

CORESHARES COLLECTIVE INVESTMENTS SCHEME

FINANCIAL STATEMENTS
For the year ended 31 December 2021

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For the year ended 31 December 2021

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**CORESHARES COLLECTIVE INVESTMENTS SCHEME
FINANCIAL STATEMENTS
For the year ended 31 December 2021**

DIRECTORS' RESPONSIBILITY FOR FINANCIAL REPORTING AND APPROVAL OF FINANCIAL STATEMENTS

The directors of CoreShares Index Tracker Managers (RF) Proprietary Limited (the “Manager”) are responsible for the preparation and presentation of the financial statements of the CoreShares Collective Investment Scheme (the “Scheme”), which comprises various unit portfolios (collectively referred to as the “Portfolios”). Each Portfolio’s financial statements comprise the statement of financial position at 31 December 2021, and the statements of comprehensive income, net assets attributable to participatory interest holders and cash flows for the year then ended, and the notes to the financial statements which include a summary of significant accounting policies and other explanatory notes, in accordance with International Financial Reporting Standards (“IFRS”) and in the manner required by the Supplemental Trust Deeds and Collective Investment Schemes Control Act of South Africa, No. 45 of 2002 (the “Act”).


The directors’ responsibility includes designing, implementing and maintaining internal controls relevant to the preparation and presentation of these financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances. The directors’ responsibility also includes maintaining adequate accounting records and an effective system of risk management.

The directors have considered all factors which contribute to the Scheme and each of the Portfolios’ ability to continue as going concerns and have no reason to believe that the Scheme or any of the Portfolios will not be a going concern in the year ahead.

The auditor is responsible for reporting on whether each of the financial statements are prepared in accordance with IFRS and in the manner required by the Supplemental Trust Deeds and the Act.

Approval of the financial statements

Each of the financial statements, as identified in the first paragraph, were approved by the directors of the Manager on 30 March 2022 and are signed on their behalf by:

DocuSigned by:

88601B9AB248486...

Gareth Stobie
Director
CoreShares Index Tracker Managers (RF) Proprietary Limited



24 March 2022

**TRUSTEE'S REPORT ON THE ADMINISTRATION OF THE COLLECTIVE INVESTMENT SCHEME
MANAGED BY: CORESHARES INDEX TRACKER MANAGERS PROPRIETARY LIMITED (as the Manager)
IN RESPECT OF THE CORESHARES COLLECTIVE INVESTMENT SCHEME
FINANCIAL YEAR ENDED: 31 December 2021**

Report in terms of Section 70(1) (f) of the Collective Investment Schemes Control Act 2002 (Act No 45 of 2002)

As trustee of the above-mentioned Collective Investment Scheme, we are required to report to the participatory interest holders on the administration of the Scheme during each annual accounting period.

We advise for the accounting period 02 August 2021 to 31 December 2021, that we reasonably believe that the Manager has administered the Scheme in accordance with:

- i. The limitations imposed on the investment and borrowing powers of the Manager by the Act; and
- ii. The provision of the Act and the Trust Deed.

We further confirm that there were no material instances of compliance contraventions and therefore no consequent losses incurred by the Portfolio.

Yours truly

A handwritten signature in black ink, appearing to read 'Shonese Hassim'.

Shonese Hassim

Manager CIS Trustee
NEDBANK INVESTOR SERVICES

A handwritten signature in black ink, appearing to read 'Renee Theron'.

Renee Theron

Senior Manager



Corporate and Investment Banking
Investor Services

2nd Floor
North Towers
160 Jan Smuts Avenue
Rosebank, 2196
PO Box 6872
Johannesburg, 2000
South Africa

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REPORT OF TRUSTEE

24 March 2022

Report in terms of section 70(1)(f) of the Collective Investment Schemes Control Act, 45 of 2002 for period 1 January 2021 to 1 August 2021 in respect of Coreshares Index Tracker Managers (Rf) Proprietary Limited ("the Manager").

Absa Bank Limited ("Absa"), in its capacity as trustee of Coreshares Collective Investments Scheme (the "Scheme"), confirms that it has controls in place which provide reasonable assurance that Coreshares has administered the Scheme for the period from 1 January 2021 to 1 August 2021 ("the reporting period") in accordance with the following:

- (i) the limitations imposed on the investment and borrowing powers of the manager by CISCA; and
- (ii) the provisions of CISCA and the trust deed.

There are no exceptions to report for the reporting period.

Should any investor require any information pertaining to the above-mentioned subject matter, kindly contact Coreshares or Absa

Yours faithfully

Sabir Ballim

Sabir Ballim
24/03/2022 17:17:45(UTC+02:00)

Mohammed Sabir Ballim

Head: Absa Investor Services

Deon Lottering

Deon Arnoldus Lottering
24/03/2022 12:39:13(UTC+02:00)

Deon Lottering

Head: Trustee Services

Absa Investor Services

Independent Auditor's Report

To the Directors of CoreShares Index Tracker (RF) Proprietary Limited
CoreShares Collective Investment Scheme

Opinion

We have audited the financial statements of CoreShares Collective Investment Scheme ("the Scheme"), managed by CoreShares Index Tracker Managers (RF) Pty Ltd ("the Manager"), as set out on pages 6 to 57. The Scheme comprises of the following unit portfolios, (collectively "the Portfolios" or individually "each Portfolio"):

- Coeshares S&P SA Top50 Tracker Fund
- Coeshares Scientific Beta Multifactor Index Fund
- Coeshares OUTcautious Index Fund
- Coeshares OUTstable Index Fund
- Coeshares OUTmoderate Index Fund
- Coeshares OUTaggressive Index Fund
- Coeshares Total World Stock Tracker Feeder Fund
- Coeshares Stable Income Fund
- Coeshares Wealth Accumulation Fund

Each Portfolio's financial statements comprise the statement of financial position as at 31 December 2021, and the statement of profit or loss and other comprehensive income, statement of changes in net assets attributable to participatory interest holders and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements for each Portfolio listed above present fairly, in all material respects, the financial position of CoreShares Collective Investment Scheme as at 31 December 2021, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the company in accordance with the Independent Regulatory Board for Auditors' *Code of Professional Conduct for Registered Auditors* (IRBA Code) and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities in accordance with the IRBA Code and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Code is consistent with the corresponding sections of the *International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards)*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The directors of the Manager are responsible for the other information. The other information comprises the information included in the document titled "CoreShares Collective Investment Scheme Financial Statements for the year ended 31 December 2021", which includes General Information and the Trustee Report as required by the Collective Investment Schemes Control Act No.45 of 2002. The other information does not include the financial statements and our auditor's report thereon.

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

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

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

Responsibilities of the Directors for each Portfolio's Financial Statements

The directors of the Manager are responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards and the requirements of the Trust Deed of each respective portfolio and the Collective Investment Schemes Control Act (Act No. 45 of 2002), and for such internal control as the directors determine is necessary to enable the preparation of each Portfolio's financial statements that are free from material misstatement, whether due to fraud or error.

In preparing each Portfolios' financial statements, the directors of the Manager are responsible for assessing the ability of each Portfolio to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Portfolio or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether each Portfolio's financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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

BDO South Africa Incorporated
Registered Auditors

BDO South Africa Inc.

BDO South Africa Inc. (Mar 31, 2022 10:46 GMT+2)

JL Mitri
Director
Registered Auditor

31 March 2021
Wanderers Office Park
52 Corlett Drive
Illovo, 2196

CORESHARES S&P SA TOP50 TRACKER FUND
STATEMENT OF COMPREHENSIVE INCOME
For the year ended 31 December 2021

	Notes	<u>2021</u> <u>R</u>	<u>2020</u> <u>R</u>
NET INVESTMENT INCOME			
Dividend income		68,169,201	27,124,315
Interest income		85,392	192,076
Income adjustments on creation and cancellation of participatory interest		1,177,245	2,183,547
Net fair value gains on financial instruments		319,512,903	118,697,378
		388,944,741	148,197,316
OPERATING EXPENSES BEFORE FINANCE COSTS			
Audit fees		(53,855)	(39,867)
Bank charges, custody and trustee fees	4	(235,722)	(106,462)
Management fees	4	(2,778,880)	(1,811,721)
Transaction costs		(2,580,380)	(2,486,636)
		(5,648,837)	(4,444,686)
NET INCOME BEFORE FINANCE COSTS		383,295,904	143,752,630
Distributions to participatory interest holders	6	(65,750,711)	(27,132,897)
Withholding tax		(578,524)	(544,279)
CHANGE IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		316,966,669	116,075,454

CORESHARES S&P SA TOP50 TRACKER FUND
STATEMENT OF FINANCIAL POSITION
As at 31 December 2021

	Notes	<u>2021</u> <u>R</u>	<u>2020</u> <u>R</u>
ASSETS			
Investments held at fair value			
Local equities and specialist securities		1,812,943,445	1,062,977,643
Investment income receivable		719,653	692,066
Creation receivable		2,023,380	470,751
Cash and cash equivalents		2,243,327	2,283,347
TOTAL ASSETS		<u>1,817,929,805</u>	<u>1,066,423,807</u>
LIABILITIES			
Operating expense payables		340,131	203,050
Unsettled trades payable		-	710,654
Cancellation payable		3,009,645	1,877
Distributions payable	6	5,543,308	1,796,958
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		<u>8,893,084</u>	<u>2,712,539</u>
NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		<u><u>1,809,036,721</u></u>	<u><u>1,063,711,268</u></u>

CORESHARES S&P SA TOP50 TRACKER FUND**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS**

For the year ended 31 December 2021

	Notes	Capital attributable to participatory interest holders <u>R</u>	Net income/ (loss) attributable to participatory interest holders <u>R</u>	Net assets attributable to participatory interest holders <u>R</u>
Balance at 31 December 2019		588,439,635	-	588,439,635
Participatory interest created	5	707,903,220	-	707,903,220
Participatory interest cancelled	5	(348,707,041)	-	(348,707,041)
Change in net assets attributable to participatory interest holders		-	116,075,454	116,075,454
Transfer of net fair value gains not distributable, net of transaction costs		116,210,742	(116,210,742)	-
Balance at 31 December 2020		1,063,846,556	(135,288)	1,063,711,268
Participatory interest created	5	680,697,806	-	680,697,806
Participatory interest cancelled	5	(252,339,022)	-	(252,339,022)
Change in net assets attributable to participatory interest holders		-	316,966,669	316,966,669
Transfer of net fair value gains not distributable, net of transaction costs		316,932,523	(316,932,523)	-
Balance at 31 December 2021		1,809,137,863	(101,142)	1,809,036,721

CORESHARES S&P SA TOP50 TRACKER FUND
STATEMENT OF CASH FLOWS
For the year ended 31 December 2021

	<u>2021</u>	<u>2020</u>
	<u>R</u>	<u>R</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets attributable to participatory interest holders	316,966,669	116,075,454
Adjusted for:		
- Dividend income	(68,169,201)	(27,124,315)
- Interest income	(85,392)	(192,076)
- Distributions to participatory interest holders	65,750,711	27,132,897
- Withholding tax	578,524	544,279
- Purchases of investments	(777,290,633)	(730,106,250)
- Sales of investments	346,127,080	371,746,358
- Net fair value gains on investments	(319,512,903)	(113,724,106)
- Income adjustments on creation and cancellation of participatory interest	(1,177,245)	(2,183,547)
Changes in other assets and liabilities		
- Increase in operating expense payables	137,081	91,016
Cash utilised in operations	(436,675,309)	(357,740,290)
Dividend received	67,575,024	26,226,970
Interest received	73,458	216,302
Distributions paid	(62,004,361)	(27,985,508)
Net cash outflow from operating activities	(431,031,188)	(359,282,526)
CASH FLOWS FROM FINANCING ACTIVITIES		
Creation of participatory interest	681,208,826	711,260,871
Cancellation of participatory interest	(250,217,658)	(350,350,019)
Net cash inflow from financing activities	430,991,168	360,910,852
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(40,020)	1,628,326
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	2,283,347	655,021
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	2,243,327	2,283,347

CORESHARES SCIENTIFIC BETA MULTI FACTOR INDEX FUND
STATEMENT OF COMPREHENSIVE INCOME
For the period ended 29 October 2021

	Notes	<u>2021*</u> <u>R</u>	<u>2020</u> <u>R</u>
NET INVESTMENT INCOME			
Dividend income		275,399	809,242
Interest income		42	-
Income adjustments on creation and cancellation of participatory interest		(111,926)	(122,545)
Net fair value gains/(losses) on financial instruments		1,313,673	(7,121,774)
		1,477,188	(6,435,077)
OPERATING EXPENSES BEFORE FINANCE COSTS			
Bank charges		(160)	-
Management fees	4	(36,038)	(120,987)
Transaction costs		(9,090)	(93,179)
		(45,288)	(214,166)
NET INCOME / (LOSS) FROM OPERATIONS BEFORE FINANCE COSTS		1,431,900	(6,649,243)
Distributions to participatory interest holders	6	(135,205)	(571,749)
Withholding tax		7,372	(6,099)
CHANGE IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		1,304,067	(7,227,091)

* The Coreshares Scientific Beta Multi Factor Index Fund was closed on 29 October 2021.

CORESHARES SCIENTIFIC BETA MULTI FACTOR INDEX FUND
STATEMENT OF FINANCIAL POSITION
As at 29 October 2021

	Notes	<u>2021*</u> <u>R</u>	<u>2020</u> <u>R</u>
ASSETS			
Investments held at fair value			
Local equities and specialist securities		-	18,344,925
Investment income receivable		-	17,271
Cash and cash equivalents		-	94,920
TOTAL ASSETS		<u>-</u>	<u>18,457,116</u>
LIABILITIES			
Operating expense payables		-	8,634
Distribution payable	6	-	58,606
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		<u>-</u>	<u>67,240</u>
NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		<u>-</u>	<u>18,389,876</u>

* The Coreshares Scientific Beta Multi Factor Index Fund was closed on 29 October 2021.

CORESHARES SCIENTIFIC BETA MULTI FACTOR INDEX FUND
STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS
For the period ended 29 October 2021

	Notes	Capital attributable to participatory interest holders <u>R</u>	Net income/ (loss) attributable to participatory interest holders <u>R</u>	Net assets attributable to participatory interest holders <u>R</u>
Balance at 31 December 2019		52,182,777	-	52,182,777
Participatory interest created	5	13,186,820	-	13,186,820
Participatory interest cancelled	5	(39,752,630)	-	(39,752,630)
Change in net assets attributable to participatory interest holders		-	(7,227,091)	(7,227,091)
Transfer of net fair value losses not distributable, net of transaction costs		(7,214,953)	7,214,953	-
Balance at 31 December 2020		18,402,014	(12,138)	18,389,876
Participatory interest created	5	117,188	-	117,188
Participatory interest cancelled	5	(19,811,131)	-	(19,811,131)
Change in net assets attributable to participatory interest holders		-	1,304,067	1,304,067
Transfer of net fair value gains not distributable, net of transaction costs		1,304,583	(1,304,583)	-
Capital rectification		(12,654)	12,654	-
Balance at 29 October 2021*		-	-	-

* The Coreshares Scientific Beta Multi Factor Index Fund was closed on 29 October 2021.

CORESHARES SCIENTIFIC BETA MULTI FACTOR INDEX FUND
STATEMENT OF CASH FLOWS
For the period ended 29 October 2021

	<u>2021*</u>	<u>2020</u>
	<u>R</u>	<u>R</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets attributable to participatory interest holders	1,304,067	(7,227,091)
Adjusted for:		
- Dividend income	(275,399)	(809,242)
- Interest income	(42)	-
- Distributions to participatory interest holders	135,205	571,749
- Withholding tax	(7,372)	6,099
- Purchases of investments	(1,084,241)	(18,741,374)
- Sales of investments	20,742,839	45,566,777
- Net fair value (gains)/losses on investments	(1,313,673)	7,308,132
- Income adjustments on creation and cancellation of participatory interest	111,926	122,545
Changes in other assets and liabilities		
- Decrease in operating expense payables	(8,634)	(15,080)
Cash generated by operations	<u>19,604,676</u>	<u>26,782,515</u>
Dividend received	299,643	812,057
Interest received	441	888
Distributions paid	(193,811)	(889,325)
Net cash inflow from operating activities	<u>19,710,949</u>	<u>26,706,135</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Creation of participatory interest	117,358	13,277,153
Cancellation of participatory interest	(19,923,227)	(39,965,507)
Net cash outflow from financing activities	<u>(19,805,869)</u>	<u>(26,688,354)</u>
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(94,920)	17,781
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	94,920	77,139
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	<u>-</u>	<u>94,920</u>

* The Coreshares Scientific Beta Multi Factor Index Fund was closed on 29 October 2021.

CORESHARES OUTCAUTIOUS INDEX FUND
STATEMENT OF COMPREHENSIVE INCOME
For the year ended 31 December 2021

	Notes	<u>2021</u> <u>R</u>	<u>2020</u> <u>R</u>
NET INVESTMENT INCOME			
Dividend income		1,195,449	697,100
Interest income		2,732,033	1,695,099
Income adjustments on creation and cancellation of participatory interest		141,442	56,186
Net fair value gains on financial instruments		6,947,104	648,287
		11,016,028	3,096,672
OPERATING EXPENSES BEFORE FINANCE COSTS			
Bank charges, custody and trustee fees	4	(14,136)	-
Transaction costs		(54,541)	(11,106)
		(68,677)	(11,106)
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS			
		10,947,351	3,085,566
Distributions to participatory interest holders	6	(4,027,328)	(2,430,806)
Withholding tax		(29,319)	(24,759)
CHANGE IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS			
		6,890,704	630,001

CORESHARES OUTCAUTIOUS INDEX FUND
STATEMENT OF FINANCIAL POSITION
As at 31 December 2021

	Notes	<u>2021</u> <u>R</u>	<u>2020</u> <u>R</u>
ASSETS			
Investments held at fair value			
Foreign equities and specialist securities		15,188,993	4,193,158
Local bonds		22,899,946	19,759,920
Local collective investment schemes		15,479,904	4,365,939
Local equities and specialist securities		22,998,665	16,645,055
Investment income receivable		580,090	290,730
Unsettled trades receivable		208,828	-
Creation receivable		36,377	28,473
Cash and cash equivalents		947,455	897,937
TOTAL ASSETS		78,340,258	46,181,212
LIABILITIES			
Unsettled trades payable		-	207,985
Cancellation payable		11,360	4,799
Distribution payable	6	914,962	682,227
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		926,322	895,011
NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		77,413,936	45,286,201

CORESHARES OUTCAUTIOUS INDEX FUND**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS****For the year ended 31 December 2021**

	Notes	Capital attributable to participatory interest holders <u>R</u>	Net income/ (loss) attributable to participatory interest holders <u>R</u>	Net assets attributable to participatory interest holders <u>R</u>
Balance at 31 December 2019		37,236,131	-	37,236,131
Participatory interest created	5	15,428,470	-	15,428,470
Participatory interest cancelled	5	(8,008,401)	-	(8,008,401)
Change in net assets attributable to participatory interest holders		-	630,001	630,001
Transfer of net fair value gains not distributable, net of transaction costs		637,181	(637,181)	-
Balance at 31 December 2020		45,293,381	(7,180)	45,286,201
Participatory interest created	5	49,276,877	-	49,276,877
Participatory interest cancelled	5	(24,039,846)	-	(24,039,846)
Change in net assets attributable to participatory interest holders		-	6,890,704	6,890,704
Transfer of net fair value gains not distributable, net of transaction costs		6,892,563	(6,892,563)	-
Balance at 31 December 2021		77,422,975	(9,039)	77,413,936

CORESHARES OUTCAUTIOUS INDEX FUND
STATEMENT OF CASH FLOWS
For the year ended 31 December 2021

	<u>2021</u>	<u>2020</u>
	<u>R</u>	<u>R</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets attributable to participatory interest holders	6,890,704	630,001
Adjusted for:		
- Dividend income	(1,195,449)	(697,100)
- Interest income	(2,732,033)	(1,695,099)
- Distributions to participatory interest holders	4,027,328	2,430,806
- Withholding tax	29,319	24,759
- Purchases of investments	(65,155,342)	(18,209,386)
- Sales of investments	40,897,924	11,814,741
- Net fair value gains on investments	(6,933,560)	(616,466)
- Income adjustments on creation and cancellation of participatory interest	(141,442)	(56,186)
Changes in other assets and liabilities		
- Decrease/(Increase) in other receivables	5	(268)
Cash utilised in operations	(24,312,546)	(6,374,198)
Dividend received	1,166,611	669,884
Interest received	1,612,916	1,158,282
Distributions paid	(3,794,593)	(2,186,075)
Net cash outflow from operating activities	(25,327,612)	(6,732,107)
CASH FLOWS FROM FINANCING ACTIVITIES		
Creation of participatory interest	49,561,106	15,519,802
Cancellation of participatory interest	(24,183,976)	(8,067,221)
Net cash inflow from financing activities	25,377,130	7,452,581
NET INCREASE IN CASH AND CASH EQUIVALENTS	49,518	720,474
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	897,937	177,463
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	947,455	897,937

CORESHARES OUTSTABLE INDEX FUND
STATEMENT OF COMPREHENSIVE INCOME
For the year ended 31 December 2021

	Notes	<u>2021</u> <u>R</u>	<u>2020</u> <u>R</u>
NET INVESTMENT INCOME			
Dividend income		2,698,777	1,045,805
Interest income		2,450,374	1,225,207
Income adjustments on creation and cancellation of participatory interest		386,539	111,023
Net fair value gains on financial instruments		15,049,755	1,379,774
		20,585,445	3,761,809
OPERATING EXPENSES BEFORE FINANCE COSTS			
Bank charges, custody and trustee fees	4	(17,333)	-
Transaction costs		(104,556)	(21,952)
		(121,889)	(21,952)
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS			
		20,463,556	3,739,857
Distributions to participatory interest holders	6	(5,419,180)	(2,342,638)
Withholding tax		(94,856)	(45,843)
CHANGE IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS			
		14,949,520	1,351,376

CORESHARES OUTSTABLE INDEX FUND
STATEMENT OF FINANCIAL POSITION
As at 31 December 2021

	Notes	<u>2021</u> <u>R</u>	<u>2020</u> <u>R</u>
ASSETS			
Investments held at fair value			
Foreign equities and specialist securities		30,608,952	8,551,108
Local bonds		21,637,955	17,457,107
Local collective investment schemes		15,112,216	2,884,179
Local equities and specialist securities		58,594,002	31,442,787
Investment income receivable		563,650	262,833
Unsettled trades receivable		346,855	-
Creation receivable		49,212	43,725
Cash and cash equivalents		186,987	883,348
TOTAL ASSETS		<u>127,099,829</u>	<u>61,525,087</u>
LIABILITIES			
Unsettled trades payable		-	240,913
Cancellation payable		15,724	5,306
Distribution payable	6	1,169,223	709,124
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		<u>1,184,947</u>	<u>955,343</u>
NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		<u>125,914,882</u>	<u>60,569,744</u>

CORESHARES OUTSTABLE INDEX FUND**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS****For the year ended 31 December 2021**

		Capital attributable to participatory interest holders	Net income/ (loss) attributable to participatory interest holders	Net assets attributable to participatory interest holders
	Notes	<u>R</u>	<u>R</u>	<u>R</u>
Balance at 31 December 2019		36,799,335	-	36,799,335
Participatory interest created	5	28,390,156	-	28,390,156
Participatory interest cancelled	5	(5,971,123)	-	(5,971,123)
Change in net assets attributable to participatory interest holders		-	1,351,376	1,351,376
Transfer of net fair value gains not distributable, net of transaction costs		1,357,822	(1,357,822)	-
Balance at 31 December 2020		60,576,190	(6,446)	60,569,744
Participatory interest created	5	61,055,368	-	61,055,368
Participatory interest cancelled	5	(10,659,750)	-	(10,659,750)
Change in net assets attributable to participatory interest holders		-	14,949,520	14,949,520
Transfer of net fair value gains not distributable, net of transaction costs		14,945,199	(14,945,199)	-
Balance at 31 December 2021		125,917,007	(2,125)	125,914,882

CORESHARES OUTSTABLE INDEX FUND
STATEMENT OF CASH FLOWS
For the year ended 31 December 2021

	<u>2021</u>	<u>2020</u>
	<u>R</u>	<u>R</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets attributable to participatory interest holders	14,949,520	1,351,376
Adjusted for:		
- Dividend income	(2,698,777)	(1,045,805)
- Interest income	(2,450,374)	(1,225,207)
- Distributions to participatory interest holders	5,419,180	2,342,638
- Withholding tax	94,856	45,843
- Purchases of investments	(97,772,722)	(32,394,774)
- Sales of investments	47,377,058	10,903,009
- Net fair value gains on investments	(15,072,161)	(1,274,173)
- Income adjustments on creation and cancellation of participatory interest	(386,540)	(111,023)
Changes in other assets and liabilities		
- Decrease in operating expense payables	-	(151,830)
Cash utilised in operations	(50,539,960)	(21,559,946)
Dividend received	2,598,489	991,786
Interest received	1,417,103	759,720
Distributions paid	(4,959,081)	(2,038,558)
Net cash outflow from operating activities	(51,483,449)	(21,846,998)
CASH FLOWS FROM FINANCING ACTIVITIES		
Creation of participatory interest	61,504,540	28,492,430
Cancellation of participatory interest	(10,717,452)	(6,000,793)
Net cash inflow from financing activities	50,787,088	22,491,637
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS	(696,361)	644,639
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	883,348	238,709
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	186,987	883,348

**CORESHARES OUTMODERATE INDEX FUND
STATEMENT OF COMPREHENSIVE INCOME**

For the year ended 31 December 2021

	Notes	<u>2021</u> <u>R</u>	<u>2020</u> <u>R</u>
NET INVESTMENT INCOME			
Dividend income		17,025,855	2,623,558
Interest income		4,690,020	836,439
Income adjustments on creation and cancellation of participatory interest		1,557,521	762,332
Net fair value gains on financial instruments		90,789,949	12,100,580
		114,063,345	16,322,909
OPERATING EXPENSES BEFORE FINANCE COSTS			
Bank charges, custody and trustee fees	4	(33,493)	-
Transaction costs		(926,415)	(238,135)
		(959,908)	(238,135)
NET INCOME BEFORE FINANCE COSTS			
		113,103,437	16,084,774
Distributions to participatory interest holders			
Distributions to participatory interest holders	6	(22,563,324)	(4,069,353)
Withholding tax		(654,126)	(145,406)
CHANGE IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS			
		89,885,987	11,870,015

CORESHARES OUTMODERATE INDEX FUND
STATEMENT OF FINANCIAL POSITION
As at 31 December 2021

	Notes	<u>2021</u> <u>R</u>	<u>2020</u> <u>R</u>
ASSETS			
Investments held at fair value			
Foreign equities and specialist securities		171,503,469	35,599,582
Local bonds		69,516,684	20,158,606
Local collective investment schemes		13,129,218	3,978,507
Local equities and specialist securities		402,965,905	151,720,153
Investment income receivable		1,753,754	234,006
Unsettled trades receivable		1,445,609	-
Creation receivable		360,573	156,339
Cash and cash equivalents		3,878,666	2,172,399
TOTAL ASSETS		<u>664,553,878</u>	<u>214,019,592</u>
LIABILITIES			
Unsettled trades payable		1,482,288	513,188
Cancellation payable		15,976	2,826
Distribution payable	6	5,342,473	1,527,541
TOTAL LIABILITIES, EXCLUDING NET ASSETS		<u>6,840,737</u>	<u>2,043,555</u>
ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS			
NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST		<u>657,713,141</u>	<u>211,976,037</u>
HOLDERS			

CORESHARES OUTMODERATE INDEX FUND**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS**

For the year ended 31 December 2021

	Notes	Capital attributable to participatory interest holders <u>R</u>	Net income/ (loss) attributable to participatory interest holders <u>R</u>	Net assets attributable to participatory interest holders <u>R</u>
Balance at 31 December 2019		32,566,728	-	32,566,728
Participatory interest created	5	174,399,019	-	174,399,019
Participatory interest cancelled	5	(6,859,725)	-	(6,859,725)
Change in net assets attributable to participatory interest holders		-	11,870,015	11,870,015
Transfer of net fair value gains not distributable, net of transaction costs		11,862,445	(11,862,445)	-
Balance at 31 December 2020		211,968,467	7,570	211,976,037
Participatory interest created	5	370,517,733	-	370,517,733
Participatory interest cancelled	5	(14,666,616)	-	(14,666,616)
Change in net assets attributable to participatory interest holders		-	89,885,987	89,885,987
Transfer of net fair value gains not distributable, net of transaction costs		89,863,534	(89,863,534)	-
Balance at 31 December 2021		657,683,118	30,023	657,713,141

CORESHARES OUTMODERATE INDEX FUND
STATEMENT OF CASH FLOWS
For the year ended 31 December 2021

	<u>2021</u>	<u>2020</u>
	<u>R</u>	<u>R</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets attributable to participatory interest holders	89,885,987	11,870,015
Adjusted for:		
- Dividend income	(17,025,855)	(2,623,558)
- Interest income	(4,690,020)	(836,439)
- Distributions to participatory interest holders	22,563,324	4,069,353
- Withholding tax	654,126	145,406
- Purchases of investments	(622,815,289)	(185,707,311)
- Sales of investments	269,000,529	19,188,302
- Net fair value gains on investments	(90,605,210)	(11,338,773)
- Income adjustments on creation and cancellation of participatory interest	(1,557,521)	(762,332)
Changes in other assets and liabilities		
- Decrease in other receivables	2	-
Cash utilised in operations	<u>(354,589,927)</u>	<u>(165,995,337)</u>
Dividend received	16,302,587	2,404,593
Interest received	1,524,445	317,436
Distributions paid	(18,748,392)	(2,794,055)
Net cash outflow from operating activities	<u>(355,511,287)</u>	<u>(166,067,363)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Creation of participatory interest	371,937,151	175,033,742
Cancellation of participatory interest	(14,719,597)	(6,885,629)
Net cash inflow from financing activities	<u>357,217,554</u>	<u>168,148,113</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,706,267	2,080,750
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	2,172,399	91,649
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	<u>3,878,666</u>	<u>2,172,399</u>

CORESHARES OUTAGGRESSIVE INDEX FUND
STATEMENT OF COMPREHENSIVE INCOME
For the year ended 31 December 2021

		<u>2021</u>	<u>2020</u>
		<u>R</u>	<u>R</u>
	Notes		
NET INVESTMENT INCOME			
Dividend income		2,454,904	1,374,368
Interest income		44,904	53,127
Income adjustments on creation and cancellation of participatory interest		32,520	47,915
Net fair value gains on financial instruments		16,509,124	1,878,638
		19,041,452	3,354,048
OPERATING EXPENSES BEFORE FINANCE COSTS			
Bank charges, custody and trustee fees	4	(18,029)	(2)
Transaction costs		(71,763)	(18,264)
		(89,792)	(18,266)
NET INCOME BEFORE FINANCE COSTS			
		18,951,660	3,335,782
Distributions to participatory interest holders	6	(2,432,015)	(1,406,006)
Withholding tax		(84,031)	(77,788)
CHANGE IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS			
		16,435,614	1,851,988

CORESHARES OUTAGGRESSIVE INDEX FUND
STATEMENT OF FINANCIAL POSITION
As at 31 December 2021

	Notes	<u>2021</u> <u>R</u>	<u>2020</u> <u>R</u>
ASSETS			
Investments held at fair value			
Foreign equities and specialist securities		33,914,498	9,069,499
Local collective investment schemes		727,574	996,535
Local equities and specialist securities		46,692,929	42,618,182
Investment income receivable		20,710	28,755
Unsettled trades receivable		207,308	-
Creation receivable		88,194	159,773
Cash and cash equivalents		310,915	457,547
TOTAL ASSETS		<u>81,962,128</u>	<u>53,330,291</u>
LIABILITIES			
Unsettled trades payable		67	282,450
Cancellation payable		4,755	8,362
Distribution payable	6	404,030	282,934
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		<u>408,852</u>	<u>573,746</u>
NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		<u>81,553,276</u>	<u>52,756,545</u>

CORESHARES OUTAGGRESSIVE INDEX FUND**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS****For the year ended 31 December 2021**

	Notes	Capital attributable to participatory interest holders <u>R</u>	Net income/ (loss) attributable to participatory interest holders <u>R</u>	Net assets attributable to participatory interest holders <u>R</u>
Balance at 31 December 2019		41,082,222	-	41,082,222
Participatory interest created	5	18,157,480	-	18,157,480
Participatory interest cancelled	5	(8,335,145)	-	(8,335,145)
Change in net assets attributable to participatory interest holders		-	1,851,988	1,851,988
Transfer of net fair value gains not distributable, net of transaction costs		1,860,374	(1,860,374)	-
Balance at 31 December 2020		52,764,931	(8,386)	52,756,545
Participatory interest created	5	20,810,629	-	20,810,629
Participatory interest cancelled	5	(8,449,512)	-	(8,449,512)
Change in net assets attributable to participatory interest holders		-	16,435,614	16,435,614
Transfer of net fair value gains not distributable, net of transaction costs		16,437,361	(16,437,361)	-
Balance at 31 December 2021		81,563,409	(10,133)	81,553,276

CORESHARES OUTAGGRESSIVE INDEX FUND
STATEMENT OF CASH FLOWS
For the year ended 31 December 2021

	<u>2021</u>	<u>2020</u>
	<u>R</u>	<u>R</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets attributable to participatory interest holders	16,435,614	1,851,988
Adjusted for:		
- Dividend income	(2,454,904)	(1,374,368)
- Interest income	(44,904)	(53,127)
- Distributions to participatory interest holders	2,432,015	1,406,006
- Withholding tax	84,031	77,788
- Purchases of investments	(54,204,581)	(22,302,484)
- Sales of investments	41,606,467	13,021,021
- Net fair value gains on investments	(16,542,362)	(1,765,677)
- Income adjustments on creation and cancellation of participatory interest	(32,520)	(47,915)
Changes in other assets and liabilities		
- Decrease in other receivables	75	-
- Decrease in operating expense payables	-	(180,516)
Cash utilised in operations	(12,721,069)	(9,367,284)
Dividend received	2,378,215	1,285,480
Interest received	45,532	55,910
Distributions paid	(2,310,919)	(1,494,085)
Net cash outflow from operating activities	(12,608,241)	(9,519,979)
CASH FLOWS FROM FINANCING ACTIVITIES		
Creation of participatory interest	20,941,883	18,064,153
Cancellation of participatory interest	(8,480,274)	(8,345,314)
Net cash inflow from financing activities	12,461,609	9,718,839
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(146,632)	198,860
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	457,547	258,687
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	310,915	457,547

**CORESHARES TOTAL WORLD STOCK TRACKER FEEDER FUND
(FORMERLY KNOWN AS CORESHARES MSCI ACWI FUND OF FUNDS)**

STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 December 2021

	Notes	<u>2021</u> <u>R</u>	<u>2020</u> <u>R</u>
NET INVESTMENT INCOME			
Dividend income		10,012,012	-
Interest income		-	21,725
Income adjustments on creation and cancellation of participatory interest		(1,190,612)	(1,002,973)
Net fair value gains on financial instruments		289,860,841	119,656,023
		<u>298,682,241</u>	<u>118,674,775</u>
OPERATING EXPENSES BEFORE FINANCE COSTS			
Audit fees		(53,855)	(39,867)
Bank charges, custody and trustee fees	4	(398,408)	(91,573)
Management fees	4	(2,620,845)	(1,554,018)
Transaction costs		(91,536)	(62,631)
		<u>(3,164,644)</u>	<u>(1,748,089)</u>
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		<u>295,517,597</u>	<u>116,926,686</u>
Distributions to participatory interest holders	6	(263,579)	-
Interest expense		(29,289)	-
Withholding tax		(3,003,603)	-
CHANGE IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		<u>292,221,126</u>	<u>116,926,686</u>

**CORESHARES TOTAL WORLD STOCK TRACKER FEEDER FUND
(FORMERLY KNOWN AS CORESHARES MSCI ACWI FUND OF FUNDS)**

STATEMENT OF FINANCIAL POSITION

As at 31 December 2021

	Notes	<u>2021</u> <u>R</u>	<u>2020</u> <u>R</u>
ASSETS			
Investments held at fair value			
Foreign equities and specialist securities		1,398,508,577	874,123,234
Investment income receivable		4,418	34,170
Creation receivable		168,668	85,105
Cash and cash equivalents		6,302,091	209,282,063
TOTAL ASSETS		<u>1,404,983,754</u>	<u>1,083,524,572</u>
LIABILITIES			
Operating expense payables		322,801	178,727
Unsettled trades payable		4,893,557	208,575,480
Cancellation payable		23,591	2,862
Distributions payable	6	263,579	-
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		<u>5,503,528</u>	<u>208,757,069</u>
NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		<u><u>1,399,480,226</u></u>	<u><u>874,767,503</u></u>

**CORESHARES TOTAL WORLD STOCK TRACKER FEEDER FUND
(FORMERLY KNOWN AS CORESHARES MSCI ACWI FUND OF FUNDS)
STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS
For the year ended 31 December 2021**

	Notes	Capital attributable to participatory interest holders <u>R</u>	Loss attributable to participatory interest holders <u>R</u>	Net assets attributable to participatory interest holders <u>R</u>
Balance at 31 December 2019		473,833,772	(563,038)	473,270,734
Participatory interest created	5	653,109,016	-	653,109,016
Participatory interest cancelled	5	(368,538,933)	-	(368,538,933)
Change in net assets attributable to participatory interest holders		-	116,926,686	116,926,686
Transfer of net fair value gains not distributable, net of transaction costs		119,593,392	(119,593,392)	-
Capital rectification		(3,229,744)	3,229,744	-
Balance at 31 December 2020		874,767,503	-	874,767,503
Participatory interest created	5	672,803,371	-	672,803,371
Participatory interest cancelled	5	(440,311,774)	-	(440,311,774)
Change in net assets attributable to participatory interest holders		-	292,221,126	292,221,126
Transfer of net fair value gains not distributable, net of transaction costs		289,769,305	(289,769,305)	-
Capital rectification write-back		3,229,744	(3,229,744)	-
Balance at 31 December 2021		1,400,258,149	(777,923)	1,399,480,226

**CORESHARES TOTAL WORLD STOCK TRACKER FEEDER FUND
(FORMERLY KNOWN AS CORESHARES MSCI ACWI FUND OF FUNDS)**

STATEMENT OF CASH FLOWS

For the year ended 31 December 2021

	<u>2021</u>	<u>2020</u>
	<u>R</u>	<u>R</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets attributable to participatory interest holders	292,221,126	116,926,686
Adjusted for:		
- Dividend income	(10,012,012)	-
- Interest income	-	(21,725)
- Interest expense	29,289	-
- Withholding tax	3,003,603	-
- Distributions to participatory interest holders	263,579	-
- Purchases of investments	(1,942,704,401)	(303,239,547)
- Sales of investments	1,503,925,724	230,332,775
- Net fair value gains on investments	(289,288,589)	(119,607,617)
- Income adjustments on creation and cancellation of participatory interest	1,190,612	1,002,973
Changes in other assets and liabilities		
- Increase in operating expense payables	144,074	47,875
Cash utilised in operations	(441,226,995)	(74,558,580)
Dividends received	7,008,409	-
Interest received / (paid)	463	(5,050)
Net cash outflow from operating activities	(434,218,123)	(74,563,630)
CASH FLOWS FROM FINANCING ACTIVITIES		
Creation of participatory interest	669,438,192	651,175,075
Cancellation of participatory interest	(438,200,041)	(367,690,208)
Net cash inflow from financing activities	231,238,151	283,484,867
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(202,979,972)	208,921,237
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	209,282,063	360,826
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	6,302,091	209,282,063

CORESHARES STABLE INCOME FUND
STATEMENT OF COMPREHENSIVE INCOME
For the year ended 31 December 2021

	Notes	<u>2021</u> <u>R</u>	<u>2020</u> <u>R</u>
NET INVESTMENT INCOME / (LOSS)			
Dividend income		604,135	719,291
Interest income		821,954	786,170
Income adjustments on creation and cancellation of participatory interest		(15,254)	(14,505)
Net fair value gains / (losses) on financial instruments		2,361,869	(1,883,917)
		<u>3,772,704</u>	<u>(392,961)</u>
OPERATING EXPENSES BEFORE FINANCE COSTS			
Bank charges, custody and trustee fees		(8,793)	-
Management fees	4	(74,383)	(66,699)
Transaction costs		(14,576)	(51,172)
		<u>(97,752)</u>	<u>(117,871)</u>
NET INCOME / (LOSS) BEFORE FINANCE COSTS		<u>3,674,952</u>	<u>(510,832)</u>
Distributions to participatory interest holders	6	(1,310,093)	(1,406,884)
Withholding tax		(17,195)	(21,956)
CHANGE IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		<u>2,347,664</u>	<u>(1,939,672)</u>

CORESHARES STABLE INCOME FUND
STATEMENT OF FINANCIAL POSITION
As at 31 December 2021

	Notes	<u>2021</u> <u>R</u>	<u>2020</u> <u>R</u>
ASSETS			
Investments held at fair value			
Foreign equities and specialist securities		3,865,077	3,159,115
Local bonds		5,703,330	5,334,435
Local collective investment schemes		7,279,436	6,982,280
Local equities and specialist securities		9,322,040	9,094,798
Investment income receivable		142,717	132,439
Cash and cash equivalents		129,765	337,154
TOTAL ASSETS		<u>26,442,365</u>	<u>25,040,221</u>
LIABILITIES			
Operating expense payables		6,987	6,186
Cancellation payable		1,232	-
Distribution payable	6	301,481	271,366
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		<u>309,700</u>	<u>277,552</u>
NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		<u>26,132,665</u>	<u>24,762,669</u>

CORESHARES STABLE INCOME FUND
STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS
For the year ended 31 December 2021

	Notes	Capital attributable to participatory interest holders <u>R</u>	Net income/ (loss) attributable to participatory interest holders <u>R</u>	Net assets attributable to participatory interest holders <u>R</u>
Balance at 31 December 2019		22,476,108	-	22,476,108
Participatory interest created	5	25,004,160	-	25,004,160
Participatory interest cancelled	5	(20,777,927)	-	(20,777,927)
Change in net assets attributable to participatory interest holders		-	(1,939,672)	(1,939,672)
Transfer of net fair value losses not distributable, net of transaction costs		(1,935,089)	1,935,089	-
Balance at 31 December 2020		24,767,252	(4,583)	24,762,669
Participatory interest created	5	4,543,242	-	4,543,242
Participatory interest cancelled	5	(5,520,910)	-	(5,520,910)
Change in net assets attributable to participatory interest holders		-	2,347,664	2,347,664
Transfer of net fair value gains not distributable, net of transaction costs		2,347,293	(2,347,293)	-
Balance at 31 December 2021		26,136,877	(4,212)	26,132,665

CORESHARES STABLE INCOME FUND
STATEMENT OF CASH FLOWS
For the year ended 31 December 2021

	<u>2021</u>	<u>2020</u>
	<u>R</u>	<u>R</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets attributable to participatory interest holders	2,347,664	(1,939,672)
Adjusted for:		
- Dividend income	(604,135)	(719,291)
- Interest income	(821,954)	(786,170)
- Distributions to participatory interest holders	1,310,093	1,406,884
- Withholding tax	17,195	21,956
- Purchases of investments	(7,440,792)	(39,774,080)
- Sales of investments	8,300,651	35,701,158
- Net fair value (gains) / losses on investments	(2,361,772)	1,985,983
- Income adjustments on creation and cancellation of participatory interest	15,254	14,505
Changes in other assets and liabilities		
- Increase in operating expense payables	801	1,918
Cash generated by / (utilised in) operations	763,005	(4,086,809)
Dividend received	588,243	696,220
Interest received	713,031	711,946
Distributions paid	(1,279,978)	(1,349,753)
Net cash inflow / (outflow) from operating activities	784,301	(4,028,396)
CASH FLOWS FROM FINANCING ACTIVITIES		
Creation of participatory interest	4,569,212	25,186,085
Cancellation of participatory interest	(5,560,902)	(20,974,357)
Net cash (outflow) / inflow from financing activities	(991,690)	4,211,728
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(207,389)	183,332
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	337,154	153,822
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	129,765	337,154

CORESHARES WEALTH ACCUMULATION FUND
STATEMENT OF COMPREHENSIVE INCOME
For the year ended 31 December 2021

	Notes	<u>2021</u> <u>R</u>	<u>2020</u> <u>R</u>
NET INVESTMENT INCOME			
Dividend income		5,558,208	3,773,899
Interest income		2,037,587	1,433,854
Income adjustments on creation and cancellation of participatory interest		6,388	266,182
Net fair value gains on financial instruments		33,507,179	4,723,617
		41,109,362	10,197,552
OPERATING EXPENSES BEFORE FINANCE COSTS			
Bank charges, custody and trustee fees	4	(17,069)	(672)
Management fees	4	(459,744)	(317,208)
Transaction costs		(135,140)	(260,363)
		(611,953)	(578,243)
NET INCOME BEFORE FINANCE COSTS		40,497,409	9,619,309
Distributions to participatory interest holders	6	(6,889,221)	(4,949,498)
Withholding tax		(238,282)	(214,368)
CHANGE IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		33,369,906	4,455,443

CORESHARES WEALTH ACCUMULATION FUND
STATEMENT OF FINANCIAL POSITION
As at 31 December 2021

	Notes	<u>2021</u> <u>R</u>	<u>2020</u> <u>R</u>
ASSETS			
Investments held at fair value			
Foreign equities and specialist securities		53,433,793	41,709,482
Local bonds		19,441,650	16,134,108
Local collective investment schemes		10,216,224	8,435,842
Local equities and specialist securities		117,432,002	97,548,291
Investment income receivable		508,351	438,217
Creation receivable		-	350
Cash and cash equivalents		574,021	1,222,421
TOTAL ASSETS		<u>201,606,041</u>	<u>165,488,711</u>
LIABILITIES			
Operating expense payables		43,197	35,500
Cancellations payable		1,035	-
Distribution payable	6	1,463,190	1,068,934
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		<u>1,507,422</u>	<u>1,104,434</u>
NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS		<u>200,098,619</u>	<u>164,384,277</u>

CORESHARES WEALTH ACCUMULATION FUND
STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS
For the year ended 31 December 2021

	Notes	Capital attributable to participatory interest holders <u>R</u>	Net income/ (loss) attributable to participatory interest holders <u>R</u>	Net assets attributable to participatory interest holders <u>R</u>
Balance at 31 December 2019		103,214,346	-	103,214,346
Participatory interest created	5	96,367,982	-	96,367,982
Participatory interest cancelled	5	(39,653,494)	-	(39,653,494)
Change in net assets attributable to participatory interest holders		-	4,455,443	4,455,443
Transfer of net fair value gains not distributable, net of transaction costs		4,463,254	(4,463,254)	-
Balance at 31 December 2020		164,392,088	(7,811)	164,384,277
Participatory interest created	5	38,359,903	-	38,359,903
Participatory interest cancelled	5	(36,015,467)	-	(36,015,467)
Change in net assets attributable to participatory interest holders		-	33,369,906	33,369,906
Transfer of net fair value gains not distributable, net of transaction costs		33,372,039	(33,372,039)	-
Balance at 31 December 2021		200,108,563	(9,944)	200,098,619

CORESHARES WEALTH ACCUMULATION FUND
STATEMENT OF CASH FLOWS
For the year ended 31 December 2021

	<u>2021</u> <u>R</u>	<u>2020</u> <u>R</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets attributable to participatory interest holders	33,369,906	4,455,443
Adjusted for:		
- Dividend income	(5,558,208)	(3,773,899)
- Interest income	(2,037,587)	(1,433,854)
- Distributions to participatory interest holders	6,889,221	4,949,498
- Withholding tax	238,282	214,368
- Purchases of investments	(59,436,554)	(128,460,208)
- Sales of investments	56,539,166	71,129,981
- Net fair value gains on investments	(33,488,816)	(3,846,961)
- Income adjustments on creation and cancellation of participatory interest	(6,388)	(266,182)
Changes in other assets and liabilities		
- Increase in operating expense payables	7,697	13,896
Cash utilised in operations	(3,483,281)	(57,017,918)
Dividend received	5,327,053	3,515,974
Interest received	1,650,584	1,149,694
Distributions paid	(6,494,965)	(4,795,689)
Net cash outflow from operating activities	(3,000,609)	(57,147,939)
CASH FLOWS FROM FINANCING ACTIVITIES		
Creation of participatory interest	38,471,680	96,780,637
Cancellation of participatory interest	(36,119,471)	(39,800,316)
Net cash inflow from financing activities	2,352,209	56,980,321
NET DECREASE IN CASH AND CASH EQUIVALENTS	(648,400)	(167,618)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	1,222,421	1,390,039
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	574,021	1,222,421

CORESHARES COLLECTIVE INVESTMENTS SCHEME**NOTES TO THE FINANCIAL STATEMENTS****For the year ended 31 December 2021****1. GENERAL INFORMATION**

The CoreShares Collective Investment Scheme (the “Scheme”) encompasses a number of open-ended investment portfolios, and is incorporated as a trust, in South Africa, under the Collective Investment Scheme Control Act, No. 45 of 2002 (the “Act”). The Scheme is managed by CoreShares Index Tracker Managers (RF) Proprietary Limited (the “Manager”).

These financial statements consist of the following portfolios registered under the Scheme:

- CoreShares S&P SA Top50 Tracker Fund
- CoreShares Scientific Beta Multi Factor Index Fund
- CoreShares OUTcautious Index Fund
- CoreShares OUTstable Index Fund
- CoreShares OUTmoderate Index Fund
- CoreShares OUTaggressive Index Fund
- CoreShares Total World Stock Tracker Feeder Fund
- CoreShares Stable Income Fund
- CoreShares Wealth Accumulation Fund

(individually and collectively referred to as the “Portfolios”).

These financial statements exclude the exchange traded funds under the CoreShares Index Tracker Collective Investment Scheme managed by the Manager. Each of these ETF’s prepare separate financial statements.

The administration of the investment activities of the Portfolios is delegated to the Manager, whose registered office is 4th Floor, Grindrod Tower, 8A Protea Place, Sandton, Johannesburg, 2196.

Asset administration and transfer agency functions are outsourced to Prescient Fund Services Proprietary Limited.

As at 31 December 2021 the trustee and custodian of the Portfolios was Nedbank Limited (2020: Absa Bank Limited).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**2.1 Basis of Preparation and Compliance**

The financial statements are prepared in accordance with and contain the information required by International Financial Reporting Standards (“IFRS”), its interpretations adopted by the International Accounting Standards Board (“IASB”), the South African Institute of Chartered Accountants Financial Reporting Guides as issued by the Accounting Practices Committee and Financial Reporting Pronouncements as issued by the Financial Reporting Standards Council, the requirements of the supplemental trust deeds and the Act.

The financial statements provide information about the financial position, results of operations, changes in financial position and cash flows of the Portfolios. They have been prepared under historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss (“FVTPL”).

Functional and presentation currency

The financial statements are presented in South African Rand (“R”), which is the functional currency of the Scheme.

*New standards and amendments**(a) Standards and amendments to existing standards effective 1 January 2021*

There are no standards or amendments to standards or interpretations that are effective for annual periods beginning on 1 January 2021 that have a material effect on the financial statements of the Portfolios.

CORESHARES COLLECTIVE INVESTMENTS SCHEME
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.1 Basis of Preparation and Compliance (continued)

(b) New standards, amendments and interpretations effective after 1 January 2021 and have not been early adopted

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

The financial statements have been prepared consistently based on the following principal accounting policies which are consistent with those applied in the previous period.

2.2 Significant judgements and sources of estimation uncertainty

In preparing the financial statements, management is required to make estimates and assumptions that affect the amounts represented in the financial statements and related disclosures. Use of available information and the application of judgement is inherent in the formation of estimates. Actual results in the future could differ from these estimates which may be material to the financial statements.

The estimates and underlying assumptions are reviewed on an ongoing basis by management. Revisions to estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of revision, and future periods, if the revision affects both current and future periods.

Given the nature of the Portfolios' investments, which are generally listed on recognised exchanges on which valuations are readily available, no significant estimates or judgements were used in the preparation of these financial statements.

2.3 Financial instruments

a) Recognition and derecognition

Financial assets and liabilities at FVTPL are recognised initially on the trade date, which is the date that the Portfolio becomes a party to the contractual provisions of the instrument. Other financial assets and liabilities are recognised on the date they are originated.

The Portfolio derecognises a financial asset when and only when:

- the contractual rights to the cash flows arising from the financial asset have expired or been forfeited; or
- it transfers the financial asset including substantially all the risks and rewards of ownership of the asset; or
- it transfers the financial asset, neither retaining nor transferring substantially all the risks and rewards of ownership of the asset, but no longer retains control of the asset.

A financial liability is derecognised when and only when the liability is extinguished, that is, when the obligation specified in the contract is discharged, cancelled or has expired.

The difference between the carrying amount of a financial liability (or part thereof) extinguished or transferred to another party and consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss. All purchases and sales of financial assets carried at FVTPL that require delivery within the time frame established by regulation or market convention, ("regular way" purchases and sales) are recognised at trade date, which is the date that the Portfolio commits to purchase or sell the instrument. Otherwise such transactions are treated as derivatives until settlement occurs.

b) Classification

The classification of financial instruments at initial recognition depends on the contractual cash flow characteristics of the financial instrument and the Portfolios' business model for managing them.

The management and performance of the Portfolios' investments are evaluated on a fair value basis. As such, the Portfolios designate all their investment-related financial instruments at fair value upon initial recognition. The Portfolios have not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income.

CORESHARES COLLECTIVE INVESTMENTS SCHEME**NOTES TO THE FINANCIAL STATEMENTS****For the year ended 31 December 2021****2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.3 Financial instruments (continued)***b) Classification (continued)*

All other financial instruments are classified as financial assets and liabilities at amortised cost. In order for a financial asset to be classified and measured at amortised cost, it needs to give rise to cash flows that are ‘solely payments of principal and interest (“SPPI”)’ on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument level. The amortised cost of a financial asset or liability is the amount at which the financial asset or liability is measured at initial recognition, minus principal repayments, plus or minus the cumulative amortisation using the effective interest method of any difference between the initial amount recognised and the maturity amount, minus any reduction for impairment

Cash and cash equivalents

Cash includes current operating bank accounts, deposits held at call with banks and bank overdrafts, if any. Cash equivalents are short-term highly liquid instruments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value, and are not held for investing purposes.

Redeemable interest in Portfolio

Redeemable interest in the Portfolio provides investors with the right to require redemption for cash at the value proportionate to the investors share in the Portfolio’s net asset value at each daily redemption date. Redeemable interest in the Portfolio is classified as a financial liability and is measured at the fair value of net assets attributable to the Portfolio, being the exit price on redemption date, as specified in the supplemental trust deed. All units issued by the Portfolio provide investors with the right to request redemption for cash at the value proportionate to the investors share in the Portfolio’s net assets at redemption date. The Portfolios issue multiple series of redeemable units which are redeemable at the participatory interest holder’s option and do not have identical rights. Therefore, the redeemable units are classified as financial liabilities.

An income adjustment arises on the creation and cancellation of units since the price of a unit includes income and expenses accrued and not yet distributed. The adjustments on creations and cancellations of the units are included in the statement of comprehensive income as “Income adjustments on creation and cancellation of participatory interests”.

c) Measurement

Financial instruments at FVTPL are recognised initially at fair value, with transaction costs recognised in profit or loss. Financial assets or financial liabilities not recognised at FVTPL are recognised initially at fair value plus transaction costs that are directly attributable to their acquisition or issue.

Financial instruments at amortised cost are subsequently measured using the effective interest method and are subject to impairment testing. Gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired.

Financial instruments at FVTPL are subsequently measured at fair value. Gains and losses arising from changes in the fair value of the “financial assets or financial liabilities at FVTPL” category are presented in the statement of comprehensive income within “Net fair value gains/(losses) on financial instruments” in the period in which they arise.

Fair value is the price that would be received or paid to transfer a liability or asset in an orderly transaction between market participants at the measurement date. The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted market prices at the close of trading on the reporting date.

When quoted prices are not available, fair values are determined by using valuation techniques that refer as far as possible, to observable market data. These include comparison with similar instruments where market observable prices exist, discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants.

CORESHARES COLLECTIVE INVESTMENTS SCHEME**NOTES TO THE FINANCIAL STATEMENTS****For the year ended 31 December 2021****2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.3 Financial instruments (continued)***d) Impairment of financial assets at amortised cost*

The Portfolio assesses at each reporting date whether there is any objective evidence that a financial asset carried at amortised cost or a group of financial assets, excluding investments at fair value, is impaired. All financial assets at amortised cost are held for collection. At each reporting date, the Portfolio measures the loss allowance on financial assets at amortised cost at an amount equal to the lifetime expected credit loss (“ECL”) if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Portfolio shall measure the loss allowance at an amount equal to 12-month ECL. Significant financial difficulties of the counterparties, probability that the counterparties will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance.

As at 31 December 2021 and 31 December 2020 the carrying amounts of all financial assets approximate their fair values.

e) Offsetting

Financial assets and financial liabilities are offset when the right to offset is not contingent on a future event and is legally enforceable for all counterparties in the normal course of business, as well as in the event of default, insolvency and bankruptcy. The net amount is then reported in the statement of financial position when the Portfolio has the intention and ability either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

f) Investment income

Interest income includes the amortisation of any discount or premium or any other difference between an interest-bearing instrument’s initial carrying amount and its maturity value, calculated on an effective interest basis.

Dividends are recognised in the statement of comprehensive income on the dates on which the relevant securities were listed as “ex-dividend” or when the Portfolio’s right to receive payment is established. In the case of investment in other collective investment schemes, this is distribution date. Dividend income is shown gross of any non-recoverable withholding taxes, which are disclosed separately in the statement of comprehensive income, and net of any tax credits.

g) Unconsolidated structured entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements. A structured entity often has some or all of the following features or attributes; (a) restricted activities, (b) a narrow and well-defined objective, such as to provide investment opportunities for investors by passing on risks and rewards associated with the assets of the structured entity to investors, (c) insufficient equity to permit the structured entity to finance its activities without subordinated financial support and (d) financing in the form of multiple contractually linked instruments to investors that create concentrations of credit or other risks (tranches).

The Portfolios consider all of their investments in other collective investment schemes and private investment funds to be investments in unconsolidated structured entities.

CORESHARES COLLECTIVE INVESTMENTS SCHEME

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.4 Creations and cancellations of units

Participatory interest holders can acquire the Portfolios' securities via most Linked Investment Service Providers. These purchases will be made at the current market price of the securities plus a brokerage fee that is negotiable with the broker and any additional transaction costs applicable to such a trade.

Participatory interest holders can also acquire the Portfolios' securities via a direct purchase application through the Manager. The cash subscription price and number of the Portfolios' securities to be issued to a participatory interest holder for cash, will be determined by the amount which the participatory interest holder invests (net of transaction costs) and will be a function of the pro rata cost to the Portfolio of acquiring the underlying basket of securities.

Participatory interest holders can redeem the Portfolios securities via most Linked Investment Service Providers. These redemptions will be made at the current market price of the securities plus a brokerage fee that is negotiable with the broker and any additional transaction costs applicable to such a trade.

Securities prices are determined by reference to the net assets of the Portfolios divided by the number of securities in issue. For unit pricing purposes, net assets are determined using the last reported trade price for securities.

2.5 Foreign currency translation

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the end of the reporting period are translated to the reporting currency at the exchange rate ruling at that date. Foreign exchange differences arising on translation are recognised in the statement of comprehensive income.

Non-monetary assets and liabilities denominated in foreign currencies that are stated at fair value are translated to the reporting currency at the exchange rates ruling at the dates that the values are determined. Non-monetary assets and liabilities denominated in foreign currencies that are stated at historical cost are translated at exchange rates ruling at the dates of the transactions.

2.6 Distributions

Taxation

Dividend and interest income received by the Portfolios are subject to withholdings tax imposed in accordance with the South African Income Tax Act, No. 58 of 1962, and by foreign jurisdictions. Income that is subject to such tax is recognised gross of the taxes, which are in turn included as part of distributions payable. Withholding taxes are shown as a separate item in the statement of comprehensive income. Any taxable income realised during the year will be distributed to the Portfolios' participatory interest holders. As a result, the income and capital gains are taxed in the hands of the participatory interest holders. Under the current system of taxation in South Africa, the Portfolios are exempt from paying taxes on income or capital gains.

Distributions

In accordance with the Trust Deed, the Portfolios distribute their distributable income, and any other amounts determined by the Manager, to investors who hold units as at the commencement of business immediately preceding distribution date, pro rata to the number of participatory interest held by said investors.

2.7 Expenses

All expenses incurred by the Portfolios are recognised on an accrual basis. Where the expenses of the Portfolio exceed the income for a particular class of units, and in the event that the Manager considers it unlikely that the expenses will be recovered from future income earned, this shortfall is funded from the capital account, as provided for in the supplemental trust deeds.

2.8 Recovery of expenses from capital for fund of funds

A capital account is a notional account established for accounting purposes which reflects the market value of the assets in a Portfolio, but which excludes all income received or accrued, payments in lieu of income accruals and all permissible deductions. No new participatory interests may be created out of income accruals or such capital gains. All amounts in lieu of income accruals are credited to the income account. Where the expenses of a Portfolio exceed the income for a particular class of participatory interest, in the event that the Manager considers it unlikely that the expenses will be recovered from future income earned, this shortfall is funded from the capital account, as provided for in the supplemental trust deeds.

CORESHARES COLLECTIVE INVESTMENTS SCHEME**NOTES TO THE FINANCIAL STATEMENTS****For the year ended 31 December 2021****3. FINANCIAL INSTRUMENTS**

The Portfolios maintain positions in a variety of derivative and non-derivative financial instruments in accordance with the investment strategy. Coreshares Asset Management Proprietary Limited (the “Investment Manager”) has been given discretionary authority to manage the assets in line with the Portfolios’ investment objectives as set out in the supplemental trust deeds. The supplemental trust deeds’ investment objectives are further refined through the Investment Mandate. Compliance with the target asset allocations and the composition of the portfolio is monitored by the Manager and Trustees monthly.

The Portfolios are categorised as follows:

Portfolio	Geographic classification	Sector	Asset allocation classification	Benchmark
CoreShares S&P SA Top50 Tracker Fund	South Africa	General	Equity	S&P South Africa 50 Index
CoreShares Scientific Beta Multi Factor Index Fund	South Africa	General	Equity	Scientific Beta CS South Africa 6F - EW Index
CoreShares OUTstable Index Fund	South Africa	General	Multi-Asset - Medium Equity	CoreShares OUTstable Index
CoreShares OUTcautious Index Fund	South Africa	General	Multi-Asset - Low Equity	CoreShares OUTcautious Index
CoreShares OUTmoderate Index Fund	South Africa	General	Multi-Asset - High Equity	CoreShares OUTmoderate Index
CoreShares OUTaggressive Index Fund	Global	General	Equity	CoreShares OUTaggressive Index
CoreShares Total World Stock Tracker Feeder Fund	Global	General	Equity	FTSE Global All Cap Index
CoreShares Stable Income Fund	South Africa	General	Multi-Asset - Low Equity	CPI + 3%
CoreShares Wealth Accumulation Fund	South Africa	General	Multi-Asset - High Equity	CPI + 5%

The investment objectives of the Portfolios are as follows:

CoreShares S&P SA Top50 Tracker Fund

The investment policy of the Portfolio shall be to track the S&P South Africa 50 Index as closely as possible, by buying only constituent securities in the same weightings in which they are included in the Index and selling only securities which are excluded from the Index from time to time as a result of quarterly Index reviews or corporate actions. The Index, which is constructed and maintained by S&P Dow Jones Indices, provides exposure to the largest 50 companies on the JSE by float-adjusted market cap. Constituent weightings are capped at 10% (as at the quarterly rebalancing date).

CoreShares Scientific Beta Multi Factor Index Fund

The investment objective of the Portfolio is to provide participatory interest holders with an efficient and easily accessible means by which to achieve a return that tracks the price and yield performance of the Scientific Beta CS South-Africa Multi-Beta Multi-Strategy Six-Factor EW Index. In order to achieve this objective, the Portfolio will generally be invested in all of the component securities of the index in proportion to their weighting in the Scientific Beta CS South-Africa Multi-Beta Multi-Strategy Six-Factor EW Index and will under normal circumstances aim to be invested in 100% of the component securities comprising the Scientific Beta CS South-Africa Multi-Beta Six-Factor Price Index.

The objective of the Index is to represent the performance of the Johannesburg-listed large and mid-capitalisation companies from the underlying investment universe, the Extended South Africa Regional universe, while outperforming the capitalisation-weighted reference index for this universe.

CORESHARES COLLECTIVE INVESTMENTS SCHEME**NOTES TO THE FINANCIAL STATEMENTS****For the year ended 31 December 2021****3. FINANCIAL INSTRUMENTS (CONTINUED)****CoreShares OUTcautious Index Fund**

The investment objective of the Portfolio aims to provide participatory interest holders with a return that tracks the price and yield performance of the Custom Index namely the CoreShares OUTcautious Index ('Custom Index'). In order to achieve the above mentioned objective, the Portfolio shall track the CoreShares OUTcautious Index as closely as possible, by buying constituent securities in the same weightings in which they are included in the Custom Index Portfolio (and Underlying S&P Indexes) and selling securities which are excluded from the Custom Index (and the Underlying S&P Indexes). The Portfolio is a multi-asset class index suitable for a medium to long term investment time horizon with a large allocation to domestic equities.

CoreShares OUTstable Index Fund

The investment objective of the Portfolio aims to provide participatory interest holders with a return that tracks the price and yield performance of the Custom Index namely the CoreShares OUTstable Index ('Custom Index'). In order to achieve the abovementioned objective, the Portfolio shall track the CoreShares OUTstable Index as closely as possible, by buying constituent securities in the same weightings in which they are included in the Custom Index Fund (and Underlying S&P Indexes) and selling securities which are excluded from the Custom Index (and the Underlying S&P Indexes).

CoreShares OUTmoderate Index Fund

The investment objective of the Portfolio aims to provide participatory interest holders with a return that tracks the price and yield performance of the Custom Index namely the CoreShares OUTmoderate Index ('Custom Index'). In order to achieve the abovementioned objective, the Portfolio shall track the CoreShares OUTmoderate Index as closely as possible, by buying constituent securities in the same weightings in which they are included in the Custom Index (and Underlying S&P Indexes) and selling securities which are excluded from the Custom Index (and the Underlying S&P Indexes). The Portfolio is a multi-asset class index suitable for a medium to long term investment time horizon with a large allocation to domestic equities.

CoreShares OUTaggressive Index Fund

The investment objective of the Portfolio aims to provide participatory interest holders with a return that tracks the price and yield performance of the Custom Index namely the CoreShares OUTaggressive Index ('Custom Index'). In order to achieve the abovementioned objective, the Portfolio shall track the CoreShares OUTaggressive Index as closely as possible, by buying constituent securities in the same weightings in which they are included in the Custom Index (and Underlying S&P Indexes) and selling securities which are excluded from the Custom Index (and the Underlying S&P Indexes). The Portfolio is a worldwide equity index.

CoreShares Total World Stock Tracker Feeder Fund

The investment policy of this Portfolio seeks to track the FTSE Global All Cap Index, which covers both well established and still-developing markets. The investment objective of the Fund is to provide income to investors and capital growth over the long term. To achieve its investment objective, the Fund will, apart from assets in liquid form, consist solely of participatory interest in the Vanguard Total World Stock ETF ("underlying portfolio") – accordingly the Fund is a Feeder Fund. The investment objective of the underlying portfolio is to track the performance of the FTSE Global All Cap Index which measures the investment return of stocks of companies located in developed and emerging markets around the world.

CoreShares Stable Income Fund

The investment objective of this Portfolio is to generate income and moderate capital growth over a medium to long term, through investing in a combination of asset classes. The Coreshares Stable Income Portfolio is primarily a passively managed, low risk, multi-asset class portfolio. It will be managed using a calculated strategic asset allocation, determined by the Manager, which identifies the asset allocation with the highest probability of achieving the objective of generating income and moderate capital growth at the lowest level of risk.

CoreShares Wealth Accumulation Fund

The investment objective of this Portfolio is to generate capital growth over the long-term, through investing in a combination of asset classes. The Portfolio is primarily a passively managed, high risk, multi-asset class portfolio. It will be managed using a calculated strategic asset allocation, determined by the Manager, which identifies the asset allocation with the highest profitability of achieving the objective of generating capital growth at the lowest level of risk.

CORESHARES COLLECTIVE INVESTMENTS SCHEME
NOTES TO THE FINANCIAL STATEMENTS
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3. FINANCIAL INSTRUMENTS (CONTINUED)

3.1 Financial risk management

The Portfolios are exposed to financial risk through their financial instruments including:

- Market risk (price, interest rate and currency)
- Credit risk
- Liquidity risk

Market risk

Market risk is the potential for both loss and gain to the participatory interest holder resulting from decreases and increases in the unit price of the Portfolios. The main causes of unit price changes are the result of price changes in the underlying instruments caused by movements in securities prices, changes in credit rating of instrument issuers, changes in the prevailing level of interest rates and currency movement relative to the Rand.

Return is the desired reward for assuming market risk. Market risk is managed daily by the Manager with reference to each Portfolio's investment mandate, the objective being to produce the highest possible return for a given level of risk.

Management monitors market positions on a daily basis with reference to the Portfolios' investment mandate.

The analysis inserted below sets out the asset allocation of the Portfolios' exposure to investments at year end:

As a % of the Portfolios' net assets													
Portfolios	Year	Equities and specialist securities								Collective Investment Schemes	Bonds	Other**	Total
		Basic materials	Consumer goods/services	Financials	Health care	Industrials	Technology	Telecommunications	Specialist securities*				
CoreShares S&P SA Top50	2021	38.85	20.82	19.70	2.01	1.88	11.46	5.50	-	-	-	(0.22)	100.00
Tracker Fund	2020	39.57	22.40	19.70	1.62	1.86	11.37	3.42	-	-	-	0.06	100.00
CoreShares Scientific Beta	2021	-	-	-	-	-	-	-	-	-	-	-	-
Multi Factor Index Fund	2020	24.04	28.03	27.64	4.85	4.48	6.51	4.20	-	-	-	0.25	100.00
CoreShares OUTcautious	2021	7.89	4.23	7.26	0.45	0.39	2.37	1.13	25.62	20.00	29.58	1.08	100.00
Index Fund	2020	10.33	5.85	8.59	0.42	0.48	3.02	0.88	16.45	9.64	43.63	0.71	100.00
CoreShares OUTstable	2021	13.83	7.42	12.12	0.74	0.65	4.07	1.95	30.07	12.00	17.18	(0.03)	100.00
Index Fund	2020	14.21	8.20	14.03	0.58	0.69	4.10	1.24	22.97	4.76	28.82	0.40	100.00
CoreShares OUTmoderate	2021	18.74	10.05	17.71	0.96	0.90	5.51	2.65	30.82	2.00	10.57	0.09	100.00
Index Fund	2020	22.21	12.56	22.22	0.90	1.04	6.37	1.91	21.16	1.88	9.51	0.24	100.00
CoreShares OUTaggressive	2021	17.64	9.50	14.96	0.93	0.84	5.19	2.50	47.30	0.89	-	0.25	100.00
Index Fund	2020	23.93	13.60	23.47	0.92	1.13	6.94	2.10	25.89	1.89	-	0.13	100.00
CoreShares Total World	2021	-	-	-	-	-	-	-	99.93	-	-	0.07	100.00
Stock Tracker Feeder Fund	2020	-	-	-	-	-	-	-	99.93	-	-	0.07	100.00
CoreShares Stable	2021	13.10	4.03	10.31	0.33	0.27	3.42	1.70	17.32	27.86	21.82	(0.16)	100.00
Income Fund	2020	9.06	4.80	13.56	0.22	2.18	3.10	1.32	15.24	28.20	21.54	0.78	100.00
CoreShares Wealth	2021	15.76	11.32	15.85	1.16	1.59	6.05	3.93	29.74	5.11	9.72	(0.23)	100.00
Accumulation Fund	2020	16.30	13.04	17.70	1.67	1.65	4.56	1.95	27.85	5.13	9.81	0.34	100.00

* Specialist securities include exchange traded funds and preference shares.

** Other includes cash, call and net receivables or payables.

Price risk

Price risk is the risk that the value of the Portfolios fluctuate as a result of changes in market prices of instruments held, whether caused by factors specific to the underlying investments of the Portfolios, its issuer or all factors affecting all instruments trading in the market.

Price risk is mitigated primarily by diversification. Diversification is achieved through asset allocation, sector diversification and market diversification. Portfolios that invest primarily in a specific industry will have an increased exposure to market risk factors specific to that industry sector.

The prices of the Portfolios are to a certain extent correlated to the movement in the indices noted below. Any movement in the index or the underlying constituents of the index will, to some extent, have an impact on the price of the security.

CORESHARES COLLECTIVE INVESTMENTS SCHEME
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3. FINANCIAL INSTRUMENTS (CONTINUED)

3.1 Financial risk management (continued)

Price risk (continued)

The Manager considers the risk variable as a reasonable possible change in the market based on the current market economic environment. The Portfolios are required to replicate, as far as reasonably possible, the price and yield performance of the relevant index.

The following analysis reflects the sensitivity of the fair value of the Portfolios' investments to fluctuations in the relevant index based on market values as at 31 December 2021 and 31 December 2020. The analysis is based on the assumption that if the relevant index will increase by the percentage disclosed below, which is the actual volatility experienced by the Portfolios over the last 12 months (or since inception if less than 12 months), the net assets attributable to participatory interest holders will increase by the amounts shown below. A decrease of the relevant index would have an equal but opposite effect.

Portfolio	Movement in index		Impact on net assets	
	2021 %	2020 %	2021 R	2020 R
CoreShares S&P SA Top50 Tracker Fund	16.07	29.78	291,420,237	316,554,742
CoreShares Scientific Beta Multi Factor Index Fund	-	36.29	-	6,657,373
CoreShares OUTcautious Index Fund	4.92	12.16	3,767,121	5,467,631
CoreShares OUTstable Index Fund	7.33	15.98	9,235,660	9,641,562
CoreShares OUTmoderate Index Fund	10.52	22.31	69,132,949	47,176,023
CoreShares OUTaggressive Index Fund	12.01	25.61	9,770,759	13,492,428
CoreShares Total World Stock Tracker Feeder Fund	15.49	22.67	216,628,979	198,163,737
CoreShares Stable Income Fund	5.63	14.14	1,473,364	3,474,287
CoreShares Wealth Accumulation Fund	9.62	22.20	19,290,504	36,369,755

Interest rate risk

Certain Portfolios' mandates permit or require investment in interest bearing financial instruments. The fair values of fixed rate interest instruments are susceptible to changes in the prevailing level of interest rates. Portfolios with significant investments in interest bearing financial instruments are exposed to interest rate risk.

For fair value interest rate risk, a change in the prevailing level of interest rates in effect at 31 December for fixed rate instruments will impact the fair value of these instruments. For cash flow interest rate risk, a change in the prevailing level of interest rates in effect at 31 December for variable rate instruments will impact the future cash flows associated with such instruments and thereby the yield of the Portfolios.

The following table provides an analysis of interest bearing instruments by Portfolio, together with the split of instruments between fixed rate and variable rate instruments.

CORESHARES COLLECTIVE INVESTMENTS SCHEME
NOTES TO THE FINANCIAL STATEMENTS
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3. FINANCIAL INSTRUMENTS (CONTINUED)

3.1 Financial risk management (continued)

Interest rate risk (continued)

At 31 December 2021, the interest rate profile of the Portfolios' interest bearing financial assets as a percentage of the Portfolios' net asset values were as follows:

Portfolio	Cash and cash equivalents %	Variable rate instruments %	Fixed rate bonds				Total %
			<1 year %	1-3 years %	3-7 years %	>7 years %	
CoreShares S&P SA Top50 Tracker Fund	0.12	-	-	-	-	-	0.12
CoreShares Scientific Beta Multi Factor Index Fund	-	-	-	-	-	-	-
CoreShares OUTcautious Index Fund	1.24	8.16	-	0.86	3.93	16.62	30.81
CoreShares OUTstable Index Fund	0.16	4.62	-	0.52	2.28	9.75	17.33
CoreShares OUTmoderate Index Fund	0.59	2.94	-	0.29	1.39	5.95	11.16
CoreShares OUTaggressive Index Fund	0.38	-	-	-	-	-	0.38
CoreShares Total World Stock Tracker Feeder Fund	0.45	-	-	-	-	-	0.45
CoreShares Stable Income Fund	0.50	6.64	-	0.61	2.77	11.80	22.32
CoreShares Wealth Accumulation Fund	0.29	3.01	-	0.28	1.23	5.19	10.00

At 31 December 2020, the interest rate profile of the Portfolios' interest bearing financial assets as a percentage of the Portfolios' net asset values were as follows:

Portfolio	Cash and cash equivalents %	Variable rate instruments %	Fixed rate bonds				Total %
			<1 year %	1-3 years %	3-7 years %	>7 years %	
CoreShares S&P SA Top50 Tracker Fund	0.21	-	-	-	-	-	0.21
CoreShares Scientific Beta Multi Factor Index Fund	0.52	-	-	-	-	-	0.52
CoreShares OUTcautious Index Fund	1.99	29.30	-	1.03	2.87	10.43	45.62
CoreShares OUTstable Index Fund	1.46	19.37	-	0.69	1.87	6.89	30.28
CoreShares OUTmoderate Index Fund	1.02	9.51	-	-	-	-	10.53
CoreShares OUTaggressive Index Fund	0.87	-	-	-	-	-	0.87
CoreShares Total World Stock Tracker Feeder Fund	0.08	-	-	-	-	-	0.08
CoreShares Stable Income Fund	1.36	6.51	-	1.16	2.98	10.89	22.90
CoreShares Wealth Accumulation Fund	0.74	2.97	-	0.50	1.37	4.98	10.56

CORESHARES COLLECTIVE INVESTMENTS SCHEME
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2021

3. FINANCIAL INSTRUMENTS (CONTINUED)

3.1 Financial risk management (continued)

Currency risk

A Portfolio is exposed to currency risk on its investments and related transactions where denominated in a currency other than its functional currency. The following table summarises the percentage of total investments exposed to fluctuations in exchange rates as at 31 December, as well as the impact (based on the actual observed long term currency volatility) of a 17.46% (2020: 18.16%) weakening in exchange rates. A strengthening of the Rand would have an equal but opposite effect. The table is expressed as a percentage of the Portfolio's net assets attributable to participatory interest holders.

Portfolio	USD exposure %		Impact on net assets %	
	2021	2020	2021	2020
CoreShares OUTcautious Index Fund	19.66	9.28	3.43	1.69
CoreShares OUTstable Index Fund	24.31	14.17	4.25	2.57
CoreShares OUTmoderate Index Fund	26.30	16.85	4.59	3.06
CoreShares OUTaggressive Index Fund	41.70	17.27	7.28	3.14
CoreShares Total World Stock Tracker Feeder Fund	99.93	99.95	17.45	18.15
CoreShares Stable Income Fund	14.86	12.81	2.60	2.33
CoreShares Wealth Accumulation Fund	26.81	25.37	4.68	4.61

Credit risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Portfolios.

The Act has strict guidelines ensuring that a high proportion of instruments held are of high credit quality. Any unrated instruments held must be issued by a listed issuer who guarantees liquidity. The Act assigns a maximum exposure per issuer and per rating band with stricter requirements for foreign issuers. Credit risk arising on debt instruments are mitigated by investing in rated instruments or instruments issued by rated counterparties. Credit risk arising on non-rated investments is monitored through regular analysis of financial statements of their respective issuers.

The investment managers employed in the management of the investments of the Portfolios all have credit policies in place, which are at least as stringent as the Act requirements, and the exposure to credit risk is monitored on an ongoing basis. In terms of the Act, the Manager may, subject to the requirements of Section 85, lend or offer to lend assets included in a portfolio within the limits or on the conditions determined by the Portfolio's Supplemental Deed. No security lending activities took place during the current and prior year.

The Portfolios are exposed to credit risk through investments held at FVTPL, cash and cash equivalents and investment income receivable.

Credit risk arising on debt instruments is mitigated by investing in investment grade securities or instruments issued by rated counterparties. Cash and cash equivalents consist of deposits with reputable banks with a specified minimum credit risk rating. No receivables are past due or impaired. Accordingly, ECL exposure is negligible. As only short-term receivables are impacted by the IFRS 9 ECL requirements, the Portfolio has adopted the IFRS 9 simplified approach.

The credit risk relating to unsettled transactions is considered small due to the short settlement period involved and the fact that the majority of financial instrument transactions are exchange traded, with settlement guaranteed by the exchanges.

The maximum exposure to credit risk at 31 December 2021 and 31 December 2020 is the carrying amounts of the local bonds, cash and cash equivalents and investment income receivable as presented on the face of the statement of financial position.

CORESHARES COLLECTIVE INVESTMENTS SCHEME

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2021

3. FINANCIAL INSTRUMENTS (CONTINUED)

3.1 Financial risk management (continued)

Liquidity risk

Liquidity risk is the risk that the Portfolios may not be able to liquidate investments quickly enough, at an amount close to their fair values, in order to meet its liquidity requirements, or to respond to specific events such as deterioration in the creditworthiness of any particular issuer.

The Scheme Deed provides for the daily creation and cancellation of units and the Portfolios are therefore exposed to the liquidity risk of meeting participatory interest holders' redemptions at any time. The contractual maturities of all payables are less than 90 days.

The Portfolios' listed securities are considered to be readily realisable as they are listed on reputable local stock exchange. The Portfolios have the right to request redemption of its investments in other collective investment schemes on a daily basis.

Liquidity risk can also occur if an institutional participatory interest holder redeems a significant proportion of a Portfolio. Some of the Portfolios do have single participatory interest holders in excess of 20%. This risk is mitigated by service level agreements with all large participatory interest holders requiring notice periods for large redemptions and regulatory safeguards as incorporated into the Act. This ensures that the sale of a large number of participatory interests will not force the Portfolios to sell the underlying investments at a price in the market which could have a negative impact on other participatory interest holders.

The CoreShares OUTcautious, OUTstable, OUTmoderate, and OUTaggressive Portfolios receive investments via the OUTVest Nominees platform. The largest participatory interest holder of these Portfolios is OUTsureance Insurance Company. Both companies form part of the Outsurance Holdings Group, therefore the participatory interest holder concentration risk is mitigated by the fact that the largest participatory interest holder is a related party and the likelihood of the redemption of all units in these Portfolios by the largest participatory interest holder is low.

The Portfolios manage capital to ensure that they are able to continue as going concerns whilst maximising returns to participatory interest holders in terms of their objectives. Capital consists of unitholder investment Portfolios. The Portfolios have no ongoing gearing policies, but comply with the Act's requirements.

3.2 Fair value hierarchy

The Portfolios measure fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: quoted prices (unadjusted) in an active market for identified assets and liabilities.

Level 2: inputs other than quoted prices in level 1 that are observable for the assets and liabilities, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the assets or liabilities that are based on observable market data (unobservable inputs).

All investments held by the Portfolios at 31 December 2021 and 31 December 2020 are considered Level 1 as per the above fair value hierarchy.

There were no transfers between the levels during the financial year.

The Manager considers the carrying value of the Portfolios' financial assets and liabilities at amortised cost to be a reasonable approximation of fair value.

3.3 Involvement with unconsolidated structured entities

CoreShares OUTcautious Index Fund, CoreShares OUTstable Index Fund, CoreShares OUTmoderate Index Fund, CoreShares OUTaggressive Index Fund, CoreShares Stable Income Fund and CoreShares Wealth Accumulation Fund invest in other collective investment schemes ("Other Funds") whose objectives range from achieving medium to long term capital growth and whose investment strategies do not include the use of leverage.

CORESHARES COLLECTIVE INVESTMENTS SCHEME**NOTES TO THE FINANCIAL STATEMENTS****For the year ended 31 December 2021****3. FINANCIAL INSTRUMENTS (CONTINUED)****3.3 Involvement with unconsolidated structured entities (continued)**

These Other Funds are managed by asset managers and apply various investment strategies to accomplish their respective investment objectives. These Other Funds finance their operations by issuing redeemable units which are puttable at the holder's option and entitles the holder to a proportional stake in the respective Other Fund's net assets. The Portfolios hold redeemable units in each of their Other Funds.

The Portfolios' investments in Other Funds are subject to the terms and conditions of the respective Other Funds' offering documentation and are susceptible to market price risk arising from uncertainties about future values of those Other Funds. The Investment Manager makes investment decisions after extensive due diligence of the underlying fund, its strategy and the overall quality of the underlying fund's manager. All of the Other Funds in the Portfolios are managed by portfolio managers who are compensated by the respective Other Funds for their services. Such compensation generally consists of an asset based fee and a performance based incentive fee and is reflected in the valuation of the Portfolios' investment in each of the Other Funds.

The right of the Portfolios to request redemption of their investments in the Other Funds is daily.

The Portfolios' holding in a third party Other Fund, as a percentage of the Other Fund's total net asset value, will vary from time to time dependent on the volume of subscriptions and redemptions at the Other Fund level. It is possible that the Portfolios may, at any point in time, hold a majority of an Other Fund's total units in issue, if it is in line with the index which the Portfolio is tracking.

During the year, the Portfolios did not provide financial support to unconsolidated structured entities and have no intention of providing financial support. The Portfolios can redeem units in the Other Funds as and when required, in line with the specific index rules. The Portfolios' maximum exposure to loss from their interest in Other Funds are equal to the total fair value of their investments in Other Funds.

3.4 Reclassification of unsettled trades

In the current financial year there has been a reclassification of amounts relating to unsettled trade payables and receivables. Unsettled trades payables have been reclassified from operating expense payable in the prior year to unsettled trades payable in the current year, and unsettled trades receivables have been reclassified from Investment income receivable in the prior year to unsettled trades receivable in the current year. This change has further resulted in a change in the presentation of cash flows related to purchase or sale of investments and in changes in other receivables and operating expense payables.

This reclassification has no impact on the net asset value of the fund, the fund pricing or profit and loss.

4. RELATED PARTIES

The Portfolios have appointed the Manager to implement the investment strategy as specified in the various Supplemental Deeds. In terms of the Investment Management Agreement, the Manager receives a management fee, monthly in arrears, based on daily assets under management.

Management fees paid to the Manager are disclosed in the statement of comprehensive income of each Portfolio and the balance outstanding as part of the operating expense payables line item in the statement of financial position of each Portfolio.

Bank charges and custody fees incurred by the trustee and custodian are disclosed in the statement of comprehensive income of each Portfolio.

CORESHARES COLLECTIVE INVESTMENTS SCHEME
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5. CREATION AND LIQUIDATION OF UNITS

Portfolio	For the year ended 31 December 2021			
	Opening balance	Units created	Units liquidated	Closing balance
CoreShares S&P SA Top50 Tracker Fund	942,086,969	542,074,869	(197,949,384)	1,286,212,454
CoreShares Scientific Beta Multi Factor Index Fund	23,442,357	139,592	(23,581,949)	-
CoreShares OUTcautious Index Fund	44,300,441	45,725,280	(22,250,780)	67,774,941
CoreShares OUTstable Index Fund	57,652,395	54,264,206	(9,353,173)	102,563,428
CoreShares OUTmoderate Index Fund	195,838,562	311,147,683	(12,312,791)	494,673,454
CoreShares OUTaggressive Index Fund	47,155,704	16,272,653	(6,522,723)	56,905,634
CoreShares Total World Stock Tracker Feeder Fund	590,664,500	408,660,072	(259,667,984)	739,656,588
CoreShares Stable Income Fund	25,863,073	4,535,602	(5,535,911)	24,862,764
CoreShares Wealth Accumulation Fund	164,795,147	35,045,052	(33,160,438)	166,679,761

Portfolio	For the year ended 31 December 2020			
	Opening balance	Units created	Units liquidated	Closing balance
CoreShares S&P SA Top50 Tracker Fund	540,984,573	742,418,471	(341,316,075)	942,086,969
CoreShares Scientific Beta Multi Factor Index Fund	58,803,167	19,156,184	(54,516,994)	23,442,357
CoreShares OUTcautious Index Fund	36,458,036	15,894,423	(8,052,018)	44,300,441
CoreShares OUTstable Index Fund	35,221,192	28,378,603	(5,947,400)	57,652,395
CoreShares OUTmoderate Index Fund	30,390,766	172,185,461	(6,737,665)	195,838,562
CoreShares OUTaggressive Index Fund	37,476,042	17,681,373	(8,001,711)	47,155,704
CoreShares Total World Stock Tracker Feeder Fund	388,808,832	465,727,628	(263,871,960)	590,664,500
CoreShares Stable Income Fund	22,866,598	26,288,257	(23,291,782)	25,863,073
CoreShares Wealth Accumulation Fund	105,161,844	102,607,863	(42,974,560)	164,795,147

CORESHARES COLLECTIVE INVESTMENTS SCHEME
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6. DISTRIBUTIONS

The following table presents the cents per unit distributions to participatory interest holders:

Portfolio	31 March		30 June		30 September		31 December	
	2021	2020	2021	2020	2021	2020	2021	2020
CoreShares S&P SA Top50 Tracker Fund – Class B	1.43	0.80	0.57	1.17	3.11	0.85	0.42	0.18
CoreShares S&P SA Top50 Tracker Fund – Class C1	1.48	0.84	0.61	1.20	3.16	0.89	0.46	0.21
CoreShares Scientific Beta Multi Factor Index Fund – Class A	0.61	0.57	0.62	1.16	-	0.41	-	0.25
CoreShares OUTcautious Index Fund – Class O	1.36	1.35	1.77	1.86	1.88	1.01	1.35	1.54
CoreShares OUTstable Index Fund – Class O	1.28	1.14	1.51	1.59	2.01	0.92	1.14	1.23
CoreShares OUTmoderate Index Fund – Class O	1.16	1.00	1.04	1.22	2.16	0.69	1.08	0.78
CoreShares OUTaggressive Index Fund – Class O	1.15	0.78	0.85	1.08	1.84	0.70	0.71	0.60
Coreshares Total World Stock Tracker Feeder Fund – Class I	-	-	-	-	-	-	0.11	-
CoreShares Stable Income Fund – Class A	1.06	1.35	1.19	1.40	1.83	0.97	1.16	0.99
CoreShares Stable Income Fund – Class B	1.31	0.84	1.36	1.54	2.06	1.27	1.34	1.19
CoreShares Stable Income Fund – Class C	1.12	1.39	1.25	1.46	1.89	1.02	1.23	1.06
CoreShares Wealth Accumulation Fund – Class A	0.81	0.80	0.79	0.95	1.58	0.69	0.81	0.59
CoreShares Wealth Accumulation Fund – Class B	0.84	0.61	0.77	0.92	1.57	0.73	0.77	0.58
CoreShares Wealth Accumulation Fund – Class C	0.88	0.84	0.85	1.02	1.66	0.75	0.88	0.65

The Portfolios distribute quarterly and declare and pay their income on the first working day following the quarter end.

CORESHARES COLLECTIVE INVESTMENTS SCHEME
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For the year ended 31 December 2021

7. UNIT PRICES

The value of units is based on current market value of the underlying securities and will fluctuate in accordance with any changes in those prices.

The fluctuations in the prices of the Portfolios and the repurchase prices at the reporting date were as follows:

Portfolio	Repurchase price (cents)					
	2021 Maximum	2021 Minimum	2021 Last price	2020 Maximum	2020 Minimum	2020 Last price
CoreShares S&P SA Top50 Tracker Fund – Class B	141.26	113.08	141.06	114.93	71.88	113.08
CoreShares S&P SA Top50 Tracker Fund – Class C1	141.33	113.13	141.12	114.97	71.92	113.13
CoreShares Scientific Beta Multi Factor Index Fund – Class A	88.85	78.93	-	90.00	55.49	78.69
CoreShares OUTcautious Index Fund – Class O	115.57	102.75	115.57	104.76	84.32	103.76
CoreShares OUTstable Index Fund – Class O	123.93	105.65	123.90	107.49	82.10	106.29
CoreShares OUTmoderate Index Fund – Class O	134.16	109.05	134.03	110.61	78.44	109.02
CoreShares OUTaggressive Index Fund – Class O	144.31	112.75	144.02	114.11	77.32	112.47
CoreShares Total World Stock Tracker Feeder Fund – Class A	189.17	146.49	188.45	155.05	104.96	147.53
CoreShares Total World Stock Tracker Feeder Fund – Class I	190.22	147.15	189.50	155.69	105.35	148.19
CoreShares Total World Stock Tracker Feeder Fund – Class W	189.92	147.02	189.20	155.59	105.31	148.06
CoreShares Stable Income Fund – Class A	106.27	96.03	106.27	100.21	79.32	96.74
CoreShares Stable Income Fund – Class B	106.64	96.14	106.64	99.59	78.89	97.05
CoreShares Stable Income Fund – Class C	106.33	96.01	106.33	100.20	79.34	96.80
CoreShares Wealth Accumulation Fund – Class A	121.02	100.07	120.75	101.12	71.96	100.26
CoreShares Wealth Accumulation Fund – Class B	121.27	100.32	120.99	101.32	71.89	100.49
CoreShares Wealth Accumulation Fund – Class C	121.20	100.15	120.93	101.25	72.06	100.40

8. CLOSURE OF PORTFOLIO

The following Portfolio was closed during the current year:

- CoreShares Scientific Beta Multi Factor Index Fund

9. SUBSEQUENT EVENTS

The Manager is not aware of any matters or circumstances arising since the end of the financial period that have a material impact on the annual financial statements.

10. GOING CONCERN

The directors of the Manager are not aware of any material changes that may adversely impact the Portfolios. The directors of the Manager are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the Portfolios. The directors of the Manager have considered all factors which contribute to each of the Portfolio's ability to continue as a going concern, as a result of the information provided by management and the impact of COVID-19, and do not believe that the Portfolios will not continue to operate as going concerns for the foreseeable future, given projected market levels.