(750,000)	6,500,000	US$0.9195	US$0.9195
Hang Seng Index Daily (-1x) Inverse Product	8,500,000	1,600,000	(4,000,000)	6,100,000	HK$4.7054	HK$4.7122
Hang Seng Index Daily (2x) Leveraged Product	6,500,000	600,000	(400,000)	6,700,000	HK$10.3526	HK$10.3526
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	4,800,000	1,000,000	(1,200,000)	4,600,000	HK$5.0525	HK$5.0555
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	4,100,000	300,000	(2,000,000)	2,400,000	HK$7.9751	HK$7.9851

4. NET GAIN/(LOSS) ON FINANCIAL ASSETS AND FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

The following is a breakdown of net gain/(loss) on financial assets and financial liabilities at FVPL for the year ended 31 March 2022 and 2021:

	S&P 500 Daily (-1x) Inverse Product		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	
	2022 US$	2021 US$	2022 HK$	2021 HK$	2022 HK$	2021 HK$	2022 HK$	2021 HK$$	2022 HK$	2021 HK$
Financial assets and financial liabilities at FVPL										
Net realised gain/(loss) on sale of financial assets and financial liabilities at FVPL	(978,351)	(3,193,150)	4,900,510	(7,401,844)	(31,906,943)	22,544,110	7,309,158	(6,011,041)	(12,400,969)	8,303,485
Net change in unrealised gain/(loss) on financial assets and financial liabilities at FVPL	-	-	(354,459)	1,025,593	1,390,094	(1,585,659)	(427,107)	644,441	435,419	(1,028,484)
	(978,351)	(3,193,150)	4,546,051	(6,376,251)	(30,516,849)	20,958,451	6,882,051	(5,366,600)	(11,965,550)	7,275,001

5. TRANSACTIONS WITH THE TRUSTEE, MANAGER AND THEIR CONNECTED PERSONS

Related parties are those as defined in note 2(s). Related parties of the Sub-Funds also include the Trustee, the Manager of the Sub-Funds and their connected persons. Connected persons of the Trustee, the Manager are those as defined in the UT Code. All transactions entered into during the year between the Sub-Funds and their related parties, including the Trustee, the Manager and their 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 Trustee, the Manager and their 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 annual rates of the management fee is as follows:

	Maximum rate of the net assets in %	Annual rate of the net assets in % 2022	Annual rate of the net assets in % 2021
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 fees incurred during the years ended 31 March 2022 and 31 March 2021 are as follows:

	2022	2021
	US$	US$
S&P 500 Daily (-1x) Inverse Product	45,143	57,167
	HK$	HK$
Hang Seng Index Daily (-1x) Inverse Product	185,941	193,221
Hang Seng Index Daily (2x) Leveraged Product	425,770	380,970
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	166,285	168,183
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	7,824	164,479

The management fees payables as at 31 March 2022 and 31 March 2021 are as follows:

	2022	2021
	US$	US$
S&P 500 Daily (-1x) Inverse Product	7,526	5,715
	HK$	HK$
Hang Seng Index Daily (-1x) Inverse Product	31,492	15,914
Hang Seng Index Daily (2x) Leveraged Product	59,275	42,061
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	27,785	13,466
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	12,674	11,737

5. TRANSACTIONS WITH THE TRUSTEE, MANAGER AND THEIR 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, the annual rates of trustee is as follows:

	Annual rate of the net asset value in % 2022	Annual rate of the net asset value in % 2021
S&P 500 Daily (-1x) Inverse Product[1]	0.12%	0.12%
Hang Seng Index Daily (-1x) Inverse Product[2]	0.12%	0.12%
Hang Seng Index Daily (2x) Leveraged Product[2]	0.12%	0.12%
Hang Seng China Enterprises Index Daily (-1x) Inverse Product[2]	0.12%	0.12%
Hang Seng China Enterprises Index Daily (2x) Leveraged Product[2]	0.12%	0.12%

[1]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. For the years ended 31 March 2022 and 2021, the trustee fee was subject to a minimum of US$1,500 per month.

[2]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. For the years ended 31 March 2022 and 2021, the trustee fee borne by the Sub-Funds was subject to a minimum of HK$11,500 per month.

The trustee fees payable as at 31 March 2022 and 31 March 2021 are as follows:

	2022	2021
	US$	US$
S&P 500 Daily (-1x) Inverse Product	1,500	1,500
	HK$	HK$
Hang Seng Index Daily (-1x) Inverse Product	11,721	12,477
Hang Seng Index Daily (2x) Leveraged Product	11,720	12,476
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	11,720	12,477
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	11,720	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 fully borne by the Manager during the years ended 31 March 2022 and 2021.

The Registrar is also entitled to receive from the participating dealer a transaction fee of HK$2,500 (2021: HK$2,500), except for the transaction fee of S&P 500 Daily (-1x) Inverse Product which amounts to US$500 (2021: US$500), 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. The registrar fees payable to the Trustee as at 31 March 2022 and 31 March 2021 are as follows:

5. TRANSACTIONS WITH THE TRUSTEE, MANAGER AND THEIR CONNECTED PERSONS (CONTINUED)

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

	2022	2021
	US$	US$
S&P 500 Daily (-1x) Inverse Product	520	-
	HK$	HK$
Hang Seng Index Daily (-1x) Inverse Product	5,320	2,660
Hang Seng Index Daily (2x) Leveraged Product	5,320	-
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	2,660	-
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	2,660	-

S&P 500 Daily (-1x) Inverse Product has invested in money market funds during the year ended 31 March 2022 and 2021. 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 year ended 31 March 2022, the safekeeping fee amounted to US$355 (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 year ended 31 March 2022, transaction fees amount to US$280 (2021: US$140) were charged by the Trustee for S&P 500 Daily (-1x) Inverse Product, which have been fully borne by the Manager.

(c) Other expenses

(i) *Formation fee*

As at 31 March 2022, the formation fee for S&P 500 Daily (-1x) Inverse Product was nil (2021: US$115,252) was payable to the Manager.

(ii) *Expenses borne by the Manager*

The Manager is responsible for the payment of certain fees (including but not limited to auditor's remuneration, conversion agent fee and index licensing fee) on behalf of the Sub-Funds. The Manager recharges all or a portion of these fees to the respective Sub-Funds.

No auditor's remuneration was borne by the Manager during the years ended 31 March 2022 and 31 March 2021.

The tables below list the breakdown of expenses borne by the Manager and not charged to the Sub-Funds:

S&P 500 Daily (-1x) Inverse Product	2022	2021
	US$	US$
Index licensing fee	20,514	6,623
Other administration fee and expenses	4,463	9,981
	24,977	16,604

5. TRANSACTIONS WITH THE TRUSTEE, MANAGER AND THEIR CONNECTED PERSONS (CONTINUED)

(c) Other expenses (continued)

(ii) *Expenses borne by the Manager* (continued)

Hang Seng Index Daily (-1x) Inverse Product	2022 HK$	2021 HK$
Index licensing fee	199,998	100,000
Other administration fee and expenses	150,895	144,819
	350,893	244,819

Hang Seng Index Daily (2x) Leveraged Product	2022 HK$	2021 HK$
Index licensing fee	-	100,000
Other administration fee and expenses	150,895	144,819
	150,895	244,819

Hang Seng China Enterprises Index Daily (-1x) Inverse Product	2022 HK$	2021 HK$
Index licensing fee	307,909	100,000
Other administration fee and expenses	150,895	144,819
	458,804	244,819

Hang Seng China Enterprises Index Daily (2x) Leveraged Product	2022 HK$	2021 HK$
Index licensing fee	400,000	100,000
Other administration fee and expenses	144,975	144,819
	544,975	244,819

The administration fees paid by the Manager on behalf of the Sub-Funds and such amounts payable to the Manager as at 31 March 2022 and 31 March 2021 are as follows:

	2022	2021
	US$	US$
S&P 500 Daily (-1x) Inverse Product	130,697	101,990
	HK$	HK$
Hang Seng Index Daily (-1x) Inverse Product	416,400	1,068,699
Hang Seng Index Daily (2x) Leveraged Product	647,931	1,100,230
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	316,400	1,068,700
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	156,131	1,068,700

5. TRANSACTIONS WITH THE TRUSTEE, MANAGER AND THEIR CONNECTED PERSONS (CONTINUED)

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

As at 31 March 2022 and 2021, short term highly liquid investments with original 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. Refer to note 14 (c) for details.

(e) Holdings of units

S&P 500 Daily (-1x) Inverse Product
As at 31 March 2022, The Hongkong and Shanghai Banking Corporation Limited, a related company of the Trustee, acting as a market intermediary held 1,436,700 units (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 years ended 31 March 2022 and 2021.

Hang Seng Index Daily (-1x) Inverse Product
As at 31 March 2022, The Hongkong and Shanghai Banking Corporation Limited, a related company of the Trustee, acting as a market intermediary held 212,800 units (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 years ended 31 March 2022 and 2021.

Hang Seng Index Daily (2x) Leveraged Product
As at 31 March 2022, 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 771,100 units (2021: 63,700 units) and 200,000 units (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 years ended 31 March 2022 and 2021.

Hang Seng China Enterprises Index Daily (-1x) Inverse Product
As at 31 March 2022, 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 5,200 units (2021: 25,000 units) and nil units (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 years ended 31 March 2022 and 2021.

Hang Seng China Enterprises Index Daily (2x) Leveraged Product
As at 31 March 2022, 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 54,100 units (2021: 20,000 units) and 200,000 units (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 years ended 31 March 2022 and 2021.

5. TRANSACTIONS WITH THE TRUSTEE, MANAGER AND THEIR CONNECTED PERSONS (CONTINUED)

(f) Amount due from the Manager

As at 31 March 2022 and 31 March 2021, the amounts due from the Manager of the Sub-Funds are as follows:

	2022	2021
	US$	US$
S&P 500 Daily (-1x) Inverse Product	2,229	1,967
	HK$	HK$
Hang Seng Index Daily (-1x) Inverse Product	3,680	1,240
Hang Seng Index Daily (2x) Leveraged Product	4,400	2,160
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	4,600	2,040
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	15,560	2,000

The balances are unsecured, interest-free and payable on demand.

6. AMOUNTS DUE FROM AND DUE TO BROKERS

As at 31 March 2022 and 2021, the Sub-Funds have amounts 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. For the amount due to a broker, the balance is unsecured and payable on demand.

	2022	2021
	US$	US$
S&P 500 Daily (-1x) Inverse Product		
Amount due to a broker		
- Payables for securities sold, but not yet delivered (BNP Paribas Securities Services)	-	22,823
Amount due from brokers		
- Receivables for securities sold, but not yet settled (BNP Paribas Securities Services)	90,480	-
	90,480	-

6. AMOUNT DUE FROM AND DUE TO BROKERS (CONTINUED)

	2022 HK$	2021 HK$
Hang Seng Index Daily (-1x) Inverse Product		
Amount due from brokers		
- Margin account (BNP Paribas Securities Services)	2,894	2,894
- Margin account (Goldman Sachs International)	6,866,703	4,772,222
	6,869,597	4,775,116
Hang Seng Index Daily (2x) Leveraged Product		
Amount due from brokers		
- Margin account (BNP Paribas Securities Services)	17,014	17,013
- Margin account (Goldman Sachs International)	25,785,727	25,253,325
	25,802,741	25,270,338
Hang Seng China Enterprises Index Daily (-1x) Inverse Product		
Amount due from brokers		
- Margin account (BNP Paribas Securities Services)	512	512
- Margin account (Goldman Sachs International)	7,889,016	3,995,945
	7,889,528	3,996,457
Hang Seng China Enterprises Index Daily (2x) Leveraged Product		
Amount due from brokers		
- Margin account (BNP Paribas Securities Services)	6,585	6,585
- Margin account (Goldman Sachs International)	7,561,017	7,040,873
	7,567,602	7,047,458

7. CASH AND CASH EQUIVALENTS

	Notes	2022 US$	2021 US$
S&P 500 Daily (-1x) Inverse Product			
Bank balances	(i)	4,446,636	1,672,639
Time deposits with original maturity of less than three months	(ii)	807,657	-
Short term highly liquid investments with original maturity less than three months	(iii)	-	3,442,433
Cash and cash equivalents		5,254,293	5,115,072
		HK$	HK$
Hang Seng Index Daily (-1x) Inverse Product			
Bank balances	(i)	12,888,914	15,542,818
Time deposits with original maturity of less than three months	(ii)	5,544,808	7,933,708
Cash and cash equivalents		18,433,722	23,476,526
Hang Seng Index Daily (2x) Leveraged Product			
Bank balances	(i)	11,292,056	25,278,665
Time deposits with original maturity of less than three months	(ii)	19,708,022	8,101,168
Cash and cash equivalents		31,000,078	33,379,833
Hang Seng China Enterprises Index Daily (-1x) Inverse Product			
Bank balances	(i)	10,284,854	8,407,898
Time deposits with original maturity of less than three months	(ii)	7,823,235	7,311,680
Cash and cash equivalents		18,108,089	15,719,578
Hang Seng China Enterprises Index Daily (2x) Leveraged Product			
Bank balances	(i)	2,293,953	4,871,052
Time deposits with original maturity of less than three months	(ii)	3,602,861	5,786,291
Cash and cash equivalents		5,896,814	10,657,343

7. CASH AND CASH EQUIVALENTS (CONTINUED)

Notes:

(i) As at 31 March 2022, 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, Industrial and Commercial Bank of China (Asia) Limited, Standard Chartered Bank (Hong Kong) Limited, Bank of China (Hong Kong) Limited, China Construction Bank (Asia) Corporation Limited and Agricultural Bank of China Limited Hong Kong Branch. 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 and Standard Chartered Bank (Hong Kong) Limited and Industrial and Commercial Bank of China (Asia) Limited. Refer to note 14(c) for details.

(ii) As at 31 March 2022 , these time deposits at fixed interest rate 0.30% p.a. for S&P 500 Daily (-1x) Inverse Product, 0.01 to 0.43% p.a. for Hang Seng Index Daily (-1x) Inverse Product, 0.01 to 0.59% p.a. for Hang Seng Index Daily (2x) Leveraged Product, 0.01 to 0.43% p.a. for Hang Seng China Enterprises Index Daily (-1x) Inverse Product and 0.01 to 0.59% 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 original maturity of less than three months or more. As at 31 March 2021, these time deposit at fixed interest rates 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 and 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 original 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 years ended 31 March 2022 and 2021. Refer to note 14(c) for details.

(iii) As at 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. Refer to note 14(c) for details.

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

As at 31 March 2022 and 31 March 2021, the time deposits with original maturity of more than three months are as follows:

	2022	2021
	US$	US$
S&P 500 Daily (-1x) Inverse Product	301,455	1,106,390
	HK$	HK$
Hang Seng Index Daily (-1x) Inverse Product	4,006,008	1,607,144
Hang Seng Index Daily (2x) Leveraged Product	-	11,583,305
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	1,097,234	4,624,606
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	-	2,522,206

8. TIME DEPOSITS WITH ORIGINAL MATURITY OF MORE THAN THREE MONTHS (CONTINUED)

As at 31 March 2022, these time deposits at fixed interest rate 0.60% p.a. for S&P 500 Daily (-1x) Inverse Product, 0.01% to 0.24% p.a. for Hang Seng Index Daily (-1x) Inverse Product, and 0.65% p.a. for Hang Seng China Enterprises Index Daily (-1x) Inverse 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 original maturity of more than three months for the Sub-Funds. 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 original maturity of more than three months for the Sub- Funds. The carrying amounts of the time deposit approximate their fair values. Interest income was earned on these time deposit during the years ended 31 March 2022.

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-Fund's operations is higher than the yield from management of the Sub-Fund's cash and holdings of investments. The Sub-Funds did not make any distribution for the year (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 authorized 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 31 March 2022, there were no investment in units or shares in the underlying scheme for S&P 500 Daily (-1X) Inverse Product. As at 31 March 2021, the respective value of investments in units or shares in the underlying scheme for S&P 500 daily (-1X) Inverse Product were as follows:

	2021	
	US$	% of net asset value
Hong Kong		
CSOP US Dollar Money Market ETF	1,735,287	29.03
ICBC CICC USD Money Market ETF	1,678,832	28.09

As at 31 March 2022 and 2021, there were no investment in units or shares in the underlying scheme for remaining Sub-Funds.

13. DERIVATIVE FINANCIAL INSTRUMENTS

(i) *Futures contracts*

Futures contracts are commitments to make or take future delivery of various commodities, currencies or financial instruments at a specified time and price. 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 gains or losses depends upon the prices at which the underlying financial instrument of the Swaps are valued, at the Swap's settlement dates.

In managing S&P 500 Daily (-1x) Inverse Product, 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).

13. DERIVATIVE FINANCIAL INSTRUMENTS (CONTINUED)

The following derivative contracts were unsettled as at 31 March 2022 and 2021.

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

As at 31 March 2022

Type of contract	Position	Expiration	Number of units	Nominal amount US$	Fair value US$
Swaps	Short	11 October 2022	(6,000,000)	(5,716,476)	-

As at 31 March 2021

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 31 March 2022

Type of contract	Position	Expiration	Number of contracts	Nominal amount HK$	Fair value HK$
Futures	Short	28 April 2022	(30)	(32,985,000)	(411,742)

As at 31 March 2021

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 31 March 2022

Type of contract	Position	Expiration	Number of contracts	Nominal amount HK$	Fair value HK$
Futures	Long	28 April 2022	105	115,447,500	1,672,350

As at 31 March 2021

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 31 March 2022

Type of contract	Position	Expiration	Number of contracts	Nominal amount HK$	Fair value HK$
Futures	Short	28 April 2022	(69)	(25,947,450)	(432,431)

As at 31 March 2021

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)

13. DERIVATIVE FINANCIAL INSTRUMENTS (CONTINUED)

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

As at 31 March 2022

Type of contract	Position	Expiration	Number of contracts	Nominal amount HK$	Fair value HK$
Futures	Long	28 April 2022	72	27,075,600	440,755

As at 31 March 2021

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

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

(a) Strategy in using financial instruments

Investment objectives and investment policies

The investment 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 respective Sub-Funds. The Sub-Funds will rebalance their position at or around the close of trading of the underlying market, by increasing exposure in response to the relevant index's daily gains or reducing exposure in response to the relevant index's daily losses, so that their daily inverse or leverage exposure ratios to the relevant indices are consistent with the Sub-Funds' investment objectives.

The Sub-Funds themselves are subject to various risks. The main risks associated with the investments, assets and liabilities of the Sub-Funds are set out below:

(b) Market risk

(i) *Market price risk*

Market price risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices, whether those changes are caused by factors specific to the individual instrument or factors affecting all instruments in the market.

The Sub-Funds are designated to track the performance of their respective indices, and therefore the exposures to market risk in the Sub-Funds will be substantially the same as the tracked indices. The Manager manages the Sub-Funds' exposures to market risk by ensuring that the key characteristics of the portfolio, such as security weight and industry weight, are closely aligned with the characteristics of the tracked indices.

As at 31 March 2022 and 2021, given that financial assets and financial liabilities at FVPL of S&P 500 Daily (-1x) Inverse Product are subject to daily settlement, there are no financial assets and financial liabilities at FVPL which are subject to any market price risk.

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Market risk (continued)

(i) *Market price risk* (continued)

As at 31 March 2022 and 2021, financial assets and financial liabilities 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 at FVPL were concentrated in Hong Kong with the details below:

Hang Seng Index Daily (-1x) Inverse Product

	As at 31 March 2022		As at 31 March 2021	
	Fair value HK$	% of net asset value	Fair value HK$	% of net asset value
Futures				
Hong Kong	(411,742)	(1.20)	(57,283)	(0.20)
Total financial liabilities at FVPL	(411,742)	(1.20)	(57,283)	(0.20)

Hang Seng Index Daily (2x) Leveraged Product

	As at 31 March 2022		As at 31 March 2021	
	Fair value HK$	% of net asset value	Fair value HK$	% of net asset value
Futures				
Hong Kong	1,672,350	2.90	282,256	0.41
Total financial assets at FVPL	1,672,350	2.90	282,256	0.41

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

	As at 31 March 2022		As at 31 March 2021	
	Fair value HK$	% of net asset value	Fair value HK$	% of net asset value
Futures				
Hong Kong	(432,431)	(1.65)	(5,324)	(0.02)
Total financial liabilities at FVPL	(432,431)	(1.65)	(5,324)	(0.02)

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

	As at 31 March 2022		As at 31 March 2021	
	Fair value HK$	% of net asset value	Fair value HK$	% of net asset value
Futures				
Hong Kong	440,755	3.23	5,336	0.03
Total financial assets at FVPL	440,755	3.23	5,336	0.03

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Market risk (continued)

(i) *Market price risk* (continued)

Sensitivity analysis in the event of a possible change in the tracked indices by sensitivity threshold as estimated by the Manager

As at 31 March 2022 and 2021, if the tracked indices of Hang Seng Index Daily (-1x) Inverse Product and Hang Seng China Enterprises Index Daily (-1x) Inverse Product would increase by the following sensitivity thresholds with all other variables held constant, this would decrease the profit or loss of Hang Seng Index Daily (-1x) Inverse Product and Hang Seng China Enterprises Index Daily (-1x) Inverse Product by the amounts stated in the following table. If the tracked indices of Hang Seng Index Daily (2x) Leveraged Product and Hang Seng China Enterprises Index Daily (2x) Leveraged Product would increase by the following sensitivity threshold with all other variables held constant, this would increase the profit or loss of Hang Seng Index Daily (2x) Leveraged Product and Hang Seng China Enterprises Index Daily (2x) Leveraged Product by the amounts stated in the following table.

Conversely, if the tracked indices of Hang Seng Index Daily (-1x) Inverse Product and Hang Seng China Enterprises Index Daily (-1x) Inverse Product would decrease by the same sensitivity threshold, this would increase the profit or loss of Hang Seng Index Daily (-1x) Inverse Product and Hang Seng China Enterprises Index Daily (-1x) Inverse Product by the amounts stated in the following table. If the tracked indices of Hang Seng Index Daily (2x) Leveraged Product and Hang Seng China Enterprises Index Daily (2x) Leveraged Product would decrease by the same sensitivity threshold, this would decrease the profit or loss of Hang Seng Index Daily (2x) Leveraged Product and Hang Seng China Enterprises Index Daily (2x) Leveraged Product by the amounts stated in the following table.

	As at 31 March 2022	
	Sensitivity threshold in %	Impact on profit or loss HK$
Hang Seng Index Daily (-1x) Inverse Product	22.49	-/+7,699,191
Hang Seng Index Daily (2x) Leveraged Product	22.49	+/-12,969,209
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	31.41	-/+8,235,128
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	31.41	+/-4,286,261

	As at 31 March 2021	
	Sensitivity threshold in %	Impact on profit or loss HK$
Hang Seng Index Daily (-1x) Inverse Product	20.23	-/+5,806,598
Hang Seng Index Daily (2x) Leveraged Product	20.23	+/-14,032,059
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	14.35	-/+3,335,161
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	14.35	+/-2,746,633

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Market risk (continued)

(i) *Market price risk* (continued)

The Manager has used their view of what would be a "reasonable shift" in each key market to estimate the change for use in the market sensitivity analysis above. Disclosures above are shown in absolute terms, changes and impacts could be positive or negative. Changes in market index percentage are revised annually depending on the Manager's current view of market volatility and other relevant factors.

(ii) *Interest rate risk*

Interest rate risk is the risk that the value of a financial instrument or future cash flows will fluctuate due to changes in market interest rates.

The only financial assets subject to floating interest rates are bank balances. Given that the interest arising from the bank balances is immaterial, the Manager considers the interest rate risk to be low.

(iii) *Currency risk*

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates.

All of the Sub-Funds' assets and liabilities are denominated in their functional currencies. As a result, these Sub-Funds' assets and liabilities were not exposed to significant currency risk as at 31 March 2022 and 2021.

(c) Credit risk

Credit risk is the risk that an issuer or counterparty will be unable or unwilling to pay amounts in full when due.

The Sub-Funds' financial assets which are potentially subject to credit risk consist principally of cash and cash equivalents. The Sub-Funds limit their exposure to credit risk by transacting with well-established broker-dealers and banks with high credit ratings.

All transactions in securities are settled or paid for upon delivery using approved and reputable brokers. The risk of default is considered minimal as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

The Manager's policy is to closely monitor the creditworthiness of the Products' counterparties (e.g., brokers, custodians and banks) by reviewing their credit ratings, financial statements and press releases on a regular basis.

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(c) Credit risk (continued)

Credit risk disclosures are segmented into two sections based on whether the underlying financial instrument is subject to IFRS 9's impairment disclosures or not.

Financial assets subject to IFRS 9's impairment requirements
The Sub-Funds' financial assets subject to the ECL model within IFRS 9 are amount due from brokers, subscription receivables, amount due from the Manager, interest receivables, time deposits with original maturity of more than three months and cash and cash equivalents. At 31 March 2022, the total amounts of these financial assets subject to the ECL model within IFRS 9 were US$5,649,143, HK$35,201,714, HK$56,809,821, HK$27,101,077 and HK$13,480,235 (2021: US$6,224,056, HK$29,861,019, HK$70,237,297, HK$24,343,548 and HK$20,229,679) for S&P 500 Daily (-1x) Inverse Product, 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 respectively, on which no loss allowance has been provided. No (2021: no) assets are considered impaired and no (2021: no) amounts have been written off in the year.

For financial assets measured at amortised cost, the Sub-Funds apply the general approach for impairment, there is no information indicating that the financial assets had a significant increase in credit risk since initial recognition. The financial assets therefore are still classified at stage 1 and presented in gross carrying amount. As a result, no loss allowance has been recognised as any such impairment would be wholly insignificant to the Sub-Funds.

The Sub-Funds' financial assets which are potentially subject to concentrations of counterparty risk consist principally of financial assets at FVPL held with Goldman Sachs International, amount due from brokers held with BNP Paribas Securities Services and Goldman Sachs International, bank balances held with The Hongkong and Shanghai Banking Corporation Limited, Citibank, N.A. Hong Kong Branch, Industrial and Commercial Bank of China (Asia) Limited, Standard Chartered Bank (Hong Kong) Limited, Bank of China, Bank of China (Hong Kong) Limited, China Construction Bank (Asia) Corporation Limited and Agricultural Bank of China Limited Hong Kong Branch, time deposits with original maturity of less than three months held 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, time deposit with original maturity of more than three months held 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, and short term highly liquid investments with original maturity less than three months held with The Hongkong and Shanghai Banking Corporation Limited.

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(c) Credit risk (continued)

The table below summarises the Sub-Funds' assets placed with banks and brokers and their related credit ratings from Standard & Poor's and Moody's as of 31 March 2022:

	S&P 500 Daily (-1x) Inverse Product	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
	Net exposure to counterparty 2022 US$	Net exposure to counterparty 2022 HK$	Net exposure to counterparty 2022 HK$	Net exposure to counterparty 2022 HK$	Net exposure to counterparty 2022 HK$
Financial assets at FVPL					
Goldman Sachs International	-	-	1,672,350	-	440,755
Rating	-	-	A+	-	A+
Source of rating	-	-	Standard & Poor's	-	Standard & Poor's
Amount due from brokers					
BNP Paribas Securities Services	90,480	2,894	17,014	512	6,585
Rating	A+	A+	A+	A+	A+
Source of rating	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's
Goldman Sachs International	-	6,866,703	25,785,727	7,889,016	7,561,017
Rating	-	A+	A+	A+	A+
Source of rating	-	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's
Bank balances					
The Hong Kong and Shanghai Banking Corporation Limited	347,466	1,372,144	9,873,750	763,688	926,736
Rating	AA-	AA-	AA-	AA-	AA-
Source of rating	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's
Citibank, N.A. Hong Kong Branch	799,828	4,355,520	5,890	3,002,721	51,985
Rating	A+	A+	A+	A+	A+
Source of rating	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's
Standard Chartered Bank (Hong Kong) Limited	954,897	1,589,912	345,608	522,828	13,248
Rating	A+	A+	A+	A+	A+
Source of rating	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(c) Credit risk (continued)

	S&P 500 Daily (-1x) Inverse Product Net exposure to counterparty 2022 US$	Hang Seng Index Daily (-1x) Inverse Product Net exposure to counterparty 2022 HK$	Hang Seng Index Daily (2x) Leveraged Product Net exposure to counterparty 2022 HK$	Hang Seng China Enterprises Index Daily (-1x) Inverse Product Net exposure to counterparty 2022 HK$	Hang Seng China Enterprises Index Daily (2x) Leveraged Product Net exposure to counterparty 2022 HK$
Bank balances (continued)					
Industrial and Commercial Bank of China (Asia) Limited	50,025	4,070,649	68,451	3,995,011	963
Rating	A	A	A	A	A
Source of rating	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's
Bank of China (Hong Kong) Limited	794,273	-	-	-	-
Rating	A+	-	-	-	-
Source of rating	Standard & Poor's	-	-	-	-
China Construction Bank (Asia) Corporation Limited	500,095	600	998,357	2,000,606	1,018
Rating	A	A	A	A	A
Source of rating	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's
Agricultural Bank of China Limited Hong Kong Branch	1,000,052	1,500,089	-	-	1,300,003
Rating	A	A	-	-	A
Source of rating	Standard & Poor's	Standard & Poor's	-	-	Standard & Poor's
Time deposits with original maturity of less than three months					
Agricultural Bank of China Limited Hong Kong Branch	-	2,931,015	6,986,185	1,477,063	1,202,043
Rating	-	A	A	A	A
Source of rating	-	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's
Bank of China (Hong Kong) Limited	-	1,607,305	6,558,725	3,531,621	1,172,507
Rating	-	A+	A+	A+	A+
Source of rating	-	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(c) Credit risk (continued)

	S&P 500 Daily (-1x) Inverse Product Net exposure to counterparty	Hang Seng Index Daily (-1x) Inverse Product Net exposure to counterparty	Hang Seng Index Daily (2x) Leveraged Product Net exposure to counterparty	Hang Seng China Enterprises Index Daily (-1x) Inverse Product Net exposure to counterparty	Hang Seng China Enterprises Index Daily (2x) Leveraged Product Net exposure to counterparty
	2022 US$	2022 HK$	2022 HK$	2022 HK$	2022 HK$
Time deposits with original maturity of less than three months (continued)					
China Construction Bank (Asia) Corporation Limited	-	1,006,488	6,163,112	2,814,551	1,228,311
Rating	-	A	A	A	A
Source of rating	-	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's
Industrial and Commercial Bank of China (Asia) Limited	807,657	-	-	-	-
Rating	A	-	-	-	-
Source of rating	Standard & Poor's	-	-	-	-
Time deposits with original maturity of more than three months					
Agricultural Bank of China Limited Hong Kong Branch	-	-	-	1,097,234	-
Rating	-	-	-	A	-
Source of rating	-	-	-	Standard & Poor's	-
Bank of China (Hong Kong) Limited	-	2,001,160	-	-	-
Rating	-	A+	-	-	-
Source of rating	-	Standard & Poor's	-	-	-
China Construction Bank (Asia) Corporation Limited	-	2,004,848	-	-	-
Rating	-	A	-	-	-
Source of rating	-	Moody's	-	-	-
Industrial and Commercial Bank of China (Asia) Limited	301,455	-	-	-	-
Rating	A	-	-	-	-
Source of rating	Standard & Poor's	-	-	-	-

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(c) Credit risk (continued)

The table below summarises the Sub-Funds' assets placed with banks and brokers and their related credit ratings from Standard & Poor's and Moody's as of 31 March 2021:

	S&P 500 Daily (-1x) Inverse Product	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
	Net exposure to counterparty 2021 US$	Net exposure to counterparty 2021 HK$	Net exposure to counterparty 2021 HK$	Net exposure to counterparty 2021 HK$	Net exposure to counterparty 2021 HK$
Financial assets at FVPL					
Goldman Sachs International	-	-	282,256	-	5,336
Rating	-	-	A+	-	A+
Source of rating	-	-	Standard & Poor's	-	Standard & Poor's
Amount due from brokers					
BNP Paribas Securities Services	-	2,894	17,013	512	6,585
Rating	-	A+	A+	A+	A+
Source of rating	-	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's
Goldman Sachs International	-	4,772,222	25,253,325	3,995,945	7,040,873
Rating	-	A+	A+	A+	A+
Source of rating	-	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's
Bank balances					
The Hongkong and Shanghai Banking Corporation Limited	268,210	5,027,325	9,177,397	3,414,724	2,105,729
Rating	AA-	AA-	AA-	AA-	AA-
Source of rating	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's
Citibank, N.A. Hong Kong Branch	499,997	2,855,481	105,888	502,721	202,275
Rating	A+	A+	A+	A+	A+
Source of rating	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's
Standard Chartered Bank (Hong Kong) Limited	754,425	3,589,363	8,343,429	3,522,334	514,085
Rating	A+	A+	A+	A+	A+
Source of rating	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(c) Credit risk (continued)

	S&P 500 Daily (-1x) Inverse Product Net exposure to counterparty 2021 US$	Hang Seng Index Daily (-1x) Inverse Product Net exposure to counterparty 2021 HK$	Hang Seng Index Daily (2x) Leveraged Product Net exposure to counterparty 2021 HK$	Hang Seng China Enterprises Index Daily (-1x) Inverse Product Net exposure to counterparty 2021 HK$	Hang Seng China Enterprises Index Daily (2x) Leveraged Product Net exposure to counterparty 2021 HK$
Bank balances (continued)					
Industrial and Commercial Bank of China (Asia) Limited	150,007	4,070,649	7,651,951	968,119	2,048,963
Rating	A	A	A	A	A
Source of rating	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's
Time deposits with original maturity of less than three months					
Agricultural Bank of China Limited Hong Kong Branch	-	2,924,320	6,970,227	1,473,689	2,758,722
Rating	-	A	A	A	A
Source of rating	-	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's
Bank of China (Hong Kong) Limited	-	2,000,958	-	-	-
Rating	-	A+	-	-	-
Source of rating	-	Standard & Poor's	-	-	-
China Construction Bank (Asia) Corporation Limited	-	3,008,430	1,130,941	2,811,605	3,027,569
Rating	-	A1	A1	A1	A1
Source of rating	-	Moody's	Moody's	Moody's	Moody's
Industrial and Commercial Bank of China (Asia) Limited	-	-	-	3,026,386	-
Rating	-	-	-	A	-
Source of rating		-	-	Standard & Poor's	-

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(c) Credit risk (continued)

	S&P 500 Daily (-1x) Inverse Product Net exposure to counterparty 2021 US$	Hang Seng Index Daily (-1x) Inverse Product Net exposure to counterparty 2021 HK$	Hang Seng Index Daily (2x) Leveraged Product Net exposure to counterparty 2021 HK$	Hang Seng China Enterprises Index Daily (-1x) Inverse Product Net exposure to counterparty 2021 HK$	Hang Seng China Enterprises Index Daily (2x) Leveraged Product Net exposure to counterparty 2021 HK$
Time deposits with original maturity of more than three months					
Agricultural Bank of China Limited Hong Kong Branch	-	-	-	1,093,518	-
Rating	-	-	-	A+	-
Source of rating	-	-	-	Standard & Poor's	-
Bank of China (Hong Kong) Limited	-	1,607,144	6,557,735	3,531,088	2,522,206
Rating	-	A+	A+	A+	A+
Source of rating	-	Standard & Poor's	Standard & Poor's	Standard & Poor's	Standard & Poor's
China Construction Bank (Asia) Corporation Limited	300,679	-	5,027,570	-	-
Rating	A1	-	A	-	-
Source of rating	Moody's	-	Standard & Poor's	-	-
Industrial and Commercial Bank of China (Asia) Limited	805,711	-	-	-	-
Rating	A	-	-	-	-
Source of rating	Standard & Poor's	-	-	-	-
Short term highly liquid investments with original maturity less than three months					
The Hongkong and Shanghai Banking Corporation Limited	3,442,433	-	-	-	-
Rating	AA-	-	-	-	-
Source of rating	Standard & Poor's	-	-	-	-

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in settling a liability, including a redemption request.

The Sub-Funds invest the majority of their assets in investments that are traded in an active market and can be readily disposed of. The Sub-Funds' securities are considered readily realisable, as they are listed. It is the intent of the Manager to monitor the Sub-Funds' liquidity position on a daily basis.

The following table illustrates the expected liquidity of financial assets held at 31 March 2022 and 2021 and gives the contractual undiscounted cash-flow projection of the Sub-Funds' financial liabilities. The Sub-Funds manage their liquidity risk by investing in securities that they expect to be able to liquidate within 1 month or less. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Liquidity risk (continued)

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

As at 31 March 2022	On demand US$	Less than 1 month US$	1 to 3 months US$	3 to 12 months US$	More than 12 months US$	Total US$
Financial assets						
Amount due from a broker	90,480	-	-	-	-	90,480
Amount due from the Manager	2,229	-	-	-	-	2,229
Interest receivables	-	565	121	-	-	686
Time deposits with original maturity of more than three months	-	-	301,455	-	-	301,455
Cash and cash equivalents	4,446,636	807,657	-	-	-	5,254,293
Total	4,539,345	808,222	301,576	-	-	5,649,143
Financial liabilities						
Management fee payable	-	7,526	-	-	-	7,526
Trustee fee payable	-	1,500	-	-	-	1,500
Formation fee payable	-	-	-	-	-	-
Administration fee payable	130,697	-	-	-	-	130,697
Registrar fee payable to the Trustee	-	520	-	-	-	520
Total	130,697	9,546	-	-	-	140,243

As at 31 March 2021	On demand US$	Less than 1 month US$	1 to 3 months US$	3 to 12 months US$	More than 12 months US$	Total US$
Financial assets						
Amount due from the Manager	1,967	-	-	-	-	1,967
Interest receivables	-	571	56	-	-	627
Time deposits with original maturity of more than three months	-	805,711	300,679	-	-	1,106,390
Cash and cash equivalents	1,672,639	3,442,443	-	-	-	5,115,072
Total	1,674,606	4,248,715	300,735	-	-	6,224,056
Financial liabilities						
Amount due to a broker	-	22,823	-	-	-	22,823
Management fee payable	-	5,715	-	-	-	5,715
Trustee fee payable	-	1,500	-	-	-	1,500
Formation fee payable	115,252	-	-	-	-	115,252
Administration fee payable	101,990	-	-	-	-	101,990
Total	217,242	30,038	-	-	-	247,280

As at 31 March 2022, three (2021: one) unitholders held respectively 19.81%, 11.41% and 10.48% (2021: 15%) of S&P 500 Daily (-1x) Inverse Product's total net assets.

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)
(d) Liquidity risk (continued)

Hang Seng Index Daily (-1x) Inverse Product

As at 31 March 2022	On demand HK$	Less than 1 month HK$	1 to 3 months HK$	3 to 12 months HK$	More than 12 months HK$	Total HK$
Financial assets						
Amount due from brokers	6,869,597	-	-	-	-	6,869,597
Subscription receivables	-	5,886,400	-	-	-	5,886,400
Amount due from the Manager	3,680	-	-	-	-	3,680
Interest receivables	-	2,307	-	-	-	2,307
Time deposits with original maturity of more than three months	-	4,006,008	-	-	-	4,006,008
Cash and cash equivalents	12,888,914	5,544,808	-	-	-	18,433,722
Total	19,762,191	15,439,523	-	-	-	35,201,714
Financial liabilities						
Financial liabilities at fair value through profit or loss	-	411,742	-	-	-	411,742
Management fee payable	-	31,492	-	-	-	31,492
Trustee fee payable	-	11,721	-	-	-	11,721
Administration fee payable	416,400	-	-	-	-	416,400
Registrar fee payable to the Trustee	-	5,320	-	-	-	5,320
Other payables and accruals	-	91,196	-	-	-	91,196
Total	416,400	551,471	-	-	-	967,871

As at 31 March 2021	On demand HK$	Less than 1 month HK$	1 to 3 months HK$	3 to 12 months HK$	More than 12 months HK$	Total HK$
Financial assets						
Amount due from brokers	4,775,116	-	-	-	-	4,775,116
Amount due from the Manager	1,240	-	-	-	-	1,240
Interest receivables	-	993	-	-	-	993
Time deposits with original maturity of more than three months	-	1,607,144	-	-	-	1,607,144
Cash and cash equivalents	15,542,818	7,933,708	-	-	-	23,476,526
Total	20,319,174	9,541,845	-	-	-	29,861,019
Financial liabilities						
Financial liabilities at fair value through profit or loss	-	57,283	-	-	-	57,283
Management fee payable	-	15,914	-	-	-	15,914
Trustee fee payable	-	12,477	-	-	-	12,477
Administration fee payable	1,068,699	-	-	-	-	1,068,699
Registrar fee payable to the Trustee	-	2,660	-	-	-	2,660
Other payables and accruals	-	1,080	-	-	-	1,080
Total	1,068,699	89,414	-	-	-	1,158,113

As at 31 March 2022, one (2021: two) unitholders held respectively 91.16% (2021: 74% and 19%) of Hang Seng Index Daily (-1x) Inverse Product's total net assets.

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Liquidity risk (continued)

Hang Seng Index Daily (2x) Leveraged Product

As at 31 March 2022	On demand HK$	Less than 1 month HK$	1 to 3 months HK$	3 to 12 months HK$	More than 12 months HK$	Total HK$
Financial assets						
Financial assets at fair value through profit or loss	-	1,672,350	-	-	-	1,672,350
Amount due from brokers	25,802,741	-	-	-	-	25,802,741
Amount due from the Manager	4,400	-	-	-	-	4,400
Interest receivables	-	1,951	651	-	-	2,602
Cash and cash equivalents	4,733,331	21,235,761	5,030,986	-	-	31,000,078
Total	30,540,472	22,910,062	5,031,637	-	-	58,482,171
Financial liabilities						
Management fee payable	-	59,275	-	-	-	59,275
Trustee fee payable	-	11,720	-	-	-	11,720
Administration fee payable	647,931	-	-	-	-	647,931
Registrar fee payable to the Trustee	-	5,320	-	-	-	5,320
Other payables and accruals	-	91,366	-	-	-	91,366
Total	647,931	167,681	-	-	-	815,612

As at 31 March 2021	On demand HK$	Less than 1 month HK$	1 to 3 months HK$	3 to 12 months HK$	More than 12 months HK$	Total HK$
Financial assets						
Financial assets at fair value through profit or loss	-	282,256	-	-	-	282,256
Amount due from brokers	25,270,338	-	-	-	-	25,270,338
Amount due from the Manager	2,160	-	-	-	-	2,160
Interest receivables	-	1,625	36	-	-	1,661
Time deposits with original maturity of more than three months	-	6,557,735	5,025,570	-	-	11,583,305
Cash and cash equivalents	25,278,665	8,101,168	-	-	-	33,379,833
Total	50,551,163	14,942,784	5,025,606	-	-	70,519,553
Financial liabilities						
Management fee payable	-	42,061	-	-	-	42,061
Trustee fee payable	-	12,476	-	-	-	12,476
Administration fee payable	1,100,230	-	-	-	-	1,100,230
Other payables and accruals	-	2,160	-	-	-	2,160
Total	1,100,230	56,697	-	-	-	1,156,927

As at 31 March 2022, two (2021: one) unitholder held 60.95% and 16.48% (2021: 85%) of Hang Seng Index Daily (2x) Leveraged Product's total net assets.

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Liquidity risk (continued)

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

As at 31 March 2022	On demand HK$	Less than 1 month HK$	1 to 3 months HK$	3 to 12 months HK$	More than 12 months HK$	Total HK$
Financial assets						
Amount due from brokers	7,889,528	-	-	-	-	7,889,528
Amount due from the Manager	4,600	-	-	-	-	4,600
Interest receivables	-	1,177	449	-	-	1,626
Time deposits with original maturity of more than three months	-	-	1,097,234	-	-	1,097,234
Cash and cash equivalents	10,284,854	7,823,235	-	-	-	18,108,089
Total	18,178,982	7,824,412	1,097,683	-	-	27,101,077
Financial liabilities						
Financial liabilities at fair value through profit or loss	-	432,431	-	-	-	432,431
Management fee payable	-	27,785	-	-	-	27,785
Trustee fee payable	-	11,720	-	-	-	11,720
Administration fee payable	316,400	-	-	-	-	316,400
Registrar fee payable to the Trustee	-	2,660	-	-	-	2,660
Other payables and accruals	-	91,908	-	-	-	91,908
Total	316,400	566,504	-	-	-	882,904

As at 31 March 2021	On demand HK$	Less than 1 month HK$	1 to 3 months HK$	3 to 12 months HK$	More than 12 months HK$	Total HK$
Financial assets						
Amount due from brokers	3,996,457	-	-	-	-	3,996,457
Amount due from the Manager	2,040	-	-	-	-	2,040
Interest receivables	-	568	299	-	-	867
Time deposits with original maturity of more than three months	-	3,531,088	1,093,518	-	-	4,624,606
Cash and cash equivalents	8,407,898	4,285,294	3,026,386	-	-	15,719,578
Total	12,406,395	7,816,950	4,120,203	-	-	24,343,548
Financial liabilities						
Financial liabilities at fair value through profit or loss	-	5,324	-	-	-	5,324
Management fee payable	-	13,466	-	-	-	13,466
Trustee fee payable	-	12,477	-	-	-	12,477
Administration fee payable	1,068,700	-	-	-	-	1,068,700
Other payables and accruals	-	2,040	-	-	-	2,040
Total	1,068,700	33,307	-	-	-	1,102,007

As at 31 March 2022, two (2021: two) unitholders held respectively 87.83% and 11.48% (2021: 78% and 12%) of Hang Seng China Enterprises Index Daily (-1x) Inverse Product's total net assets.

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Liquidity risk (continued)

Hang Seng China Enterprises Daily (2x) Leveraged Product

As at 31 March 2022	On demand HK$	Less than 1 month HK$	1 to 3 months HK$	3 to 12 months HK$	More than 12 months HK$	Total HK$
Financial assets						
Financial assets at fair value through profit or loss	-	440,755	-	-	-	440,755
Amount due from brokers	7,567,602	-	-	-	-	7,567,602
Amount due from the Manager	15,560	-	-	-	-	15,560
Interest receivables	-	101	158	-	-	259
Cash and cash equivalents	2,293,952	2,374,551	1,228,311	-	-	5,896,814
Total	9,877,114	2,815,407	1,228,469	-	-	13,920,990
Financial liabilities						
Management fee payable	-	12,674	-	-	-	12,674
Trustee fee payable	-	11,720	-	-	-	11,720
Administration fee payable	156,131	-	-	-	-	156,131
Registrar fee payable to the Trustee	-	2,660	-	-	-	2,660
Other payables and accruals	-	91,638	-	-	-	91,638
Total	156,131	118,692	-	-	-	274,823

As at 31 March 2021	On demand HK$	Less than 1 month HK$	1 to 3 months HK$	3 to 12 months HK$	More than 12 months HK$	Total HK$
Financial assets						
Financial assets at fair value through profit or loss	-	5,336	-	-	-	5,336
Amount due from brokers	7,047,458	-	-	-	-	7,047,458
Amount due from the Manager	2,000	-	-	-	-	2,000
Interest receivables	-	626	46	-	-	672
Time deposits with original maturity of more than three months	-	2,522,206	-	-	-	2,522,206
Cash and cash equivalents	4,871,051	2,758,722	3,027,570	-	-	10,657,343
Total	11,920,509	5,286,890	3,027,616	-	-	20,235,015
Financial liabilities						
Management fee payable	-	11,737	-	-	-	11,737
Trustee fee payable	-	12,476	-	-	-	12,476
Administration fee payable	1,068,700	-	-	-	-	1,068,700
Other payables and accruals	-	1,800	-	-	-	1,800
Total	1,068,700	26,013	-	-	-	1,094,713

As at 31 March 2022, three (2021: three) unitholders held respectively 28.83%, 11.46% and 10.45% (2021: 35%, 30% and 11%) of Hang Seng China Enterprises Daily (2x) Leveraged Product's total net assets.

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation

The fair values of financial assets and financial liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted market prices at the close of trading on the year end date. The Sub-Funds used last traded market prices as their fair valuation inputs for financial assets.

An active market is a market in which transactions for the assets or liabilities take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 requires the Sub-Funds to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements.

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

The determination of what constitutes "observable" requires significant judgement by the Sub-Funds. The Sub-Funds consider observable data as market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant markets.

Financial assets and financial liabilities carried at fair value

The following tables analyse within the fair value hierarchy the Sub-Funds' financial assets and financial liabilities (by class) measured at fair value as at 31 March 2022 and 31 March 2021:

As at 31 March 2022	Quoted prices in active markets Level 1	Significant observable inputs Level 2	Significant unobservable inputs Level 3	Total
Financial assets at FVPL:				
Futures contracts				
Hang Seng Index Daily (2x) Leveraged Product (in HK$)	1,672,350	-	-	1,672,350
	1,672,350	-	-	1,672,350
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK$)	440,755	-	-	440,755
	440,755	-	-	440,755

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

Financial assets and financial liabilities carried at fair value (continued)

As at 31 March 2021	Quoted prices in active markets Level 1	Significant observable inputs Level 2	Significant unobservable inputs Level 3	Total
Financial assets at FVPL:				
Futures contracts				
Hang Seng Index Daily (2x) Leveraged Product (in HK$)	282,256	-	-	282,256
	282,256	-	-	282,256
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK$)	5,336	-	-	5,336
	5,336	-	-	5,336

As at 31 March 2022 and 2021, there were no financial assets at FVPL for S&P 500 Daily (-1x) Inverse Product, Hang Seng Index Daily (-1x) Inverse Product and Hang Seng China Enterprises Index Daily (-1x) Inverse Product.

As at 31 March 2022	Quoted prices in active markets Level 1	Significant observable inputs Level 2	Significant unobservable inputs Level 3	Total
Financial liabilities at FVPL:				
Futures contracts				
Hang Seng Index Daily (-1x) Inverse Product (in HK$)	411,742	-	-	411,742
	411,742	-	-	411,742
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK$)	432,431	-	-	432,431
	432,431	-	-	432,431

As at 31 March 2021	Quoted prices in active markets Level 1	Significant observable inputs Level 2	Significant unobservable inputs Level 3	Total
Financial liabilities at FVPL:				
Futures contracts				
Hang Seng Index Daily (-1x) Inverse Product (in HK$)	57,283	-	-	57,283
	57,283	-	-	57,283
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK$)	5,324	-	-	5,324
	5,324	-	-	5,324

As at 31 March 2022 and 2021, there were no financial liabilities at FVPL for S&P 500 Daily (-1x) Inverse Product, Hang Seng Index Daily (2x) Leveraged Product and Hang Seng China Enterprises Daily (2x) Leveraged Product.

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

Financial assets and financial liabilities carried at fair value (continued)

Investments whose values are based on quoted market prices in active markets, and therefore classified within Level 1, include active listed equities. The Sub-Funds do not adjust the quoted price for these instruments.

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2.

Investments classified within Level 3 have significant unobservable inputs, as observable prices are not available for these securities, the Sub-Funds have used valuation techniques to derive the fair value.

During the years ended 31 March 2022 and 2021, there were no transfers between levels.

Other financial assets and financial liabilities

The Management has assessed that the carrying values of the amount due from brokers, subscription receivables, the amount due from the Manager, interest receivables, cash and cash equivalents, the amounts due to a broker, management fee payable, trustee fee payable, formation fee payable, administration fee payable, registrar fee payable to the Trustee and other payables and accruals approximate to their fair values largely due to the short term maturities of these instruments.

(f) Capital risk management

The Sub-Funds' capital is represented by the net assets attributable to unitholders. The Sub-Funds' objective is 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 of the respective Sub-Funds. The Manager may:

- redeem and issue new units in accordance with the constitutive documents of the Sub-Funds; and
- suspend the creation and redemption of units under certain circumstance stipulated in the Trust Deed.

(g) Offsetting and amounts subject to master netting arrangements and similar agreements

The Sub-Funds (except S&P 500 Daily (-1x) Inverse Product) present the fair value of their derivative assets and liabilities on a gross basis, and no such assets or liabilities have been offset in the statement of net assets. Certain derivative financial instruments are subject to enforceable master netting arrangements.

The arrangements allow for offsetting following an event of default, but not in the ordinary course of business, and the Sub-Funds do not intend to settle these transactions on a net basis or settle the assets and liabilities on a simultaneous basis.

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(g) Offsetting and amounts subject to master netting arrangements and similar agreements (continued)

The tables below set out the carrying amounts of recognised financial assets and financial liabilities that are subject to the above arrangement, together with collateral held or pledged against these assets and liabilities as at 31 March 2022 and 2021:

Hang Seng Index Daily (-1x) Inverse Product

As at 31 March 2022	Gross carrying amounts before offsetting HK$	Amount offset in accordance with offsetting criteria HK$	Net amount presented in statement of financial position HK$	Effect of remaining rights of set-off that do not meet criteria for offsetting in the statement of financial position – cash and non-cash held as collateral HK$	Net exposure HK$
Financial asset					
Margin account	6,869,597	-	6,869,597	(411,742)	6,457,855
Total	6,869,597	-	6,869,597	(411,742)	6,457,855
Financial liability					
Futures contracts	(411,742)	-	(411,742)	411,742	-
Total	(411,742)	-	(411,742)	411,742	-

As at 31 March 2021	HK$	HK$	HK$	HK$	HK$
Financial asset					
Margin account	4,775,116	-	4,775,116	(57,283)	4,717,833
Total	4,775,116	-	4,775,116	(57,283)	4,717,833
Financial liability					
Futures contracts	(57,283)	-	(57,283)	57,283	-
Total	(57,283)	-	(57,283)	57,283	-

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(g) Offsetting and amounts subject to master netting arrangements and similar agreements (continued)

Hang Seng Index Daily (2x) Leveraged Product

As at 31 March 2022	Gross carrying amounts before offsetting HK$	Amount offset in accordance with offsetting criteria HK$	Net amount presented in statement of financial position HK$	Effect of remaining rights of set-off that do not meet criteria for offsetting in the statement of financial position – cash and non-cash held as collateral HK$	Net exposure HK$
Financial assets					
Futures	1,672,350	-	1,672,350	-	1,672,350
Margin account	25,802,741	-	25,802,741	-	25,802,741
Total	27,475,091	-	27,475,091	-	27,475,091

As at 31 March 2021	HK$	HK$	HK$	HK$	HK$
Financial assets					
Futures	282,256	-	282,256	-	282,256
Margin account	25,270,338	-	25,270,338	-	25,270,338
Total	25,552,594	-	25,552,594	-	25,552,594

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(g) Offsetting and amounts subject to master netting arrangements and similar agreements (continued)

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

As at 31 March 2022	Gross carrying amounts before offsetting HK$	Amount offset in accordance with offsetting criteria HK$	Net amount presented in statement of financial position HK$	Effect of remaining rights of set-off that do not meet criteria for offsetting in the statement of financial position – cash and non-cash held as collateral HK$	Net exposure HK$
Financial asset					
Margin account	7,889,528	-	7,889,528	(432,431)	7,457,097
Total	7,889,528	-	7,889,528	(432,431)	7,457,097
Financial liability					
Futures contracts	(432,431)	-	(432,431)	432,431	-
Total	(432,431)	-	(432,431)	432,431	-

As at 31 March 2021	HK$	HK$	HK$	HK$	HK$
Financial asset					
Margin account	3,996,457	-	3,996,457	(5,324)	3,991,133
Total	3,996,457	-	3,996,457	(5,324)	3,991,133
Financial liability					
Futures contracts	(5,324)	-	(5,324)	5,324	-
Total	(5,324)	-	(5,324)	5,324	-

14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(g) Offsetting and amounts subject to master netting arrangements and similar agreements (continued)

Hang Seng China Enterprises Daily (2x) Leveraged Product

As at 31 March 2022

	Gross carrying amounts before offsetting HK$	Amount offset in accordance with offsetting criteria HK$	Net amount presented in statement of financial position HK$	Effect of remaining rights of set-off that do not meet criteria for offsetting in the statement of financial position – cash and non-cash held as collateral HK$	Net exposure HK$
Financial assets					
Futures contracts	440,755	-	440,755	-	440,755
Margin account	7,567,602	-	7,567,602	-	7,567,602
Total	8,008,357	-	8,008,357	-	8,008,357

As at 31 March 2021

	HK$	HK$	HK$	HK$	HK$
Financial assets					
Futures contracts	5,336	-	5,336	-	5,336
Margin account	7,047,458	-	7,047,458	-	7,047,458
Total	7,052,794	-	7,052,794	-	7,052,794

15. 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 year ended 31 March 2022 and 2021.The Sub-Funds are domiciled in Hong Kong.

Majority of the Sub-Funds' income is derived from investments in financial assets and financial liabilities at FVPL.

16. EVENTS AFTER THE REPORTING PERIOD

During the period between the end of the reporting period and the date of approval of these financial statements There were subscription and redemption of units amounting to HK$10,849,500 and HK$9,042,380 for Hang Seng Index Daily (-1x) Inverse Product. There were subscription and redemption of units amounting to HK$ 22,780,990 and HK$ 2,554,140 for Hang Seng Index Daily (2x) Leveraged Product. There were subscription and redemption of units amounting to HK$ 13,388,200 and HK$ 6,423,980 for Hang Seng China Enterprises Index Daily (2x) Leveraged Product. There were redemption of units amounting to HK$ 3,168,880 for Hang Seng China Enterprises Index Daily (-1x) Inverse Product respectively.

17. APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the Manager and the Trustee on 29 July 2022.

GLOBAL X LEVERAGED AND INVERSE SERIES

INVESTMENT PORTFOLIO (UNAUDITED)

As at 31 March 2022

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

		Holdings	Fair value US$	% of net assets
Unlisted swap contracts	**Expiration Date**	**Units**		
United States				
GLOBAL X S&P 500 TOTAL RETURN INDEX	11 October 2022	(6,000,000)	-	-
Total investments at fair value			-	-
Total investments, at cost			-	

Hang Seng Index Daily (-1x) Inverse Product

		Holdings	Fair value HK$	% of net assets
Listed future contracts	**Expiration Date**	**Contracts**		
Hong Kong				
HANG SENG IDX FUT APR22 28/04/2022	28 April 2022	(30)	(411,742)	(1.20)
Total investments at fair value			(411,742)	(1.20)
Total investments, at cost			-	

Hang Seng Index Daily (2x) Leveraged Product

		Holdings	Fair value HK$	% of net assets
Listed future contracts	**Expiration Date**	**Contracts**		
Hong Kong				
HANG SENG IDX FUT APR22 28/04/2022	28 April 2022	105	1,672,350	2.90
Total investments at fair value			1,672,350	2.90
Total investments, at cost			-	

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

		Holdings	Fair value HK$	% of net assets
Listed future contracts	**Expiration Date**	**Contracts**		
Hong Kong				
HSCEI FUTURES APR22 28/04/2022	28 April 2022	(69)	(432,431)	(1.65)
Total investments at fair value			(432,431)	(1.65)
Total investments, at cost			-	

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)
As at 31 March 2022

Hang Seng China Enterprises Daily (2x) Leveraged Product

		Holdings	Fair value HK$	% of net assets
Listed future contracts	**Expiration Date**	**Contracts**		
Hong Kong				
HSCEI FUTURES APR22 28/04/2022	28 April 2022	72	440,755	3.23
Total investments at fair value			440,755	3.23
Total investments, at cost			-	

GLOBAL X LEVERAGED AND INVERSE SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)
For the year ended 31 March 2022

Global X 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 31 March 2022
Swap					
USA					
GLOBAL X S&P 500 TOTAL RETURN INDEX	(7,500,000)	1,479,950,000	-	1,478,450,000	(6,000,000)

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

Financial assets or financial liabilities at fair value through profit or loss	Opening	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2022
Futures Contracts					
HONG KONG					
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	-	30	-	30	-
HANG SENG IDX FUT NOV21 29/11/2021	-	28	-	28	-
HANG SENG IDX FUT DEC21 30/12/2021	-	31	-	31	-
HANG SENG IDX FUT JAN22 28/01/2022	-	30	-	30	-
HANG SENG IDX FUT FEB22 25/02/2022	-	28	-	28	-
HANG SENG IDX FUT MAR22 30/03/2022	-	41	-	41	-
HANG SENG IDX FUT APR22 28/04/2022	-	1	-	31	(30)

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

Financial assets or financial liabilities at fair value through profit or loss	Opening	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2022
Futures Contracts					
Hong Kong					
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	-	107	-	107	-
HANG SENG IDX FUT NOV21 29/11/2021	-	107	-	107	-
HANG SENG IDX FUT DEC21 30/12/2021	-	111	-	111	-
HANG SENG IDX FUT JAN22 28/01/2022	-	110	-	110	-
HANG SENG IDX FUT FEB22 25/02/2022	-	111	-	111	-
HANG SENG IDX FUT MAR22 30/03/2022	-	131	-	131	-
HANG SENG IDX FUT APR22 28/04/2022	-	105	-	-	105

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

For the year ended 31 March 2022

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

Financial assets or financial liabilities at fair value through profit or loss	Opening	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2022
Futures Contracts					
Hong Kong					
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	-	72	-	72	-
HSCEI FUTURES NOV21 29/11/2021	-	67	-	67	-
HSCEI FUTURES DEC21 30/12/2021	-	77	-	77	-
HSCEI FUTURES JAN22 28/01/2022	-	77	-	77	-
HSCEI FUTURES FEB22 25/02/2022	-	72	-	72	-
HSCEI FUTURES MAR22 30/03/2022	-	120	-	120	-
HSCEI FUTURES APR22 28/04/2022	-	3	-	72	(69)

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

Financial assets or financial liabilities at fair value through profit or loss	Opening	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2022
Futures Contracts					
Hong Kong					
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	-	74	-	74	-
HSCEI FUTURES NOV21 29/11/2021	-	71	-	71	-
HSCEI FUTURES DEC21 30/12/2021	-	62	-	62	-
HSCEI FUTURES JAN22 28/01/2022	-	69	-	69	-
HSCEI FUTURES FEB22 25/02/2022	-	71	-	71	-
HSCEI FUTURES MAR22 30/03/2022	-	93	-	93	-
HSCEI FUTURES APR22 28/04/2022	-	73	-	1	72

GLOBAL X LEVERAGED AND INVERSE SERIES

DETAILS IN RESPECT OF FINANCIAL DERIVATIVE INSTRUMENTS (UNAUDITED)

Swaps

The details of swaps contracts held by the Sub-Fund as at 31 March 2022 are as follows:

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

Description	Underlying assets	Contract Size	Notional amount	Position	Counterparty	Fair value HK$
Financial assets:						
GLOBAL X S&P 500 TOTAL RETURN INDEX	S&P 500 Index	(6,000,000)	(5,716,476)	Short	BNP Paribas Securities Services	-
						-

Futures

The details of futures contracts held by the Sub-Fund as at 31 March 2022 are as follows:

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

Description	Underlying assets	Contract Size	Notional amount	Position	Counterparty	Fair value HK$
Financial liabilities:						
HANG SENG IDX FUT APR22 28/04/2022	Hang Seng Index	(30)	(32,985,000)	Short	Goldman Sachs International	(411,742)
						(411,742)

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

Description	Underlying assets	Contract Size	Notional amount	Position	Counterparty	Fair value HK$
Financial assets:						
HANG SENG IDX FUT APR22 28/04/2022	Hang Seng Index	105	115,447,500	Long	Goldman Sachs International	1,672,350
						1,672,350

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

Description	Underlying assets	Contract Size	Notional amount	Position	Counterparty	Fair value HK$
Financial liabilities:						
HSCEI FUTURES APR22 28/04/2022	Hang Seng China Enterprises Index	(69)	(25,947,450)	Short	Goldman Sachs International	(432,431)
						(432,431)

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

Description	Underlying assets	Contract Size	Notional amount	Position	Counterparty	Fair value HK$
Financial assets:						
HSCEI FUTURES APR22 28/04/2022	Hang Seng China Enterprises Index	72	27,075,600	Long	Goldman Sachs International	440,755
						440,755

GLOBAL X LEVERAGED AND INVERSE SERIES

INFORMATION ON GROSS EXPOSURE ARISING FROM FINANCIAL DERIVATIVES INSTRUMENTS (UNAUDITED)

The table below analyses the lowest, highest and average gross exposure arising from the use of financial derivative instruments for any purpose as a proportion to the Sub-Funds' total net asset value for the years ended 31st March 2022.

	2022 % of Net asset value
Global X S&P 500 Daily (-1x) Inverse Product	
Lowest gross exposure	87.63%
Highest gross exposure	113.76%
Average gross exposure	100.95%
Global X Hang Seng Index Daily (-1x) Inverse Product	
Lowest gross exposure	94.48%
Highest gross exposure	116.35%
Average gross exposure	97.59%
Global X Hang Seng Index Daily (2x) Leveraged Product	
Lowest gross exposure	195.97%
Highest gross exposure	222.51%
Average gross exposure	198.76%
Global X Hang Seng China Enterprises Index Daily (-1x) Inverse Product	
Lowest gross exposure	92.07%
Highest gross exposure	100.77%
Average gross exposure	98.74%
Global X Hang Seng China Enterprises Index Daily (2x) Leveraged Product	
Lowest gross exposure	146.57%
Highest gross exposure	200.68%
Average gross exposure	197.94%

INFORMATION ON NET EXPOSURE ARISING FROM FINANCIAL DERIVATIVES INSTRUMENTS (UNAUDITED) (CONTINUED)

The table below analyses the lowest, highest and average net exposure arising from the use of financial derivative instruments for any purpose as a proportion to the sub-funds' total net asset value for the years ended 31st March 2022.

	2022 % of Net asset value
Global X S&P 500 Daily (-1x) Inverse Product	
Lowest net exposure	87.63%
Highest net exposure	113.76%
Average net exposure	100.95%
Global X Hang Seng Index Daily (-1x) Inverse Product	
Lowest net exposure	94.48%
Highest net exposure	116.35%
Average net exposure	97.59%
Global X Hang Seng Index Daily (2x) Leveraged Product	
Lowest net exposure	195.97%
Highest net exposure	222.51%
Average net exposure	198.76%
Global X Hang Seng China Enterprises Index Daily (-1x) Inverse Product	
Lowest net exposure	92.07%
Highest net exposure	100.77%
Average net exposure	98.74%
Global X Hang Seng China Enterprises Index Daily (2x) Leveraged Product	
Lowest net exposure	146.57%
Highest net exposure	200.68%
Average net exposure	197.94%

GLOBAL X LEVERAGED AND INVERSE SERIES

PERFORMANCE RECORD (UNAUDITED)

NET ASSET VALUE

	As at 31 March 2022	
	Dealing net asset value	Dealing net asset value per unit
S&P 500 Daily (-1x) Inverse Product (in US$)	5,508,900	0.7598
Hang Seng Index Daily (-1x) Inverse Product (in HK$)	34,233,843	5.3490
Hang Seng Index Daily (2x) Leveraged Product (in HK$)	57,666,559	6.1347
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK$)	26,218,173	6.3947
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK$)	13,646,167	3.4990

	As at 31 March 2021	
	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	
	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

	As at 31 March 2019	
	Dealing net asset value	Dealing net asset value per unit
S&P 500 Daily (-1x) Inverse Product (in US$)	19,431,120	1.4132
Hang Seng Index Daily (-1x) Inverse Product (in HK$)	151,382,717	5.4454
Hang Seng Index Daily (2x) Leveraged Product (in HK$)	86,319,541	11.2103
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK$)	35,797,577	5.8685
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK$)	57,422,443	9.1147

HIGHEST ISSUE PRICE AND LOWEST REDEMPTION PRICE PER UNIT

	For the year ended 31 March 2022	
	Highest issue price per unit	Lowest redemption price per unit
S&P 500 Daily (-1x) Inverse Product (in US$)	0.9082	0.7370
Hang Seng Index Daily (-1x) Inverse Product (in HK$)	6.5304	4.4589
Hang Seng Index Daily (2x) Leveraged Product (in HK$)	11.2526	4.3282
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK$)	8.0861	4.9529
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK$)	8.3066	2.3682

GLOBAL X LEVERAGED AND INVERSE SERIES

PERFORMANCE RECORD (UNAUDITED) (CONTINUED)

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

	For the year ended 31 March 2021	
	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

	For the year ended 31 March 2020	
	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

	For the year ended 31 March 2019	
	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

	For the year/period ended 31 March 2018	
	Highest issue price per unit	Lowest redemption price per unit
S&P 500 Daily (-1x) Inverse Product (in US$)	1.8189	1.4396
Hang Seng Index Daily (-1x) Inverse Product[1] (in HK$)	15.0191	5.1726
Hang Seng Index Daily (2x) Leveraged Product[1] (in HK$)	23.1596	10.8196
Hang Seng China Enterprises Index Daily (-1x) Inverse Product[1] (in HK$)	15.4402	5.2809
Hang Seng China Enterprises Index Daily (2x) Leveraged Product[1] (in HK$)	20.4167	9.1407

	For the period from 5 October 2016 (date of inception) to 31 March 2017	
	Highest issue price per unit	Lowest redemption price per unit
S&P 500 Daily (-1x) Inverse Product[2] (in US$)	1.7651	2.0585

[1]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.
[2]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

PERFORMANCE RECORD (UNAUDITED)(CONTINUED)

PERFORMANCE OF THE SUB-FUNDS (CONTINUED)

	For the year ended 31 March 2022	
	Sub-Fund performance (%)	Index* performance (%)
S&P 500 Daily (-1x) Inverse Product (in US$)	(17.37)	14.03
Hang Seng Index Daily (-1x) Inverse Product (in HK$)	13.52	(22.49)
Hang Seng Index Daily (2x) Leveraged Product (in HK$)	(40.74)	(22.49)
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK$)	26.49	(31.41)
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK$)	(56.18)	(31.41)

	For the year ended 31 March 2021	
	Sub-Fund performance (%)	Index* 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$)	26.77	14.35

	For the year ended 31 March 2020	
	Sub-Fund performance (%)	Index* 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)

	For the year ended 31 March 2019	
	Sub-Fund performance (%)	Index* 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)

	For the year/period ended 31 March 2018	
	Sub-Fund performance (%)	Index* performance (%)
S&P 500 Daily (-1x) Inverse Product (in US$)	(13.10)	11.77
Hang Seng Index Daily (-1x) Inverse Product[1] (in HK$)	(25.00)	27.68
Hang Seng Index Daily (2x) Leveraged Product[1] (in HK$)	61,17	27.68
Hang Seng China Enterprises Index Daily (-1x) Inverse Product[1] (in HK$)	(20.51)	19.16
Hang Seng China Enterprises Index Daily (2x) Leveraged Product[1] (in HK$)	38.08	19.16

PERFORMANCE OF THE SUB-FUNDS (CONTINUED)

	For the period from 5 October 2016 (date of inception) to 31 March 2017	
	Highest issue price per unit	Lowest redemption price per unit
S&P 500 Daily (-1x) Inverse Product[2] (in US$)	(10.50)	9.35

[1]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.
[2]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

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Mr. Byung Ha Kim

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[%] 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
[#] In respect of S&P 500 Daily (-1x) Inverse Product only