

GOLD 3000 LTD.

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2022

2. Summary of significant accounting policies (continued)

Cash: For the purposes of these financial statements, cash is comprised of cash and bank overdrafts. Bank overdrafts are shown in current liabilities in the statement of financial position.

Participating Shares and Founder Shares: Participating Shares are redeemable at the shareholder's option and are classified as financial liabilities. The Participating Shares can be put back to the Fund by the holder at any week end for cash equal to a proportionate share of the Fund's net assets. The Participating Share is carried at the redemption amount that is payable at the statement of financial position date if the shareholder exercised its right to put the share back to the Fund. Founder Shares are not redeemable, do not participate in the net income or dividends of the Fund and are classified as equity, as per the Fund's articles of association. The Founder Shares have been excluded for the purpose of presenting the statement of financial position.

Payable and receivable for investments purchased or sold: Receivable for investments sold represents receivables for securities sold that have contracted for, but not yet settled on the statement of financial position date and cash balances as per broker statement. Payable for investments purchased represents payables for securities purchased that have contracted for, but not yet delivered on the statement of financial position date.

3. Investment in securities

At June 30, 2022, the portfolio of investments was comprised of equity securities and warrants analysed by denomination and type of company as follows:

	<u>Producing companies</u>		<u>Performance driven companies</u>		<u>Total</u>	
At June 30, 2022:	<u>Fair value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>
Australian Dollar	666,769	627,910	1,079,124	1,917,497	1,745,893	2,545,407
Canadian Dollar	2,452,684	3,112,913	14,757,963	20,655,425	17,210,647	23,768,338
British Pound	252,646	271,487	218,681	469,000	471,327	740,487
US Dollar	250,427	233,531	24	980,262	250,451	1,213,793
Total investment in securities at June 30, 2022					<u>CHF 19,678,318</u>	<u>CHF 28,268,025</u>

At June 30, 2021, the portfolio of investments was comprised of equity securities and warrants analysed by denomination and type of company as follows:

	<u>Producing companies</u>		<u>Performance driven companies</u>		<u>Total</u>	
At June 30, 2021:	<u>Fair value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>
Australian Dollar	94,692	339,014	1,364,297	2,986,450	1,458,989	3,325,464
Canadian Dollar	2,225,124	2,107,500	27,711,144	21,824,538	29,936,268	23,932,038
British Pound	-	-	384,894	469,000	384,894	469,000
US Dollar	444,034	553,678	523	980,262	444,557	1,533,940
Total investment in securities at June 30, 2021					<u>CHF 32,224,708</u>	<u>CHF 29,260,442</u>

At June 30, 2022, the portfolio consisted of 166 (2021: 174) positions with no single position (2021: Nil) with an issuer representing more than 5 % of net assets.

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YEAR ENDED JUNE 30, 2022

3. Investment in securities (continued)

Included in the portfolio are 10 (2021: 23) partially restricted securities with an aggregate value of CHF 584,043 (2021: CHF 2,379,409) approximately 2.98% of net assets (2021: approximately 7.46% of net assets), which includes positions in warrants and equities.

There are 59 warrants (2021: 63 warrants), 50 of which are valued at CHF nil (2021: 43 of which are valued at CHF nil) and 9 (2021: 20) are valued at CHF 1,646,192 (2021: CHF 2,336,128) representing 8.41% of net assets (2021: 7.50% of net assets). All warrants have been valued at their intrinsic value in accordance with the policy in Note 2. The Fund's ability to dispose of restricted investments is subject to the applicable securities laws regarding securities exempt from registration and may also be restricted by the terms of issue of such securities.

4. Fair value disclosure

IFRS 13 requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

The level in the fair value hierarchy within the fair value measurement is categorized in its entirety is determined on the basis of the lowest level 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, the 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 financial instrument.

The reliability of what constitutes "observable" requires significant judgment by the Investment Manager. The Fund considers observable data to be that 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 market.

The following table analyses within the fair value hierarchy the Fund's financial assets and liabilities (by class) measured at fair value at June 30, 2022:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Financial assets held for trading:				
Equity securities	18,031,743	383	-	18,032,126
Warrants	-	1,646,192	-	1,646,192
Total assets	CHF 18,031,743	CHF 1,646,575	CHF -	CHF 19,678,318

The following table analyses within the fair value hierarchy the Fund's financial assets and liabilities (by class) measured at fair value at June 30, 2021:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Financial assets held for trading:				
Equity securities	29,786,750	101,830	-	29,888,580
Warrants	-	2,336,128	-	2,336,128
Total assets	CHF 29,786,750	CHF 2,437,958	CHF -	CHF 32,224,708