

**GLOBAL X LEVERAGED AND INVERSE SERIES**

**INTERIM FINANCIAL STATEMENTS**

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

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

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

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

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

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2022

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

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

### Unaudited Condensed Interim Financial Statements

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#### **IMPORTANT :**

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

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

## GLOBAL X LEVERAGED AND INVERSE SERIES

### STATEMENT OF NET ASSETS

As at 30 September 2022 (unaudited)

	Notes	<u>Global X S&amp;P 500 Daily (-1x) Inverse Product</u>		<u>Global X Hang Seng Index Daily (-1x) Inverse Product</u>		<u>Global X Hang Seng Index Daily (2x) Leveraged Product</u>	
		As at	As at	As at	As at	As at	As at
		30 September 2022 (unaudited) US\$	31 March 2022 (audited) US\$	30 September 2022 (unaudited) HK\$	31 March 2022 (audited) HK\$	30 September 2022 (unaudited) HK\$	31 March 2022 (audited) HK\$
<b>ASSETS</b>							
Financial assets at fair value through profit or loss	13	-	-	1,069,750	-	-	1,672,350
Amount due from brokers	6	71,326	90,480	5,041,583	6,869,597	19,202,569	25,802,741
Subscription receivables		-	-	-	5,886,400	1,203,704	-
Amount due from the Manager	5(f)	3,406	2,229	6,872	3,680	8,262	4,400
Interest receivables		4,180	686	12,479	2,307	16,240	2,602
Time deposits with original maturity of more than three months	8	-	301,455	-	4,006,008	-	-
Cash and cash equivalents	5(d), 7	5,104,500	5,254,293	25,095,440	18,433,722	18,908,873	31,000,078
<b>TOTAL ASSETS</b>		<u>5,183,412</u>	<u>5,649,143</u>	<u>31,226,124</u>	<u>35,201,714</u>	<u>39,339,648</u>	<u>58,482,171</u>
<b>LIABILITIES</b>							
Financial liabilities at fair value through profit or loss	13	-	-	-	411,742	2,617,942	-
Management fee payable	5(a)	9,911	7,526	55,829	31,492	77,157	59,275
Trustee fee payable	5(b)	1,500	1,500	11,343	11,721	11,342	11,720
Administration fee payable	5(c)	142,678	130,697	606,682	416,400	913,418	647,931
Registrar fee payable to the Trustee	5(b)	-	520	5,320	5,320	7,980	5,320
Other payables and accruals		-	-	98,989	91,196	99,589	91,366
<b>TOTAL LIABILITIES</b>		<u>154,089</u>	<u>140,243</u>	<u>778,163</u>	<u>967,871</u>	<u>3,727,428</u>	<u>815,612</u>
<b>EQUITY</b>							
<b>Net assets attributable to unitholders</b>	3(a)	<u>5,029,323</u>	<u>5,508,900</u>	<u>30,447,961</u>	<u>34,233,843</u>	<u>35,612,220</u>	<u>57,666,559</u>
<b>TOTAL LIABILITIES AND EQUITY</b>		<u>5,183,412</u>	<u>5,649,143</u>	<u>31,226,124</u>	<u>35,201,714</u>	<u>39,339,648</u>	<u>58,482,171</u>
<b>Number of units in issue</b>	3(b)	<u>5,500,000</u>	<u>7,250,000</u>	<u>4,800,000</u>	<u>6,400,000</u>	<u>9,400,000</u>	<u>9,400,000</u>
<b>Net asset value per unit</b>	3(b)	<u>0.9144</u>	<u>0.7598</u>	<u>6.3433</u>	<u>5.3490</u>	<u>3.7885</u>	<u>6.1347</u>

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

## GLOBAL X LEVERAGED AND INVERSE SERIES

### STATEMENT OF NET ASSETS (CONTINUED)

As at 30 September 2022 (unaudited)

	Notes	Global X Hang Seng China Enterprises Index Daily (-1x) Inverse Product		Global X Hang Seng China Enterprises Index Daily (2x) Leveraged Product	
		As at 30 September 2022 (unaudited) HK\$	As at 31 March 2022 (audited) HK\$	As at 30 September 2022 (unaudited) HK\$	As at 31 March 2022 (audited) HK\$
<b>ASSETS</b>					
Financial assets at fair value through profit or loss	13	1,184,287	-	-	440,755
Amount due from brokers	6	6,018,413	7,889,528	4,616,335	7,567,602
Amount due from the Manager	5(f)	8,312	4,600	7,422	15,560
Interest receivables		8,761	1,626	2,905	259
Time deposits with original maturity of more than three months	8	-	1,097,234	-	-
Cash and cash equivalents	5(d), 7	23,843,293	18,108,089	4,807,742	5,896,814
<b>TOTAL ASSETS</b>		<u>31,063,066</u>	<u>27,101,077</u>	<u>9,434,404</u>	<u>13,920,990</u>
<b>LIABILITIES</b>					
Financial liabilities at fair value through profit or loss	13	-	432,431	705,125	-
Management fee payable	5(a)	44,040	27,785	18,450	12,674
Trustee fee payable	5(b)	11,342	11,720	11,343	11,720
Administration fee payable	5(c)(ii)	481,614	316,400	180,459	156,131
Registrar fee payable to the Trustee	5(b)	-	2,660	-	2,660
Other payables and accruals		99,709	91,908	98,749	91,638
<b>TOTAL LIABILITIES</b>		<u>636,705</u>	<u>882,904</u>	<u>1,014,126</u>	<u>274,823</u>
<b>EQUITY</b>					
<b>Net assets attributable to unitholders</b>	3(a)	<u>30,426,361</u>	<u>26,218,173</u>	<u>8,420,278</u>	<u>13,646,167</u>
<b>TOTAL LIABILITIES AND EQUITY</b>		<u>31,063,066</u>	<u>27,101,077</u>	<u>9,434,404</u>	<u>13,920,990</u>
<b>Number of units in issue</b>	3(b)	<u>4,100,000</u>	<u>4,100,000</u>	<u>3,900,000</u>	<u>3,900,000</u>
<b>Net asset value per unit</b>	3(b)	<u>7.4211</u>	<u>6.3947</u>	<u>2.1590</u>	<u>3.4990</u>

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

## GLOBAL X LEVERAGED AND INVERSE SERIES

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

For the six months ended 30 September 2022 (unaudited)

	Notes	Global X S&P 500 Daily (-1x) Inverse Product		Global X Hang Seng Index Daily (-1x) Inverse Product		Global X Hang Seng Index Daily (2x) Leveraged Product	
		For the six months ended 30 September 2022 (unaudited) US\$	For the six months ended 30 September 2021 (unaudited) US\$	For the six months ended 30 September 2022 (unaudited) HK\$	For the six months ended 30 September 2021 (unaudited) HK\$	For the six months ended 30 September 2022 (unaudited) HK\$	For the six months ended 30 September 2021 (unaudited) HK\$
<b>INCOME</b>							
Interest income		10,013	3,269	20,939	5,123	48,154	11,482
Net gain/(loss) on financial assets and financial liabilities at fair value through profit or loss	4	1,017,571	(552,811)	5,755,650	2,812,250	(20,907,600)	(18,211,000)
Net exchange gain/(loss)		(3,691)	(943)	-	385	-	-
		<u>1,023,893</u>	<u>(550,485)</u>	<u>5,776,589</u>	<u>2,817,758</u>	<u>(20,859,446)</u>	<u>(18,199,518)</u>
<b>EXPENSES</b>							
Management fee	5(a)	(21,526)	(23,243)	(112,922)	(87,685)	(162,280)	(234,044)
Trustee fee	5(b)	(3,039)	(3,281)	(69,189)	(69,189)	(69,189)	(69,189)
Brokerage and other transaction fees		-	(1,298)	(22,433)	(13,653)	(56,631)	(60,231)
Legal and professional fee		-	-	(35,196)	(35,196)	(35,196)	(35,196)
Auditor's remuneration	5(c)(ii)	(3,511)	(3,799)	(28,828)	(34,595)	(28,828)	(34,595)
Administration fee	5(c)(ii)	(14,469)	(15,616)	(135,872)	(110,804)	(211,078)	(211,077)
Other expenses		-	-	(50,268)	(51,282)	(50,268)	(51,282)
		<u>(42,545)</u>	<u>(47,237)</u>	<u>(454,708)</u>	<u>(402,404)</u>	<u>(613,470)</u>	<u>(695,614)</u>
<b>Operating profit/(loss)</b>		981,348	(597,722)	5,321,881	2,415,354	(21,472,916)	(18,895,132)
<b>FINANCE COSTS</b>							
Interest expense		-	-	(9,363)	(9,144)	(28,343)	(50,118)
<b>Profit/(loss) and total comprehensive income for the period</b>		<u>981,348</u>	<u>(597,722)</u>	<u>5,312,518</u>	<u>2,406,210</u>	<u>(21,501,259)</u>	<u>(18,945,250)</u>

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

## GLOBAL X LEVERAGED AND INVERSE SERIES

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

For the six months ended 30 September 2022 (unaudited)

	Notes	Global X Hang Seng China Enterprises Index Daily (-1x) Inverse Product		Global X Hang Seng China Enterprises Index Daily (2x) Leveraged Product	
		For the six months ended 30 September 2022 (unaudited) HK\$	For the six months ended 30 September 2021 (unaudited) HK\$	For the six months ended 30 September 2022 (unaudited) HK\$	For the six months ended 30 September 2021 (unaudited) HK\$
<b>INCOME</b>					
Interest income		16,931	5,288	10,273	2,045
Net gain/(loss) on financial assets and financial liabilities at fair value through profit or loss	4	4,628,500	4,397,850	(5,001,099)	(8,050,850)
Net exchange gain/(loss)		-	377	-	121
		<u>4,645,431</u>	<u>4,403,515</u>	<u>(4,990,826)</u>	<u>(8,048,684)</u>
<b>EXPENSES</b>					
Management fee	5(a)	(87,310)	(80,468)	(38,679)	(30,386)
Trustee fee	5(b)	(69,189)	(69,189)	(69,189)	(69,189)
Brokerage and other transaction fees		(47,030)	(28,630)	(35,010)	(33,921)
Legal and professional fee		(35,196)	(35,196)	(35,196)	(35,197)
Auditor's remuneration	5(c)(ii)	(28,828)	(34,595)	(28,828)	(34,595)
Administration fee	5(c)(ii)	(110,805)	(60,666)	-	(10,529)
Other expenses		(50,268)	(51,282)	(20,187)	(51,282)
		<u>(428,626)</u>	<u>(360,026)</u>	<u>(227,089)</u>	<u>(265,099)</u>
<b>Operating profit/(loss)</b>		4,216,805	4,043,489	(5,217,915)	(8,313,783)
<b>FINANCE COSTS</b>					
Interest expense		(8,617)	(8,342)	(7,974)	(12,164)
<b>Profit/(loss) and total comprehensive income for the period</b>		<u>4,208,188</u>	<u>4,035,147</u>	<u>(5,225,889)</u>	<u>(8,325,947)</u>

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

## GLOBAL X LEVERAGED AND INVERSE SERIES

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

For the six months ended 30 September 2022 (unaudited)

	<u>Global X S&amp;P 500 Daily (-1x) Inverse</u>		<u>Global X Hang Seng Index Daily (-1x) Inverse</u>		<u>Global X Hang Seng Index Daily (2x) Leveraged Product</u>	
	<u>Product</u>		<u>Product</u>		<u>Product</u>	
	For the six months ended 30 September 2022 (unaudited) US\$	For the six months ended 30 September 2021 (unaudited) US\$	For the six months ended 30 September 2022 (unaudited) HK\$	For the six months ended 30 September 2021 (unaudited) HK\$	For the six months ended 30 September 2022 (unaudited) HK\$	For the six months ended 30 September 2021 (unaudited) HK\$
<b>Net assets attributable to unitholders at the beginning of the period</b>	5,508,900	5,976,776	34,233,843	28,702,906	57,666,559	69,362,626
Issue of units during the period	-	-	-	4,965,600	2,323,620	9,200,030
Redemption of units during the period	(1,460,925)	-	(9,098,400)	(2,244,450)	(2,876,700)	-
Net issue of units	(1,460,925)	-	(9,098,400)	2,721,150	(553,080)	9,200,030
Profit/(loss) and total comprehensive income for the period	981,348	(597,722)	5,312,518	2,406,210	(21,501,259)	(18,945,250)
<b>Net assets attributable to unitholders at the end of the period</b>	<b>5,029,323</b>	<b>5,379,054</b>	<b>30,447,961</b>	<b>33,830,266</b>	<b>35,612,220</b>	<b>59,617,406</b>

	<u>Global X S&amp;P 500 Daily (-1x) Inverse</u>		<u>Global X Hang Seng Index Daily (-1x) Inverse</u>		<u>Global X Hang Seng Index Daily (2x) Leveraged Product</u>	
	<u>Product</u>		<u>Product</u>		<u>Product</u>	
	For the six months ended 30 September 2022 (unaudited) Number of units	For the six months ended 30 September 2021 (unaudited) Number of units	For the six months ended 30 September 2022 (unaudited) Number of units	For the six months ended 30 September 2021 (unaudited) Number of units	For the six months ended 30 September 2022 (unaudited) Number of units	For the six months ended 30 September 2021 (unaudited) Number of units
Units in issue at beginning of the period	7,250,000	6,500,000	6,400,000	6,100,000	9,400,000	6,700,000
Issue during the period	-	-	-	1,000,000	600,000	900,000
Redemption during the period	(1,750,000)	-	(1,600,000)	(500,000)	(600,000)	-
Units in issue at end of the period	<b>5,500,000</b>	<b>6,500,000</b>	<b>4,800,000</b>	<b>6,600,000</b>	<b>9,400,000</b>	<b>7,600,000</b>

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

## GLOBAL X LEVERAGED AND INVERSE SERIES

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

For the six months ended 30 September 2022 (unaudited)

	<u>Global X Hang Seng China Enterprises Index</u> <u>Daily (-1x) Inverse Product</u>		<u>Global X Hang Seng China Enterprises Index</u> <u>Daily (2x) Leveraged Product</u>	
	For the six months ended 30 September 2022 (unaudited) HK\$	For the six months ended 30 September 2021 (unaudited) HK\$	For the six months ended 30 September 2022 (unaudited) HK\$	For the six months ended 30 September 2021 (unaudited) HK\$
<b>Net assets attributable to unitholders at the beginning of the period</b>	26,218,173	23,241,541	13,646,167	19,140,302
Issue of units during the period	-	-	-	7,751,700
Redemption of units during the period	-	-	-	(4,316,460)
Net issue of units	-	-	-	3,435,240
Profit/(loss) and total comprehensive income for the period	4,208,188	4,035,147	(5,225,889)	(8,325,947)
<b>Net assets attributable to unitholders at the end of the period</b>	<u>30,426,361</u>	<u>27,276,688</u>	<u>8,420,278</u>	<u>14,249,595</u>
	<u>Global X Hang Seng China Enterprises Index</u> <u>Daily (-1x) Inverse Product</u>		<u>Global X Hang Seng China Enterprises Index</u> <u>Daily (2x) Leveraged Product</u>	
	For the six months ended 30 September 2022 (unaudited) Number of units	For the six months ended 30 September 2021 (unaudited) Number of units	For the six months ended 30 September 2022 (unaudited) Number of units	For the six months ended 30 September 2021 (unaudited) Number of units
Units in issue at beginning of the period	4,100,000	4,600,000	3,900,000	2,400,000
Issue during the period	-	-	-	1,000,000
Redemption during the period	-	-	-	(600,000)
Units in issue at end of the period	<u>4,100,000</u>	<u>4,600,000</u>	<u>3,900,000</u>	<u>2,800,000</u>

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



## GLOBAL X LEVERAGED AND INVERSE SERIES

### STATEMENT OF CASH FLOWS

For the six months ended 30 September 2022 (unaudited)

	Notes	Global X S&P 500 Daily (-1x) Inverse Product	
		For the six months ended 30 September 2022 (unaudited) US\$	For the six months ended 30 September 2021 (unaudited) US\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit/(loss) and total comprehensive income for the period		981,348	(597,722)
Adjustment for:			
Interest income		(10,013)	(3,269)
Decrease/(increase) in an amount due from brokers		19,154	(58,703)
Increase in an amount due from the Manager		(1,177)	(4,698)
Decrease/(increase) in time deposits with original maturity of more than three months		301,455	(1,467)
Decrease in an amount due to a broker		-	(22,823)
Increase in management fee payable		2,385	17,528
Decrease in formation fee payable		-	(115,252)
Increase in administration fee payable		11,981	13,414
Decrease in registrar fee payable to the Trustee		(520)	-
Cash generated from/(used in) operations		<u>1,304,613</u>	<u>(772,992)</u>
Interest received		6,519	3,474
<b>Net cash flows generated from/(used in) operating activities</b>		<u>1,311,132</u>	<u>(769,518)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Cash received from issue of units		-	-
Cash paid on redemption of units		(1,460,925)	-
<b>Net cash flows used in financing activities</b>		<u>(1,460,925)</u>	<u>-</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>		(149,793)	(769,518)
Cash and cash equivalents at the beginning of the period		<u>5,254,293</u>	<u>5,115,072</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>		<u>5,104,500</u>	<u>4,345,554</u>
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Bank balances	5(d), 7	4,294,705	4,345,554
Time deposits	5(d), 7	809,795	-
Cash and cash equivalents as stated in the statement of cash flows		<u>5,104,500</u>	<u>4,345,554</u>

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

## GLOBAL X LEVERAGED AND INVERSE SERIES

### STATEMENT OF CASH FLOWS (CONTINUED)

For the six months ended 30 September 2022 (unaudited)

	Notes	Global X Hang Seng Index Daily (-1x) Index Product	
		For the six months ended 30 September 2022 (unaudited) HK\$	For the six months ended 30 September 2021 (unaudited) HK\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit and total comprehensive income for the period		5,312,518	2,406,210
Adjustments for:			
Interest income		(20,939)	(5,123)
Interest expense		9,363	9,144
Increase in financial asset at fair value through profit or loss		(1,069,750)	-
Decrease/(increase) in an amounts due from brokers		1,828,014	(1,744,899)
Increase in an amounts due from the Manager		(3,192)	(58,760)
Decrease/(increase) in time deposits with original maturity of more than three months		4,006,008	(5,010,513)
(Decrease)/increase in financial liabilities at fair value through profit or loss		(411,742)	460,346
Increase in management fee payable		24,337	76,771
Decrease in trustee fee payable		(378)	(1,135)
Increase/(decrease) in administration fee payable		190,282	(826,818)
Decrease in registrar fee payable to the Trustee		-	(2,660)
Increase in other payables and accruals		7,793	56,637
Cash generated from/(used in) operations		<u>9,872,314</u>	<u>(4,640,800)</u>
Interest received		10,767	4,888
Interest paid		(9,363)	(9,144)
<b>Net cash flows generated from/(used in) operating activities</b>		<u>9,873,718</u>	<u>(4,645,056)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Cash received from issue of units		5,886,400	4,965,600
Cash paid on redemption of units		(9,098,400)	(2,244,450)
<b>Net cash flows (used in)/generated from financing activities</b>		<u>(3,212,000)</u>	<u>2,721,150</u>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>			
		6,661,718	(1,923,906)
Cash and cash equivalents at the beginning of the period		<u>18,433,722</u>	<u>23,476,526</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>			
		<u>25,095,440</u>	<u>21,552,620</u>
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Bank balances	5(d), 7	21,478,046	18,625,194
Time deposits with original maturity of less than three months	5(d), 7	<u>3,617,394</u>	<u>2,927,426</u>
Cash and cash equivalents as stated in the statement of cash flows		<u>25,095,440</u>	<u>21,552,620</u>

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

## GLOBAL X LEVERAGED AND INVERSE SERIES

### STATEMENT OF CASH FLOWS (CONTINUED)

For the six months ended 30 September 2022 (unaudited)

	<u>Global X Hang Seng Index Daily (2x) Leveraged</u>	
	<u>Product</u>	
	For the six months ended 30 September 2022 (unaudited)	For the six months ended 30 September 2021 (unaudited)
Notes	HK\$	HK\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss and total comprehensive income for the period	(21,501,259)	(18,945,250)
Adjustments for:		
Interest income	(48,154)	(11,482)
Interest expense	28,343	50,118
Decrease/(increase) in financial assets at fair value through profit or loss	1,672,350	(1,543,194)
Decrease in an amount due from brokers	6,600,172	6,019,322
Increase in an amount due from the Manager	(3,862)	(56,820)
Decrease in time deposits with original maturity of more than three months	-	5,024,911
Increase in financial liabilities at fair value through profit or loss	2,617,942	-
Increase in management fee payable	17,882	191,983
Decrease in trustee fee payable	(378)	(1,134)
Increase/(decrease) in administration fee payable	265,487	(726,546)
Increase in registrar fee payable to the Trustee	2,660	-
Increase in other payables and accruals	8,223	56,277
Cash used in operations	<u>(10,340,594)</u>	<u>(9,941,815)</u>
Interest received	34,516	12,025
Interest paid	<u>(28,343)</u>	<u>(50,118)</u>
<b>Net cash flows used in operating activities</b>	<u>(10,334,421)</u>	<u>(9,979,908)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Cash received from issue of units	1,119,916	9,200,030
Cash paid on redemption of units	<u>(2,876,700)</u>	<u>-</u>
<b>Net cash flows (used in)/generated from financing activities</b>	<u>(1,756,784)</u>	<u>9,200,030</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(12,091,205)	(779,878)
Cash and cash equivalents at the beginning of the period	<u>31,000,078</u>	<u>33,379,833</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<u>18,908,873</u>	<u>32,599,955</u>
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>		
Bank balances	5(d), 7 12,346,716	19,464,389
Time deposits with original maturity of less than three months	5(d), 7 <u>6,562,157</u>	<u>13,135,566</u>
Cash and cash equivalents as stated in the statement of cash flows	<u>18,908,873</u>	<u>32,599,955</u>

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

## GLOBAL X LEVERAGED AND INVERSE SERIES

### STATEMENT OF CASH FLOWS (CONTINUED)

For the six months ended 30 September 2022 (unaudited)

	Notes	Global X Hang Seng China Enterprises Index Daily (-1x) Inverse Product	
		For the six months ended 30 September 2022 (unaudited) HK\$	For the six months ended 30 September 2021 (unaudited) HK\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit and total comprehensive income for the period		4,208,188	4,035,147
Adjustments for:			
Interest income		(16,931)	(5,288)
Interest expense		8,617	8,342
Increase in financial assets at fair value through profit or loss		(1,184,287)	-
Decrease/(increase) in an amount due from brokers		1,871,115	(1,402,679)
Increase in an amount due from the Manager		(3,712)	(56,000)
Decrease/(increase) in time deposits with original maturity of more than three months		1,097,234	(1,982)
(Decrease)/increase in financial liabilities at fair value through profit or loss		(432,431)	457,303
Increase in management fee payable		16,255	67,002
Decrease in trustee fee payable		(378)	(1,135)
Increase/(decrease) in administration fee payable		165,214	(876,958)
Decrease in registrar fee payable to the Trustee		(2,660)	-
Increase in other payables and accruals		7,801	56,157
Cash generated from operations		<u>5,734,025</u>	<u>2,279,909</u>
Interest received		9,796	5,427
Interest paid		(8,617)	(8,342)
<b>Net cash flows generated from operating activities</b>		<u>5,735,204</u>	<u>2,276,994</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		5,735,204	2,276,994
Cash and cash equivalents at the beginning of the period		<u>18,108,089</u>	<u>15,719,578</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>		<u><u>23,843,293</u></u>	<u><u>17,996,572</u></u>
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Bank balances	5(d), 7	20,309,824	13,709,340
Time deposits with original maturity of less than three months	5(d), 7	<u>3,533,469</u>	<u>4,287,232</u>
Cash and cash equivalents as stated in the statement of cash flows		<u><u>23,843,293</u></u>	<u><u>17,996,572</u></u>

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

## GLOBAL X LEVERAGED AND INVERSE SERIES

### STATEMENT OF CASH FLOWS (CONTINUED)

For the six months ended 30 September 2022 (unaudited)

	<u>Global X Hang Seng China Enterprises Index Daily</u> <u>(2x) Leveraged Product</u>	
	For the six months ended 30 September 2022 (unaudited)	For the six months ended 30 September 2021 (unaudited)
Notes	HK\$	HK\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss and total comprehensive income for the period	(5,225,889)	(8,325,947)
Adjustments for:		
Interest income	(10,273)	(2,045)
Interest expense	7,974	12,164
Decrease/(increase) in financial assets at fair value through profit or loss	440,755	(470,064)
Decrease in an amount due from brokers	2,951,267	2,627,740
Decrease/(increase) in an amount due from the Manager	8,138	(79,780)
Decrease in time deposits with original maturity of more than three months	-	1,049,773
Increase in financial liabilities at fair value through profit or loss	705,125	-
Increase in management fee payable	5,776	41,649
Decrease in trustee fee payable	(377)	(1,512)
Increase/(decrease) in administration fee payable	24,328	(927,094)
Decrease in registrar fee payable to the Trustee	(2,660)	-
Increase in other payables and accruals	7,111	56,517
Cash used in operations	<u>(1,088,725)</u>	<u>(6,018,599)</u>
Interest received	7,627	2,573
Interest paid	(7,974)	(12,164)
<b>Net cash flows used in operating activities</b>	<u>(1,089,072)</u>	<u>(6,028,190)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Cash received from issue of units	-	7,751,700
Cash paid on redemption of units	-	(4,316,460)
<b>Net cash flows generated from financing activities</b>	<u>-</u>	<u>3,435,240</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(1,089,072)	(2,592,950)
Cash and cash equivalents at the beginning of the period	<u>5,896,814</u>	<u>10,657,343</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<u><u>4,807,742</u></u>	<u><u>8,064,393</u></u>
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>		
Bank balances	5(d), 7 3,634,621	5,036,187
Time deposits with maturity of less than three months	5(d), 7 1,173,121	3,028,206
Cash and cash equivalents as stated in the statement of cash flows	<u><u>4,807,742</u></u>	<u><u>8,064,393</u></u>

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

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 1. GENERAL INFORMATION

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

As at 30 September 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:

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

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

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

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

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

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

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

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

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 1. GENERAL INFORMATION (CONTINUED)

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

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

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

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

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 30 September 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 periods presented, unless otherwise stated.

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

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

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

As a result of the Termination as referred to Note 1 to the financial statements, the financial statements for the period ended 30 September 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.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

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

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)(iii) Changes in accounting policies and disclosures

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial period beginning 1 April 2022 that would be expected to have a material impact on 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 2022 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.

##### (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.



## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

(b) Financial instruments (continued)

(i) **Classification**(continued)

**Financial assets**(continued)

*Financial assets measured at FVPL*

A financial asset is measured at FVPL if:

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

The Sub-Funds include in this category:

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

**Financial liabilities**

*Financial liabilities measured at FVPL*

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

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

*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.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

(b) Financial instruments (continued)

(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.

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.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

##### (c) Fair value measurement

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

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

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

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

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

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

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

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

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

##### (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.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 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.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 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.

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.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

##### (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.

##### (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.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

(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.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

##### (a) Net assets attributable to unitholders

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

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

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



## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

##### (b) Movements of units

The tables below summarise the movements of units for the period ended 30 September 2022 and 2021, and the NAV per unit for each Sub-Fund as at 30 September 2022 and 31 March 2022.

For the period ended 30 September 2022 (unaudited)

	Number of units			
	Units in issue at beginning of the period	Issue during the period	Redemption during the period	Units in issue at end of period
S&P 500 Daily (-1x) Inverse Product	7,250,000	-	(1,750,000)	5,500,000
Hang Seng Index Daily (-1x) Inverse Product	6,400,000	-	(1,600,000)	4,800,000
Hang Seng Index Daily (2x) Leveraged Product	9,400,000	600,000	(600,000)	9,400,000
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	4,100,000	-	-	4,100,000
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	3,900,000	-	-	3,900,000

For the period ended 30 September 2021 (unaudited)

	Number of units			
	Units in issue at beginning of the period	Issue during the period	Redemption during the period	Units in issue at end of period
S&P 500 Daily (-1x) Inverse Product	6,500,000	-	-	6,500,000
Hang Seng Index Daily (-1x) Inverse Product	6,100,000	1,000,000	(500,000)	6,600,000
Hang Seng Index Daily (2x) Leveraged Product	6,700,000	900,000	-	7,600,000
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	4,600,000	-	(500,000)	4,100,000
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	2,400,000	1,000,000	(600,000)	2,800,000

	Net assets attributable to unitholders per units	
	<u>As at</u> 30 September 2022 (unaudited)	<u>As at</u> 31 March 2022 (audited)
S&P 500 Daily (-1x) Inverse Product	US\$0.9144	US\$0.7598
Hang Seng Index Daily (-1x) Inverse Product	HK\$6.3433	HK\$5.3490
Hang Seng Index Daily (2x) Leveraged Product	HK\$3.7885	HK\$6.1347
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	HK\$7.4211	HK\$6.3947
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	HK\$2.1590	HK\$3.4990



## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

Related parties are those as defined in note 2(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 respective annual rates of the management fee are as follows:

	<u>Maximum rate of the net assets in %</u>	<u>Annual rate of the net assets in % 2022</u>	<u>Annual rate of the net assets in % 2021</u>
S&P 500 Daily (-1x) Inverse Product	2%	0.85%	0.85%
Hang Seng Index Daily (-1x) Inverse Product	2%	0.65%	0.65%
Hang Seng Index Daily (2x) Leveraged Product	2%	0.65%	0.65%
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	2%	0.65%	0.65%
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	2%	0.65%	0.65%

The management fee incurred during for the period ended 30 September 2022 and 30 September 2021 are as follows:

	For the six months ended 30 September 2022 (unaudited) US\$	For the six months ended 30 September 2021 (unaudited) US\$
S&P 500 Daily (-1x) Inverse Product	21,526	23,243
	HK\$	HK\$
Hang Seng Index Daily (-1x) Inverse Product	112,922	87,685
Hang Seng Index Daily (2x) Leveraged Product	162,280	234,044
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	87,310	80,468
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	38,679	30,386

The management fee payable as at 30 September 2022 and 31 March 2022 are as follows:

	30 September 2022 (unaudited) US\$	31 March 2022 (audited) US\$
S&P 500 Daily (-1x) Inverse Product	9,911	7,526
	HK\$	HK\$
Hang Seng Index Daily (-1x) Inverse Product	55,829	31,492
Hang Seng Index Daily (2x) Leveraged Product	77,157	59,275
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	44,040	27,785
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	18,450	12,674

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

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

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

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

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

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

The trustee fees payable as at 30 September 2022 and 31 March 2022 are as follows:

	30 September 2022	31 March 2022
	US\$	US\$
S&P 500 Daily (-1x) Inverse Product	1,500	1,500
	HK\$	HK\$
Hang Seng Index Daily (-1x) Inverse Product	11,343	11,721
Hang Seng Index Daily (2x) Leveraged Product	11,342	11,720
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	11,342	11,720
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	11,343	11,720

In respect of the Sub-Funds (except for S&P 500 Daily (-1x) Inverse Product), the Trustee acting as the Registrar, is also entitled to receive a registrar fee of HK\$160 (US\$20) with respect to S&P 500 Daily (-1x) Inverse Product per participating dealer per transaction for updating the register record. The registrar fee incurred by the Sub-Funds has been borne by the Manager during the period ended 30 September 2022 and 2021.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

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

The 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 30 September 2022 and 31 March 2022 are as follows:

	30 September 2022 (unaudited) US\$	31 March 2022 (audited) US\$
S&P 500 Daily (-1x) Inverse Product	-	520
	HK\$	HK\$
Hang Seng Index Daily (-1x) Inverse Product	5,320	5,320
Hang Seng Index Daily (2x) Leveraged Product	7,980	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 period. The Trustee is entitled to charge a safekeeping fee of 0.03% per annum of the assets under custody on the last business day of the month. During the period ended 30 September 2022, the safekeeping fee amounted to US\$Nil (30 September 2021: US\$355), which has been fully borne by the Manager.

In addition, the Trustee is also entitled to charge transaction fees of US\$20 per transaction of purchases and sales of money market funds. The transaction fees are imposed on receipt or delivery versus payment, or a receipt or delivery free of payment. A cancellation or an amendment also constitutes a transaction. During the period ended 30 September 2022, transaction fees amount to US\$Nil (30 September 2021: US\$280) 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) *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 periods ended 30 September 2022 and 30 September 2021.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

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

##### (i) *Expenses borne by the Manager (continued)*

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

<u>S&amp;P 500 Daily (-1x) Inverse Product</u>	30 September 2022 (unaudited) US\$	30 September 2021 (unaudited) US\$
Audit fee	897	-
Index licensing fee	10,508	10,347
Other administration fee and expenses	3,178	2,277
	<u>14,583</u>	<u>12,624</u>
<u>Hang Seng Index Daily (-1x) Inverse Product</u>	30 September 2022 (unaudited) HK\$	30 September 2021 (unaudited) HK\$
Index licensing fee	75,206	100,273
	<u>75,206</u>	<u>100,273</u>
<u>Hang Seng China Enterprises Index Daily (-1x) Inverse Product</u>	30 September 2022 (unaudited) HK\$	30 September 2021 (unaudited) HK\$
Index licensing fee	100,273	150,411
	<u>100,273</u>	<u>150,411</u>
<u>Hang Seng China Enterprises Index Daily (2x) Leveraged Product</u>	30 September 2022 (unaudited) HK\$	30 September 2021 (unaudited) HK\$
Index licensing fee	200,548	200,548
	<u>200,548</u>	<u>200,548</u>

There were no expenses borne by the Manager for Hang Seng Index Daily (2x) Leveraged Product for the period ended 30 September 2022 (2021: nil).

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

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

##### (i) *Expenses borne by the Manager (continued)*

The administration fees payable as at 30 September 2022 and 31 March 2022 are as follows:

	30 September 2022 (unaudited) US\$	31 March 2022 (audited) US\$
S&P 500 Daily (-1x) Inverse Product	142,678	130,697
	HK\$	HK\$
Hang Seng Index Daily (-1x) Inverse Product	606,682	416,400
Hang Seng Index Daily (2x) Leveraged Product	913,418	647,931
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	481,614	316,400
Hang Seng China Enterprises Index Daily (2x) Leveraged Product	180,459	156,131

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

As at 30 September 2022, the interest-bearing bank balances were held with The Hongkong and Shanghai Banking Corporation Limited, a related company of the Trustee. As at 31 March 2022, short term highly liquid investments with maturity less than three months and part of the interest-bearing bank balances were held with The Hongkong and Shanghai Banking Corporation Limited, a related company of the Trustee.

##### (e) Holdings of units

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

As at 30 September 2022, The Hongkong and Shanghai Banking Corporation Limited, a related company of the Trustee, acting as a market intermediary, held 859,400 units (31 March 2022: 1,436,700 units) of this Sub-Fund. There are no profits from transactions in units/shares being entitled for the Trustee, Manager and their connected persons for the period/years ended 30 September 2022 and 31 March 2022 respectively.

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

As at 30 September 2022, The Hongkong and Shanghai Banking Corporation Limited, a related company of the Trustee, acting as a market intermediary, held 14,600 units (31 March 2022: 212,800 units) of this Sub-Fund. There are no profits from transactions in units/shares being entitled for the Trustee, Manager and their connected persons for the period/years ended 30 September 2022 and 31 March 2022 respectively.

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

As at 30 September 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 839,900 units (31 March 2022: 771,100 units) and 200,000 units (31 March 2022: 200,000 units) of this Sub-Fund respectively. There are no profits from transactions in units/shares being entitled for the Trustee, Manager and their connected persons for the period/year ended 30 September 2022 and 31 March 2022 respectively.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

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

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

As at 30 September 2022, The Hongkong and Shanghai Banking Corporation Limited, a related company of the Trustee, acting as a market intermediary, held 2,000 units (31 March 2022: 5,200 units) of this Sub-Fund. There are no profits from transactions in units/shares being entitled for the Trustee, Manager and their connected persons for the period/year ended 30 September 2022 and 31 March 2022 respectively.

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

As at 30 September 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 328,900 units (31 March 2022: 54,100 units) and 200,000 units (31 March 2022: 200,000 units) of this Sub-Fund respectively. There are no profits from transactions in units/shares being entitled for the Trustee, Manager and their connected persons for the period/year ended 30 September 2022 and 31 March 2022 respectively.

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

As at 30 September 2022 and 31 March 2022, the amount due from the Manager of the Sub-Funds is as follows:

	<u>30 September 2022</u> <u>(unaudited)</u> US\$	<u>31 March 2022</u> <u>(audited)</u> US\$
S&P 500 Daily (-1x) Inverse Product (in US\$)	3,406	2,229
	HK\$	HK\$
Hang Seng Index Daily (-1x) Inverse Product (in HK\$)	6,872	3,680
Hang Seng Index Daily (2x) Leveraged Product (in HK\$)	8,262	4,400
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK\$)	8,312	4,600
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK\$)	7,422	15,560

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



## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

As at 30 September 2022 and 31 March 2022, the Sub-Funds have amount due from and amount due to brokers, which represent receivables and payables for securities sold/bought with the brokers that have been contracted for but not yet settled or delivered on the reporting date respectively. For the amount due to a broker, the balance is unsecured and payable on demand.

	<u>30 September 2022</u> <u>(unaudited)</u>	<u>31 March 2022</u> <u>(audited)</u>
	US\$	US\$
<u>S&amp;P 500 Daily (-1x) Inverse Product</u>		
Amount due from brokers		
- Receivables for securities sold, but not yet settled (BNP Paribas Securities Services)	71,326	90,480
	<u>71,326</u>	<u>90,480</u>
	<u>30 September 2022</u> <u>(unaudited)</u>	<u>31 March 2022</u> <u>(audited)</u>
	HK\$	HK\$
<u>Hang Seng Index Daily (-1x) Inverse Product</u>		
Amount due from brokers		
- Margin account (BNP Paribas Securities Services)	2,898	2,894
- Margin account (Goldman Sachs International)	5,038,685	6,866,703
	<u>5,041,583</u>	<u>6,869,597</u>
	<u>30 September 2022</u> <u>(unaudited)</u>	<u>31 March 2022</u> <u>(audited)</u>
	HK\$	HK\$
<u>Hang Seng Index Daily (2x) Leveraged Product</u>		
Amount due from brokers		
- Margin account (BNP Paribas Securities Services)	17,034	17,014
- Margin account (Goldman Sachs International)	19,185,535	25,785,727
	<u>19,202,569</u>	<u>25,802,741</u>
	<u>30 September 2022</u> <u>(unaudited)</u>	<u>31 March 2022</u> <u>(audited)</u>
	HK\$	HK\$
<u>Hang Seng China Enterprises Index Daily (-1x) Inverse Product</u>		
Amount due from brokers		
- Margin account (BNP Paribas Securities Services)	512	512
- Margin account (Goldman Sachs International)	6,017,901	7,889,016
	<u>6,018,413</u>	<u>7,889,528</u>
	<u>30 September 2022</u> <u>(unaudited)</u>	<u>31 March 2022</u> <u>(audited)</u>
	HK\$	HK\$
<u>Hang Seng China Enterprises Index Daily (2x) Leveraged Product</u>		
Amount due from brokers		
- Margin account (BNP Paribas Securities Services)	6,593	6,585
- Margin account (Goldman Sachs International)	4,609,742	7,561,017
	<u>4,616,335</u>	<u>7,567,602</u>

#### 7. CASH AND CASH EQUIVALENTS

		<u>30 September 2022</u> <u>(unaudited)</u>	<u>31 March 2022</u> <u>(audited)</u>
		US\$	US\$
<u>S&amp;P 500 Daily (-1x) Inverse Product</u>			
Bank balances	(i)	4,294,705	4,446,636
Time deposits with original maturity of less than three months	(ii)	809,795	807,657
Cash and cash equivalents		<u>5,104,500</u>	<u>5,254,293</u>

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 7. CASH AND CASH EQUIVALENTS (continued)

	Notes	<u>30 September 2022</u> (unaudited) HK\$	<u>31 March 2022</u> (audited) HK\$
<u>Hang Seng Index Daily (-1x) Inverse Product</u>			
Bank balances	(i)	21,478,046	12,888,914
Time deposits with original maturity of less than three months	(ii)	3,617,394	5,544,808
Cash and cash equivalents		<u>25,095,440</u>	<u>18,433,722</u>
<u>Hang Seng Index Daily (2x) Leveraged Product</u>			
Bank balances	(i)	12,346,716	11,292,056
Time deposits with original maturity of less than three months	(ii)	6,562,157	19,708,022
Cash and cash equivalents		<u>18,908,873</u>	<u>31,000,078</u>
<u>Hang Seng China Enterprises Index Daily (-1x) Inverse Product</u>			
Bank balances	(i)	20,309,824	10,284,854
Time deposits with original maturity of less than three months	(ii)	3,533,469	7,823,235
Cash and cash equivalents		<u>23,843,293</u>	<u>18,108,089</u>
<u>Hang Seng China Enterprises Index Daily (2x) Leveraged Product</u>			
Bank balances	(i)	3,634,621	2,293,953
Time deposits with original maturity of less than three months	(ii)	1,173,121	3,602,861
Cash and cash equivalents		<u>4,807,742</u>	<u>5,896,814</u>

#### Notes:

- (i) As at 30 September 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 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.
- (ii) As at 30 September 2022, these time deposits at fixed interest rate ranging from 1 to 1.97% p.a. for Hang Seng Index Daily (-1x) Inverse Product, 1.05% p.a. for Hang Seng Index Daily (2x) Leveraged Product, 1.05% p.a. for Hang Seng China Enterprises Index Daily (-1x) Inverse Product and 1.05% p.a. for Hang Seng China Enterprises Index Daily (2x) Leveraged Product were placed with Bank of China (Hong Kong) Limited, China Construction Bank (Asia) Corporation Limited and Industrial and Commercial Bank of China (Asia) Limited with an original maturity of less than three months or more. As at 31 March 2022, these time deposits at fixed interest rate ranging from 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 an 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 period/year ended 30 September 2022 and 31 March 2022.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

As at 30 September 2022 and 31 March 2022, the time deposits with an original maturity of more than three months are as follows:

	<u>30 September 2022</u> <u>(unaudited)</u> US\$	<u>31 March 2022</u> <u>(audited)</u> US\$
S&P 500 Daily (-1x) Inverse Product	-	301,455
	HK\$	HK\$
Hang Seng Index Daily (-1x) Inverse Product	-	4,006,008
Hang Seng China Enterprises Index Daily (-1x) Inverse Product	-	1,097,234

As at 30 September 2022, no time deposit is with an original maturity of more than three months.

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 an original maturity of more than three months for the Sub-Funds.

The carrying amounts of the time deposit approximate their fair values. No interest income was earned on time deposit with an original maturity of more than three months during the period ended 30 September 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.

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 11. DISTRIBUTIONS TO UNITHOLDERS

The Manager may in its absolute discretion distribute income to unitholders annually (usually in March of each financial year) or determine that no distribution shall be made in any financial year. Distributions may not be paid if the cost of the Sub-Funds' operations is higher than the yield from management of the Sub-Funds' cash and holdings of investments. The Sub-Funds did not make any distribution for the period ended 30 September 2022 and 2021.

#### 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 30 September 2022 and 31 March 2022, there were no investment in units or shares in the underlying scheme for Sub-Funds.

#### 13. DERIVATIVE FINANCIAL INSTRUMENTS

##### (i) *Futures contracts*

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

##### (ii) *Swap agreements*

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

In managing 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).

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

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

The following derivative contracts were unsettled as at the period/year ended 30 September 2022 and 31 March 2022.

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

###### As at 30 September 2022 (unaudited)

Type of contract	Position	Expiration	Number of contracts	Nominal amount US\$	Fair value US\$
Swaps	Short	11 October 2022	(6,200,000)	(4,713,947)	-

###### As at 31 March 2022 (audited)

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

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

###### As at 30 September 2022 (unaudited)

Type of contract	Position	Expiration	Number of contracts	Nominal amount HK\$	Fair value HK\$
Futures	Short	28 October 2022	(35)	(30,117,500)	1,069,750

###### As at 31 March 2022 (audited)

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)

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

###### As at 30 September 2022 (unaudited)

Type of contract	Position	Expiration	Number of contracts	Nominal amount HK\$	Fair value HK\$
Futures	Long	28 October 2022	83	71,421,500	(2,617,942)

###### As at 31 March 2022 (audited)

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

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

###### As at 30 September 2022 (unaudited)

Type of contract	Position	Expiration	Number of contracts	Nominal amount HK\$	Fair value HK\$
Futures	Short	28 October 2022	(102)	(30,161,400)	1,184,287

###### As at 31 March 2022 (audited)

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)

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

###### As at 30 September 2022 (unaudited)

Type of contract	Position	Expiration	Number of contracts	Nominal amount HK\$	Fair value HK\$
Futures	Long	28 October 2022	56	16,559,200	(705,125)

###### As at 31 March 2022 (audited)

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

## GLOBAL X LEVERAGED AND INVERSE SERIES

### NOTES TO FINANCIAL STATEMENTS

#### 14. SEGMENT INFORMATION

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

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

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

There were no changes in the reportable segment during the period/year ended 30 September 2022 and 31 March 2022.

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

## GLOBAL X LEVERAGED AND INVERSE SERIES

### INVESTMENT PORTFOLIO (UNAUDITED)

As at 30 September 2022

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

		Holdings	Fair value US\$	% of net assets
<b>Unlisted swap contracts</b>				
<b>United States</b>				
	<b>Expiration Date</b>	<b>Units</b>		
GLOBAL X S&P 500 TOTAL RETURN INDEX	11 October 2022	(6,200,000)	-	-
Total investments at fair value			-	-
Total investments, at cost			-	

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

		Holdings	Fair value HK\$	% of net assets
<b>Listed future contracts</b>				
<b>Hong Kong</b>				
	<b>Expiration Date</b>	<b>Contracts</b>		
HANG SENG IDX FUT OCT22 28/10/2022	28 October 2022	(35)	1,069,750	3.51
Total investments at fair value			1,069,750	3.51
Total investments, at cost			-	

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

		Holdings	Fair value HK\$	% of net assets
<b>Listed future contracts</b>				
<b>Hong Kong</b>				
	<b>Expiration Date</b>	<b>Contracts</b>		
HANG SENG IDX FUT OCT22 28/10/2022	28 October 2022	83	(2,617,942)	(7.35)
Total investments at fair value			(2,617,942)	(7.35)
Total investments, at cost			-	

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

		Holdings	Fair value HK\$	% of net assets
<b>Listed future contracts</b>				
<b>Hong Kong</b>				
	<b>Expiration Date</b>	<b>Contracts</b>		
HSCEI FUTURES OCT22 28/10/2022	28 October 2022	(102)	1,184,287	3.89
Total investments at fair value			1,184,287	3.89
Total investments, at cost			-	

## GLOBAL X LEVERAGED AND INVERSE SERIES

### INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 30 September 2022

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

		<b>Holdings</b>	<b>Fair value HK\$</b>	<b>% of net assets</b>
<b>Listed future contracts</b>				
<b>Hong Kong</b>				
HSCEI FUTURES OCT22 28/10/2022	<b>Expiration Date</b> 28 October 2022	<b>Contracts</b> 56	(705,125)	(8.37)
Total investments at fair value			<u>(705,125)</u>	<u>(8.37)</u>
Total investments, at cost			<u>-</u>	



## GLOBAL X LEVERAGED AND INVERSE SERIES

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

For the six months from 1 April 2022 to 30 September 2022

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

Financial assets at fair value through profit or loss	Opening	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2022
<b>Swap</b>					
<b>USA</b>					
GLOBAL X S&P 500 TOTAL RETURN INDEX	(6,000,000)	714,450,000	-	714,650,000	(6,200,000)

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

Financial assets at fair value through profit or loss	Opening	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2022
<b>Future Contracts</b>					
<b>Hong Kong</b>					
HANG SENG IDX FUT APR22 28/04/2022	(30)	40	-	10	-
HANG SENG IDX FUT MAY22 30/05/2022	-	47	-	47	-
HANG SENG IDX FUT JUN22 29/06/2022	-	42	-	42	-
HANG SENG IDX FUT JUL22 28/07/2022	-	37	-	37	-
HANG SENG IDX FUT AUG22 30/08/2022	-	44	-	44	-
HANG SENG IDX FUT SEP22 29/09/2022	-	43	-	43	-
HANG SENG IDX FUT OCT22 28/10/2022	-	-	-	35	(35)

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

Financial assets at fair value through profit or loss	Opening	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2022
<b>Future Contracts</b>					
<b>Hong Kong</b>					
HANG SENG IDX FUT APR22 28/04/2022	105	4	-	109	-
HANG SENG IDX FUT MAY22 30/05/2022	-	109	-	109	-
HANG SENG IDX FUT JUN22 29/06/2022	-	115	-	115	-
HANG SENG IDX FUT JUL22 28/07/2022	-	113	-	113	-
HANG SENG IDX FUT AUG22 30/08/2022	-	110	-	110	-
HANG SENG IDX FUT SEP22 29/09/2022	-	97	-	97	-
HANG SENG IDX FUT OCT22 28/10/2022	-	86	-	3	83

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

Financial assets at fair value through profit or loss	Opening	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2022
<b>Future Contracts</b>					
<b>Hong Kong</b>					
HSCEI FUTURES APR22 28/04/2022	(69)	95	-	26	-
HSCEI FUTURES MAY22 30/05/2022	-	115	-	115	-
HSCEI FUTURES JUN22 29/06/2022	-	98	-	98	-
HSCEI FUTURES JUL22 28/07/2022	-	80	-	80	-
HSCEI FUTURES AUG22 30/08/2022	-	95	-	95	-
HSCEI FUTURES SEP22 29/09/2022	-	104	-	104	-
HSCEI FUTURES OCT22 28/10/2022	-	1	-	103	(102)

## GLOBAL X LEVERAGED AND INVERSE SERIES

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

For the six months from 1 April 2022 to 30 September 2022

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

<b>Financial assets at fair value through profit or loss</b>	<b>Opening</b>	<b>Additions</b>	<b>Corporate actions</b>	<b>Disposals</b>	<b>Closing holdings as at 30 September 2022</b>
<b>Future Contracts</b>					
<b>Hong Kong</b>					
HSCEI FUTURES APR22 28/04/2022	72	3	-	75	-
HSCEI FUTURES MAY22 30/05/2022	-	78	-	78	-
HSCEI FUTURES JUN22 29/06/2022	-	80	-	80	-
HSCEI FUTURES JUL22 28/07/2022	-	80	-	80	-
HSCEI FUTURES AUG22 30/08/2022	-	75	-	75	-
HSCEI FUTURES SEP22 29/09/2022	-	67	-	67	-
HSCEI FUTURES OCT22 28/10/2022	-	59	-	3	56

## GLOBAL X LEVERAGED AND INVERSE SERIES

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

For the six months from 1 April 2022 to 30 September 2022

#### Swaps

The details of swaps contracts held by the Sub-Fund as at 30 September 2022 are as follows:

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

Description	Underlying assets	Contract Size	Notional amount	Position	Counter party	Fair value
						HK\$
<b>Financial assets:</b>						
GLOBAL X S&P 500 TOTAL RETURN INDEX	S&P 500 Index	(6,200,000)	(4,713,947)	Short	BNP Paribas Securities Services	-
						<u>-</u>

#### Futures

The details of futures contracts held by the Sub-Funds as at 30 September 2022 are as follows:

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

Description	Underlying assets	Contract Size	Notional amount	Position	Counter party	Fair value
						HK\$
<b>Financial assets:</b>						
HANG SENG IDX FUT OCT22 28/10/2022	Hang Seng Index	(35)	(30,117,500)	Short	Goldman Sachs International	1,069,750
						<u>1,069,750</u>

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

Description	Underlying assets	Contract Size	Notional amount	Position	Counter party	Fair value
						HK\$
<b>Financial liabilities:</b>						
HANG SENG IDX FUT OCT22 28/10/2022	Hang Seng Index	83	71,421,500	Long	Goldman Sachs International	(2,617,942)
						<u>(2,617,942)</u>

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

Description	Underlying assets	Contract Size	Notional amount	Position	Counter party	Fair value
						HK\$
<b>Financial assets:</b>						
HSCEI FUTURES OCT22 28/10/2022	Hang Seng China Enterprises Index	(102)	(30,161,400)	Short	Goldman Sachs International	1,184,287
						<u>1,184,287</u>

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

Description	Underlying assets	Contract Size	Notional amount	Position	Counter party	Fair value
						HK\$
<b>Financial liabilities:</b>						
HSCEI FUTURES OCT22 28/10/2022	Hang Seng China Enterprises Index	56	16,559,200	Long	Goldman Sachs International	(705,125)
						<u>(705,125)</u>

## GLOBAL X LEVERAGED AND INVERSE SERIES

### PERFORMANCE RECORD (UNAUDITED)

#### NET ASSET VALUE

As at 30 September 2022 (unaudited)

	Dealing net asset value	Dealing net asset value per unit
S&P 500 Daily (-1x) Inverse Product (in US\$)	5,029,323	0.9144
Hang Seng Index Daily (-1x) Inverse Product (in HK\$)	30,447,961	6.3433
Hang Seng Index Daily (2x) Leveraged Product (in HK\$)	35,612,220	3.7885
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK\$)	30,426,361	7.4211
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK\$)	8,420,278	2.1590

As at 31 March 2022 (audited)

	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 (audited)

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

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

For the six months ended 30  
September 2022

	Highest issue price per unit	Lowest redemption price per unit
S&P 500 Daily (-1x) Inverse Product (in US\$)	0.9198	0.7506
Hang Seng Index Daily (-1x) Inverse Product (in HK\$)	6.3588	5.0390
Hang Seng Index Daily (2x) Leveraged Product (in HK\$)	6.4012	3.7704
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK\$)	7.4208	5.7991
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK\$)	3.7902	2.1590

## GLOBAL X LEVERAGED AND INVERSE SERIES

### PERFORMANCE RECORD (UNAUDITED) (CONTINUED)

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

	<u>For the year ended 31 March 2022</u>	
	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
	<u>For the year ended 31 March 2021</u>	
	Highest issue price per unit	Lowest redemption price per unit
S&P 500 Daily (-1x) Inverse Product (in US\$)	1.5417	0.9194
Hang Seng Index Daily (-1x) Inverse Product (in HK\$)	6.4034	4.3832
Hang Seng Index Daily (2x) Leveraged Product (in HK\$)	12.3770	6.6627
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK\$)	6.5578	4.6088
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK\$)	9.9915	5.9330
	<u>For the year ended 31 March 2020</u>	
	Highest issue price per unit	Lowest redemption price per unit
S&P 500 Daily (-1x) Inverse Product (in US\$)	1.7148	1.1669
Hang Seng Index Daily (-1x) Inverse Product (in HK\$)	6.8854	5.2423
Hang Seng Index Daily (2x) Leveraged Product (in HK\$)	12.0837	6.0605
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK\$)	7.1887	5.5512
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK\$)	9.9063	5.1674
	<u>For the year ended 31 March 2019</u>	
	Highest issue price per unit	Lowest redemption price per unit
S&P 500 Daily (-1x) Inverse Product (in US\$)	1.7123	1.3959
Hang Seng Index Daily (-1x) Inverse Product <sup>1</sup> (in HK\$)	6.5312	5.2708
Hang Seng Index Daily (2x) Leveraged Product <sup>1</sup> (in HK\$)	13.4389	8.2044
Hang Seng China Enterprises Index Daily (-1x) Inverse Product <sup>1</sup> (in HK\$)	6.8504	5.6682
Hang Seng China Enterprises Index Daily (2x) Leveraged Product <sup>1</sup> (in HK\$)	11.1886	6.8967
	<u>For the year/period ended 31 March 2018</u>	
	Highest issue price per unit	Lowest redemption price per unit
S&P 500 Daily (-1x) Inverse Product (in US\$)	1.8189	1.4396
Hang Seng Index Daily (-1x) Inverse Product (in HK\$)	15.0191	5.1726
Hang Seng Index Daily (2x) Leveraged Product (in HK\$)	23.1596	10.8196
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK\$)	15.4402	5.2809
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK\$)	20.4167	9.1407

## GLOBAL X LEVERAGED AND INVERSE SERIES

### PERFORMANCE RECORD (UNAUDITED) (CONTINUED)

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

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

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

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

\*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.

#### PERFORMANCE OF THE SUB-FUNDS

	<u>For the six months ended 30 September 2022</u>	
	Sub-Fund performance (%)	Index* performance (%)
S&P 500 Daily (-1x) Inverse Product (in US\$)	20.33	(20.85)
Hang Seng Index Daily (-1x) Inverse Product (in HK\$)	18.58	(21.70)
Hang Seng Index Daily (2x) Leveraged Product (in HK\$)	(38.25)	(21.70)
Hang Seng China Enterprises Index Daily (-1x) Inverse Product (in HK\$)	16.05	(21.42)
Hang Seng China Enterprises Index Daily (2x) Leveraged Product (in HK\$)	(38.30)	(21.42)

	<u>For the year ended 31 March 2022</u>	
	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)

	<u>For the year ended 31 March 2021</u>	
	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

## GLOBAL X LEVERAGED AND INVERSE SERIES

### PERFORMANCE RECORD (UNAUDITED) (CONTINUED)

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

	<u>For the year ended 31 March 2020</u>	
	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)

	<u>For the year ended 31 March 2019</u>	
	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)

	<u>For the year/period ended 31 March 2018</u>	
	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 <sup>1</sup> (in HK\$)	(25.00)	27.68
Hang Seng Index Daily (2x) Leveraged Product <sup>1</sup> (in HK\$)	61.17	27.68
Hang Seng China Enterprises Index Daily (-1x) Inverse Product <sup>1</sup> (in HK\$)	(20.51)	19.16
Hang Seng China Enterprises Index Daily (2x) Leveraged Product <sup>1</sup> (in HK\$)	38.08	19.16

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

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

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

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

# GLOBAL X LEVERAGED AND INVERSE SERIES

## MANAGEMENT AND ADMINISTRATION

### Manager

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

### Directors of the Manager

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

### Trustee and Registrar

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

### Custodian

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

### Service Agent

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

### Legal Counsel to the Manager

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

### Auditors

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

### Listing Agent

Altus Capital Limited  
21 Wing Wo Street  
Central, Hong Kong

### Participating Dealers

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

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

### CIMB Securities Ltd <sup>u</sup>

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

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

### Participating Dealers (continued)

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

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

KGI Securities (Hong Kong) Limited<sup>u</sup>  
41/F Central Plaza, 18 Harbour Road  
Wanchai, Hong Kong

Merrill Lynch Far East Limited<sup>%</sup>  
17/F-18/F 22/F & 23/F ICBC Tower  
3 Garden Road  
Central, Hong Kong

Mirae Asset Securities (HK) Limited  
Units 8501, 8507-08  
Level 85, International Commerce Centre  
1 Austin Road West  
Kowloon, Hong Kong

Yue Kun Research Limited  
17th Floor, China Building  
29 Queen's Road Central  
Hong Kong

ABN AMRO Clearing Hong Kong Limited  
70th Floor, International Commerce Centre  
1 Austin Road West  
Kowloon, Hong Kong

### Market Makers

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

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

IMC Asia Pacific Limited<sup>%</sup>  
99 Queen's Road  
4703-09, 47/F, The Center  
Central Hong Kong  
Hong Kong

Head & Shoulders Securities Ltd<sup>%</sup>  
Room 2511, 25/F  
Cosco Tower, 183 Queen's Road  
Central, Hong Kong

SG Securities (HK) Limited  
38/F, Three Pacific Place  
1 Queen's Road East  
Central, Hong Kong

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

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