

**CORESHARES COLLECTIVE INVESTMENTS SCHEME**

**FINANCIAL STATEMENTS**  
**For the year ended 31 December 2022**

**CORESHARES COLLECTIVE INVESTMENTS SCHEME  
FINANCIAL STATEMENTS  
For the year ended 31 December 2022**

| <b>INDEX</b>   | <b>Pages</b> |
|--|--------------|
| Directors' responsibility statement for financial reporting        | 1            |
| Report of the trustee  | 2            |
| Independent auditor's report to the participatory interest holders | 3 - 4        |
| Financial statements   |              |
| CoreShares S&P SA Top50 Tracker Fund                               | 5 - 8        |
| CoreShares OUTcautious Index Fund                                  | 9 - 12       |
| CoreShares OUTstable Index Fund                                    | 13 - 16      |
| CoreShares OUTmoderate Index Fund                                  | 17 - 20      |
| CoreShares OUTaggressive Index Fund                                | 21 - 24      |
| CoreShares Total World Stock Tracker Feeder Fund                   | 25 - 28      |
| CoreShares Stable Income Fund                                      | 29 - 32      |
| CoreShares Wealth Accumulation Fund                                | 33 - 36      |
| CoreShares Yield Select Bond Index Fund                            | 37 - 40      |
| Notes to the financial statements                                  | 41 - 57      |

**CORESHARES COLLECTIVE INVESTMENTS SCHEME  
FINANCIAL STATEMENTS  
For the year ended 31 December 2022**

**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 2022, 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 31 March 2023 and are signed on their behalf by:

DocuSigned by:  


88604DBA0248486...

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



24 March 2023

**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 2022**

**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 this accounting period 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', written over a light blue circular stamp.

**Shonese Hassim**

Manager CIS Trustee  
**NEDBANK INVESTOR SERVICES**

A handwritten signature in black ink, appearing to read 'Renee Theron', written over a light blue circular stamp.

**Renee Theron**

Senior Manager

## Independent Auditor's Report

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

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#### Opinion

We have audited the financial statements of CoreShares Collective Investment Scheme ("the Scheme"), managed by CoreShares Index Tracker Managers (RF) Proprietary Limited ("the Manager"), as set out on pages 5 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 Yield Select Bond 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 2022, 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 2022, 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 2022", which includes General information, Director's responsibility statement for financial reporting, and the Report of the trustee 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. \(Mar 31, 2023 17:59 GMT+2\)](#)

**JL Mitri**  
Director  
Registered Auditor

31 March 2023

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 2022**

|  | Notes | <u>2022</u><br><u>R</u> | <u>2021</u><br><u>R</u> |
|--|-------|-------------------------|-------------------------|
| <b>NET INVESTMENT INCOME</b>   |       |                         |                         |
| Dividend income  |       | 95,597,849              | 68,169,201              |
| Interest income  |       | 48,351                  | 85,392                  |
| Income adjustments on creation and cancellation of participatory interest  |       | 570,223                 | 1,177,245               |
| Net fair value gains on financial instruments                              |       | 9,089,752               | 319,512,903             |
|  |       | <b>105,306,175</b>      | <b>388,944,741</b>      |
| <b>OPERATING EXPENSES BEFORE FINANCE COSTS</b>                             |       |                         |                         |
| Audit fees   |       | (47,146)                | (53,855)                |
| Bank charges, custody and trustee fees                                     | 4     | (243,232)               | (235,722)               |
| Management fees  | 4     | (3,680,856)             | (2,778,880)             |
| Transaction costs  |       | (3,873,678)             | (2,580,380)             |
|  |       | <b>(7,844,912)</b>      | <b>(5,648,837)</b>      |
| <b>NET INCOME BEFORE FINANCE COSTS</b>                                     |       | <b>97,461,263</b>       | <b>383,295,904</b>      |
| Distributions to participatory interest holders                            | 6     | (90,295,941)            | (65,750,711)            |
| Withholding tax  |       | (1,963,528)             | (578,524)               |
| <b>CHANGE IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b> |       | <b>5,201,794</b>        | <b>316,966,669</b>      |

**CORESHARES S&P SA TOP50 TRACKER FUND**  
**STATEMENT OF FINANCIAL POSITION**  
**As at 31 December 2022**

|   | Notes | <u>2022</u><br><u>R</u>            | <u>2021</u><br><u>R</u>            |
|---|-------|------------------------------------|------------------------------------|
| <b>ASSETS</b>   |       |                                    |                                    |
| Investments held at fair value  |       |                                    |                                    |
| Local equities and specialist securities  |       | 2,165,632,212                      | 1,812,943,445                      |
| Investment income receivable  |       | 2,002,651                          | 719,653                            |
| Creation receivable   |       | 2,272,503                          | 2,023,380                          |
| Cash and cash equivalents   |       | 617,047                            | 2,243,327                          |
| <b>TOTAL ASSETS</b>   |       | <u><b>2,170,524,413</b></u>        | <u><b>1,817,929,805</b></u>        |
| <b>LIABILITIES</b>  |       |                                    |                                    |
| Operating expense payables  |       | 422,706                            | 340,131                            |
| Cancellation payable  |       | 90,575                             | 3,009,645                          |
| Distributions payable   | 6     | 11,234,738                         | 5,543,308                          |
| <b>TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b> |       | <u><b>11,748,019</b></u>           | <u><b>8,893,084</b></u>            |
| <b>NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b>                              |       | <u><u><b>2,158,776,394</b></u></u> | <u><u><b>1,809,036,721</b></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 2022**

|  | Notes | Capital<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> | Net loss<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> | Net assets<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> |
|--|-------|--|---|---|
| <b>Balance at 31 December 2020</b>   |       | <b>1,063,846,556</b>   | <b>(135,288)</b>  | <b>1,063,711,268</b>  |
| 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)   | -   |
| <b>Balance at 31 December 2021</b>   |       | <b>1,809,137,863</b>   | <b>(101,142)</b>  | <b>1,809,036,721</b>  |
| Participatory interest created   | 5     | 900,077,830  | -   | 900,077,830   |
| Participatory interest cancelled   | 5     | (555,539,951)  | -   | (555,539,951)   |
| Change in net assets attributable to participatory interest holders          |       | -  | 5,201,794   | 5,201,794   |
| Transfer of net fair value gains not distributable, net of transaction costs |       | 5,216,074  | (5,216,074)   | -   |
| <b>Balance at 31 December 2022</b>   |       | <b>2,158,891,816</b>   | <b>(115,422)</b>  | <b>2,158,776,394</b>  |

**CORESHARES S&P SA TOP50 TRACKER FUND**  
**STATEMENT OF CASH FLOWS**  
**For the year ended 31 December 2022**

|   | <u>2022</u>                 | <u>2021</u>                 |
|---|-----------------------------|-----------------------------|
|   | <u>R</u>                    | <u>R</u>                    |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                                 |                             |                             |
| Change in net assets attributable to participatory interest holders         | 5,201,794                   | 316,966,669                 |
| Adjusted for:   |                             |                             |
| - Dividend income   | (95,597,849)                | (68,169,201)                |
| - Interest income   | (48,351)                    | (85,392)                    |
| - Distributions to participatory interest holders                           | 90,295,941                  | 65,750,711                  |
| - Withholding tax   | 1,963,528                   | 578,524                     |
| - Purchases of investments  | (1,310,556,542)             | (777,290,633)               |
| - Sales of investments  | 966,957,526                 | 346,127,080                 |
| - Net fair value gains on investments                                       | (9,089,751)                 | (319,512,903)               |
| - Income adjustments on creation and cancellation of participatory interest | (570,223)                   | (1,177,245)                 |
| Changes in other assets and liabilities                                     |                             |                             |
| - Increase in operating expense payables                                    | 82,575                      | 137,081                     |
| <b>Cash utilised in operations</b>  | <b><u>(351,361,352)</u></b> | <b><u>(436,675,309)</u></b> |
| Dividend received   | 92,383,137                  | 67,575,024                  |
| Interest received   | 16,537                      | 73,458                      |
| Distributions paid  | (84,604,511)                | (62,004,361)                |
| <b>Net cash outflow from operating activities</b>                           | <b><u>(343,566,189)</u></b> | <b><u>(431,031,188)</u></b> |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                                 |                             |                             |
| Creation of participatory interest  | 903,449,107                 | 681,208,826                 |
| Cancellation of participatory interest                                      | (561,509,198)               | (250,217,658)               |
| <b>Net cash inflow from financing activities</b>                            | <b><u>341,939,909</u></b>   | <b><u>430,991,168</u></b>   |
| <b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>                            | <b>(1,626,280)</b>          | <b>(40,020)</b>             |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR                          | 2,243,327                   | 2,283,347                   |
| <b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>                         | <b><u>617,047</u></b>       | <b><u>2,243,327</u></b>     |

**CORESHARES OUTCAUTIOUS INDEX FUND**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**For the year ended 31 December 2022**

|  | Notes | <u>2022</u><br><u>R</u> | <u>2021</u><br><u>R</u> |
|--|-------|-------------------------|-------------------------|
| <b>NET INVESTMENT (LOSS) / INCOME</b>                                      |       |                         |                         |
| Dividend income  |       | 1,148,767               | 1,195,449               |
| Interest income  |       | 2,730,860               | 2,732,033               |
| Income adjustments on creation and cancellation of participatory interest  |       | (18,182)                | 141,442                 |
| Net fair value (losses) / gains on financial instruments                   |       | (3,970,355)             | 6,947,104               |
|  |       | <b>(108,910)</b>        | <b>11,016,028</b>       |
| <b>OPERATING EXPENSES BEFORE FINANCE COSTS</b>                             |       |                         |                         |
| Bank charges, custody and trustee fees                                     | 4     | (57,368)                | (14,136)                |
| Transaction costs  |       | (40,171)                | (54,541)                |
|  |       | <b>(97,539)</b>         | <b>(68,677)</b>         |
| <b>NET (LOSS) / INCOME FROM OPERATIONS BEFORE FINANCE COSTS</b>            |       | <b>(206,449)</b>        | <b>10,947,351</b>       |
| Distributions to participatory interest holders                            | 6     | (3,768,046)             | (4,027,328)             |
| Withholding tax  |       | (31,598)                | (29,319)                |
| <b>CHANGE IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b> |       | <b>(4,006,093)</b>      | <b>6,890,704</b>        |

**CORESHARES OUTCAUTIOUS INDEX FUND**  
**STATEMENT OF FINANCIAL POSITION**  
**As at 31 December 2022**

|   | Notes | <u>2022</u><br><u>R</u> | <u>2021</u><br><u>R</u> |
|---|-------|-------------------------|-------------------------|
| <b>ASSETS</b>   |       |                         |                         |
| Investments held at fair value  |       |                         |                         |
| Foreign equities and specialist securities  |       | 10,863,039              | 15,188,993              |
| Local bonds   |       | 16,448,234              | 22,899,946              |
| Local collective investment schemes   |       | 11,212,594              | 15,479,904              |
| Local equities and specialist securities  |       | 16,073,689              | 22,998,665              |
| Investment income receivable  |       | 474,654                 | 580,090                 |
| Unsettled trades receivable   |       | -                       | 208,828                 |
| Creation receivable   |       | 213,595                 | 36,377                  |
| Cash and cash equivalents   |       | 590,614                 | 947,455                 |
| <b>TOTAL ASSETS</b>   |       | <b>55,876,419</b>       | <b>78,340,258</b>       |
| <b>LIABILITIES</b>  |       |                         |                         |
| Cancellation payable  |       | 65,702                  | 11,360                  |
| Distribution payable  | 6     | 816,399                 | 914,962                 |
| <b>TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b> |       | <b>882,101</b>          | <b>926,322</b>          |
| <b>NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b>                              |       | <b>54,994,318</b>       | <b>77,413,936</b>       |

**CORESHARES OUTCAUTIOUS INDEX FUND****STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS****For the year ended 31 December 2022**

|   | Notes | Capital<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> | Net loss<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> | Net assets<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> |
|---|-------|--|---|---|
| <b>Balance at 31 December 2020</b>  |       | <b>45,293,381</b>  | <b>(7,180)</b>  | <b>45,286,201</b>   |
| 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)   | -   |
| <b>Balance at 31 December 2021</b>  |       | <b>77,422,975</b>  | <b>(9,039)</b>  | <b>77,413,936</b>   |
| Participatory interest created  | 5     | 26,956,218   | -   | 26,956,218  |
| Participatory interest cancelled  | 5     | (45,369,743)   | -   | (45,369,743)  |
| Change in net assets attributable to participatory interest holders           |       | -  | (4,006,093)   | (4,006,093)   |
| Transfer of net fair value losses not distributable, net of transaction costs |       | (4,010,526)  | 4,010,526   | -   |
| <b>Balance at 31 December 2022</b>  |       | <b>54,998,924</b>  | <b>(4,606)</b>  | <b>54,994,318</b>   |

**CORESHARES OUTCAUTIOUS INDEX FUND**  
**STATEMENT OF CASH FLOWS**  
**For the year ended 31 December 2022**

|   | <u>2022</u>         | <u>2021</u>         |
|---|---------------------|---------------------|
|   | <u>R</u>            | <u>R</u>            |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                                 |                     |                     |
| Change in net assets attributable to participatory interest holders         | (4,006,093)         | 6,890,704           |
| Adjusted for:   |                     |                     |
| - Dividend income   | (1,148,767)         | (1,195,449)         |
| - Interest income   | (2,730,860)         | (2,732,033)         |
| - Distributions to participatory interest holders                           | 3,768,046           | 4,027,328           |
| - Withholding tax   | 31,598              | 29,319              |
| - Purchases of investments  | (17,754,544)        | (65,155,342)        |
| - Sales of investments  | 36,428,660          | 40,897,924          |
| - Net fair value losses / (gains) on investments                            | 3,966,811           | (6,933,560)         |
| - Income adjustments on creation and cancellation of participatory interest | 18,182              | (141,442)           |
| Changes in other assets and liabilities                                     |                     |                     |
| -(Increase)/decrease in other receivables                                   | (6,583)             | 5                   |
| <b>Cash generated by / (utilised in) operations</b>                         | <b>18,566,450</b>   | <b>(24,312,546)</b> |
| Dividend received   | 1,113,217           | 1,166,611           |
| Interest received   | 2,384,684           | 1,612,916           |
| Distributions paid  | (3,866,609)         | (3,794,593)         |
| <b>Net cash inflow / (outflow) from operating activities</b>                | <b>18,197,742</b>   | <b>(25,327,612)</b> |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                                 |                     |                     |
| Creation of participatory interest  | 26,943,480          | 49,561,106          |
| Cancellation of participatory interest                                      | (45,498,063)        | (24,183,976)        |
| <b>Net cash (outflow) / inflow from financing activities</b>                | <b>(18,554,583)</b> | <b>25,377,130</b>   |
| <b>NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS</b>               | <b>(356,841)</b>    | <b>49,518</b>       |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR                          | 947,455             | 897,937             |
| <b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>                         | <b>590,614</b>      | <b>947,455</b>      |

**CORESHARES OUTSTABLE INDEX FUND**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**For the year ended 31 December 2022**

|  | Notes | <u>2022</u><br><u>R</u> | <u>2021</u><br><u>R</u> |
|--|-------|-------------------------|-------------------------|
| <b>NET INVESTMENT INCOME</b>   |       |                         |                         |
| Dividend income  |       | 3,772,670               | 2,698,777               |
| Interest income  |       | 3,356,017               | 2,450,374               |
| Income adjustments on creation and cancellation of participatory interest  |       | 96,270                  | 386,539                 |
| Net fair value (losses) / gains on financial instruments                   |       | (6,326,365)             | 15,049,755              |
|  |       | <b>898,592</b>          | <b>20,585,445</b>       |
| <b>OPERATING EXPENSES BEFORE FINANCE COSTS</b>                             |       |                         |                         |
| Bank charges, custody and trustee fees                                     | 4     | (66,858)                | (17,333)                |
| Transaction costs  |       | (86,697)                | (104,556)               |
|  |       | <b>(153,555)</b>        | <b>(121,889)</b>        |
| <b>NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS</b>                     |       | <b>745,037</b>          | <b>20,463,556</b>       |
| Distributions to participatory interest holders                            | 6     | (7,052,431)             | (5,419,180)             |
| Withholding tax  |       | (111,824)               | (94,856)                |
| <b>CHANGE IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b> |       | <b>(6,419,218)</b>      | <b>14,949,520</b>       |

**CORESHARES OUTSTABLE INDEX FUND**  
**STATEMENT OF FINANCIAL POSITION**  
**As at 31 December 2022**

|   | Notes | <u>2022</u><br><u>R</u> | <u>2021</u><br><u>R</u> |
|---|-------|-------------------------|-------------------------|
| <b>ASSETS</b>   |       |                         |                         |
| Investments held at fair value  |       |                         |                         |
| Foreign equities and specialist securities  |       | 33,953,770              | 30,608,952              |
| Local bonds   |       | 25,750,537              | 21,637,955              |
| Local collective investment schemes   |       | 17,568,938              | 15,112,216              |
| Local equities and specialist securities  |       | 66,634,186              | 58,594,002              |
| Investment income receivable  |       | 793,933                 | 563,650                 |
| Unsettled trades receivable   |       | -                       | 346,855                 |
| Creation receivable   |       | 628,275                 | 49,212                  |
| Cash and cash equivalents   |       | 169,478                 | 186,987                 |
| <b>TOTAL ASSETS</b>   |       | <b>145,499,117</b>      | <b>127,099,829</b>      |
| <b>LIABILITIES</b>  |       |                         |                         |
| Cancellation payable  |       | 46,790                  | 15,724                  |
| Distribution payable  | 6     | 1,736,838               | 1,169,223               |
| <b>TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b> |       | <b>1,783,628</b>        | <b>1,184,947</b>        |
| <b>NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b>                              |       | <b>143,715,489</b>      | <b>125,914,882</b>      |



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

For the year ended 31 December 2022

|   | Notes | Capital<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> | Net loss<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> | Net assets<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> |
|---|-------|--|---|---|
| <b>Balance at 31 December 2020</b>  |       | <b>60,576,190</b>  | <b>(6,446)</b>  | <b>60,569,744</b>   |
| 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)  | -   |
| <b>Balance at 31 December 2021</b>  |       | <b>125,917,007</b>   | <b>(2,125)</b>  | <b>125,914,882</b>  |
| Participatory interest created  | 5     | 40,408,290   | -   | 40,408,290  |
| Participatory interest cancelled  | 5     | (16,188,465)   | -   | (16,188,465)  |
| Change in net assets attributable to participatory interest holders           |       | -  | (6,419,218)   | (6,419,218)   |
| Transfer of net fair value losses not distributable, net of transaction costs |       | (6,413,062)  | 6,413,062   | -   |
| <b>Balance at 31 December 2022</b>  |       | <b>143,723,770</b>   | <b>(8,281)</b>  | <b>143,715,489</b>  |

**CORESHARES OUTSTABLE INDEX FUND**  
**STATEMENT OF CASH FLOWS**  
**For the year ended 31 December 2022**

|   | <u>2022</u>                | <u>2021</u>                |
|---|----------------------------|----------------------------|
|   | <u>R</u>                   | <u>R</u>                   |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                                 |                            |                            |
| Change in net assets attributable to participatory interest holders         | (6,419,218)                | 14,949,520                 |
| Adjusted for:   |                            |                            |
| - Dividend income   | (3,772,670)                | (2,698,777)                |
| - Interest income   | (3,356,017)                | (2,450,374)                |
| - Distributions to participatory interest holders                           | 7,052,431                  | 5,419,180                  |
| - Withholding tax   | 111,824                    | 94,856                     |
| - Purchases of investments  | (50,846,454)               | (97,772,722)               |
| - Sales of investments  | 27,510,282                 | 47,377,058                 |
| - Net fair value losses / (gains) on investments                            | 6,299,121                  | (15,072,161)               |
| - Income adjustments on creation and cancellation of participatory interest | (96,270)                   | (386,540)                  |
| Changes in other assets and liabilities                                     |                            |                            |
| - Increase in other receivables   | (11,681)                   | -                          |
| <b>Cash utilised in operations</b>  | <b><u>(23,528,652)</u></b> | <b><u>(50,539,960)</u></b> |
| Dividend received   | 3,629,887                  | 2,598,489                  |
| Interest received   | 2,597,974                  | 1,417,103                  |
| Distributions paid  | (6,484,816)                | (4,959,081)                |
| <b>Net cash outflow from operating activities</b>                           | <b><u>(23,785,607)</u></b> | <b><u>(51,483,449)</u></b> |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                                 |                            |                            |
| Creation of participatory interest  | 40,023,199                 | 61,504,540                 |
| Cancellation of participatory interest                                      | (16,255,101)               | (10,717,452)               |
| <b>Net cash inflow from financing activities</b>                            | <b><u>23,768,098</u></b>   | <b><u>50,787,088</u></b>   |
| <b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>                            | <b>(17,509)</b>            | <b>(696,361)</b>           |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR                          | 186,987                    | 883,348                    |
| <b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>                         | <b><u>169,478</u></b>      | <b><u>186,987</u></b>      |

**CORESHARES OUTMODERATE INDEX FUND**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**For the year ended 31 December 2022**

|  | <b>Notes</b> | <b><u>2022</u></b><br><b><u>R</u></b> | <b><u>2021</u></b><br><b><u>R</u></b> |
|--|--------------|---------------------------------------|---------------------------------------|
| <b>NET INVESTMENT INCOME</b>   |              |                                       |                                       |
| Dividend income  |              | 29,399,096                            | 17,025,855                            |
| Interest income  |              | 9,773,903                             | 4,690,020                             |
| Income adjustments on creation and cancellation of participatory interest  |              | 1,481,520                             | 1,557,521                             |
| Net fair value (losses) / gains on financial instruments                   |              | <u>(32,078,365)</u>                   | <u>90,789,949</u>                     |
|  |              | <b>8,576,154</b>                      | <b>114,063,345</b>                    |
| <b>OPERATING EXPENSES BEFORE FINANCE COSTS</b>                             |              |                                       |                                       |
| Bank charges, custody and trustee fees                                     | 4            | (146,755)                             | (33,493)                              |
| Transaction costs  |              | <u>(870,785)</u>                      | <u>(926,415)</u>                      |
|  |              | <b>(1,017,540)</b>                    | <b>(959,908)</b>                      |
| <b>NET INCOME BEFORE FINANCE COSTS</b>                                     |              | <b><u>7,558,614</u></b>               | <b><u>113,103,437</u></b>             |
| Distributions to participatory interest holders                            | 6            | (39,629,529)                          | (22,563,324)                          |
| Withholding tax  |              | <u>(911,806)</u>                      | <u>(654,126)</u>                      |
| <b>CHANGE IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b> |              | <b><u>(32,982,721)</u></b>            | <b><u>89,885,987</u></b>              |

**CORESHARES OUTMODERATE INDEX FUND**  
**STATEMENT OF FINANCIAL POSITION**  
**As at 31 December 2022**

|  | Notes | <u>2022</u><br><u>R</u>   | <u>2021</u><br><u>R</u>   |
|--|-------|---------------------------|---------------------------|
| <b>ASSETS</b>  |       |                           |                           |
| Investments held at fair value                           |       |                           |                           |
| Foreign equities and specialist securities               |       | 245,728,908               | 171,503,469               |
| Local bonds  |       | 103,862,021               | 69,516,684                |
| Local collective investment schemes                      |       | 19,178,641                | 13,129,218                |
| Local equities and specialist securities                 |       | 576,814,291               | 402,965,905               |
| Investment income receivable                             |       | 3,210,116                 | 1,753,754                 |
| Unsettled trades receivable                              |       | -                         | 1,445,609                 |
| Creation receivable                                      |       | 1,671,666                 | 360,573                   |
| Cash and cash equivalents                                |       | 1,345,411                 | 3,878,666                 |
| <b>TOTAL ASSETS</b>                                      |       | <b><u>951,811,054</u></b> | <b><u>664,553,878</u></b> |
| <b>LIABILITIES</b>                                       |       |                           |                           |
| Unsettled trades payable                                 |       | -                         | 1,482,288                 |
| Cancellation payable                                     |       | 151,152                   | 15,976                    |
| Distribution payable                                     | 6     | 9,811,360                 | 5,342,473                 |
| <b>TOTAL LIABILITIES, EXCLUDING NET ASSETS</b>           |       | <b><u>9,962,512</u></b>   | <b><u>6,840,737</u></b>   |
| <b>ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b>    |       |                           |                           |
| <b>NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST</b> |       | <b><u>941,848,542</u></b> | <b><u>657,713,141</u></b> |
| <b>HOLDERS</b>   |       |                           |                           |

**CORESHARES OUTMODERATE INDEX FUND****STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS****For the year ended 31 December 2022**

|   | Notes | Capital<br>attributable to<br>participatory<br>interest<br>holders<br><br><u>R</u> | Net income/<br>(loss)<br>attributable to<br>participatory<br>interest<br>holders<br><br><u>R</u> | Net assets<br>attributable to<br>participatory<br>interest<br>holders<br><br><u>R</u> |
|---|-------|--|--|---|
| <b>Balance at 31 December 2020</b>  |       | <b>211,968,467</b>   | <b>7,570</b>   | <b>211,976,037</b>  |
| 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)   | -   |
| <b>Balance at 31 December 2021</b>  |       | <b>657,683,118</b>   | <b>30,023</b>  | <b>657,713,141</b>  |
| Participatory interest created  | 5     | 341,952,168  | -  | 341,952,168   |
| Participatory interest cancelled  | 5     | (24,834,046)   | -  | (24,834,046)  |
| Change in net assets attributable to participatory interest holders           |       | -  | (32,982,721)   | (32,982,721)  |
| Transfer of net fair value losses not distributable, net of transaction costs |       | (32,949,150)   | 32,949,150   | -   |
| <b>Balance at 31 December 2022</b>  |       | <b>941,852,090</b>   | <b>(3,548)</b>   | <b>941,848,542</b>  |

**CORESHARES OUTMODERATE INDEX FUND**  
**STATEMENT OF CASH FLOWS**  
**For the year ended 31 December 2022**

|   | <u>2022</u>                 | <u>2021</u>                 |
|---|-----------------------------|-----------------------------|
|   | <u>R</u>                    | <u>R</u>                    |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                                 |                             |                             |
| Change in net assets attributable to participatory interest holders         | (32,982,721)                | 89,885,987                  |
| Adjusted for:   |                             |                             |
| - Dividend income   | (29,399,096)                | (17,025,855)                |
| - Interest income   | (9,773,903)                 | (4,690,020)                 |
| - Distributions to participatory interest holders                           | 39,629,529                  | 22,563,324                  |
| - Withholding tax   | 911,806                     | 654,126                     |
| - Purchases of investments  | (456,973,699)               | (622,815,289)               |
| - Sales of investments  | 138,608,960                 | 269,000,529                 |
| - Net fair value losses / (gains) on investments                            | 31,880,898                  | (90,605,210)                |
| - Income adjustments on creation and cancellation of participatory interest | (1,481,520)                 | (1,557,521)                 |
| Changes in other assets and liabilities                                     |                             |                             |
| -(Increase)/decrease in other receivables                                   | (56,885)                    | 2                           |
| <b>Cash utilised in operations</b>  | <b><u>(319,636,631)</u></b> | <b><u>(354,589,927)</u></b> |
| Dividend received   | 28,177,377                  | 16,302,587                  |
| Interest received   | 6,662,916                   | 1,524,445                   |
| Distributions paid  | (35,160,642)                | (18,748,392)                |
| <b>Net cash outflow from operating activities</b>                           | <b><u>(319,956,980)</u></b> | <b><u>(355,511,287)</u></b> |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                                 |                             |                             |
| Creation of participatory interest  | 342,205,312                 | 371,937,151                 |
| Cancellation of participatory interest                                      | (24,781,587)                | (14,719,597)                |
| <b>Net cash inflow from financing activities</b>                            | <b><u>317,423,725</u></b>   | <b><u>357,217,554</u></b>   |
| <b>NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS</b>               | <b>(2,533,255)</b>          | <b>1,706,267</b>            |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR                          | 3,878,666                   | 2,172,399                   |
| <b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>                         | <b><u>1,345,411</u></b>     | <b><u>3,878,666</u></b>     |

**CORESHARES OUTAGGRESSIVE INDEX FUND**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**For the year ended 31 December 2022**

|  | <u>2022</u>        | <u>2021</u>       |
|--|--------------------|-------------------|
|  | <u>R</u>           | <u>R</u>          |
|  | <b>Notes</b>       |                   |
| <b>NET INVESTMENT (LOSS) / INCOME</b>                                      |                    |                   |
| Dividend income  | 3,139,270          | 2,454,904         |
| Interest income  | 53,709             | 44,904            |
| Income adjustments on creation and cancellation of participatory interest  | 75,430             | 32,520            |
| Net fair value (losses) / gains on financial instruments                   | (5,697,557)        | 16,509,124        |
|  | <b>(2,429,148)</b> | <b>19,041,452</b> |
| <br>   |                    |                   |
| <b>OPERATING EXPENSES BEFORE FINANCE COSTS</b>                             |                    |                   |
| Bank charges, custody and trustee fees                                     | 4 (74,803)         | (18,029)          |
| Transaction costs  | (88,887)           | (71,763)          |
|  | <b>(163,690)</b>   | <b>(89,792)</b>   |
| <br>   |                    |                   |
| <b>NET (LOSS) / INCOME BEFORE FINANCE COSTS</b>                            | <b>(2,592,838)</b> | <b>18,951,660</b> |
| <br>   |                    |                   |
| Distributions to participatory interest holders                            | 6 (3,083,022)      | (2,432,015)       |
| Withholding tax  | (106,290)          | (84,031)          |
| <br>   |                    |                   |
| <b>CHANGE IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b> | <b>(5,782,150)</b> | <b>16,435,614</b> |

**CORESHARES OUTAGGRESSIVE INDEX FUND**  
**STATEMENT OF FINANCIAL POSITION**  
**As at 31 December 2022**

|   | Notes | <u>2022</u><br><u>R</u>  | <u>2021</u><br><u>R</u>  |
|---|-------|--------------------------|--------------------------|
| <b>ASSETS</b>   |       |                          |                          |
| Investments held at fair value  |       |                          |                          |
| Foreign equities and specialist securities  |       | 40,467,732               | 33,914,498               |
| Local collective investment schemes   |       | 990,232                  | 727,574                  |
| Local equities and specialist securities  |       | 56,735,049               | 46,692,929               |
| Investment income receivable  |       | 64,000                   | 20,710                   |
| Unsettled trades receivable   |       | -                        | 207,308                  |
| Creation receivable   |       | 339,234                  | 88,194                   |
| Cash and cash equivalents   |       | 22,196                   | 310,915                  |
| <b>TOTAL ASSETS</b>   |       | <b><u>98,618,443</u></b> | <b><u>81,962,128</u></b> |
| <b>LIABILITIES</b>  |       |                          |                          |
| Operating expenses payable  |       | 68                       | -                        |
| Unsettled trades payable  |       | -                        | 67                       |
| Cancellation payable  |       | 26,954                   | 4,755                    |
| Distribution payable  | 6     | 682,287                  | 404,030                  |
| <b>TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b> |       | <b><u>709,309</u></b>    | <b><u>408,852</u></b>    |
| <b>NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b>                              |       | <b><u>97,909,134</u></b> | <b><u>81,553,276</u></b> |



**CORESHARES OUTAGGRESSIVE INDEX FUND****STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS****For the year ended 31 December 2022**

|   | Notes | Capital<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> | Net loss<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> | Net assets<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> |
|---|-------|--|---|---|
| <b>Balance at 31 December 2020</b>  |       | <b>52,764,931</b>  | <b>(8,386)</b>  | <b>52,756,545</b>   |
| 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)  | -   |
| <b>Balance at 31 December 2021</b>  |       | <b>81,563,409</b>  | <b>(10,133)</b>   | <b>81,553,276</b>   |
| Participatory interest created  | 5     | 34,922,481   | -   | 34,922,481  |
| Participatory interest cancelled  | 5     | (12,784,473)   | -   | (12,784,473)  |
| Change in net assets attributable to participatory interest holders           |       | -  | (5,782,150)   | (5,782,150)   |
| Transfer of net fair value losses not distributable, net of transaction costs |       | (5,786,444)  | 5,786,444   | -   |
| <b>Balance at 31 December 2022</b>  |       | <b>97,914,973</b>  | <b>(5,839)</b>  | <b>97,909,134</b>   |

**CORESHARES OUTAGGRESSIVE INDEX FUND**  
**STATEMENT OF CASH FLOWS**  
**For the year ended 31 December 2022**

|   | <u>2022</u>                | <u>2021</u>                |
|---|----------------------------|----------------------------|
|   | <u>R</u>                   | <u>R</u>                   |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                                 |                            |                            |
| Change in net assets attributable to participatory interest holders         | (5,782,150)                | 16,435,614                 |
| Adjusted for:   |                            |                            |
| - Dividend income   | (3,139,270)                | (2,454,904)                |
| - Interest income   | (53,709)                   | (44,904)                   |
| - Distributions to participatory interest holders                           | 3,083,022                  | 2,432,015                  |
| - Withholding tax   | 106,290                    | 84,031                     |
| - Purchases of investments  | (41,665,035)               | (54,204,581)               |
| - Sales of investments  | 19,360,311                 | 41,606,467                 |
| - Net fair value losses / (gains) on investments                            | 5,653,953                  | (16,542,362)               |
| - Income adjustments on creation and cancellation of participatory interest | (75,430)                   | (32,520)                   |
| Changes in other assets and liabilities                                     |                            |                            |
| - (Increase)/decrease in other receivables                                  | (11,683)                   | 75                         |
| - Increase in operating expense payables                                    | 68                         | -                          |
| <b>Cash utilised in operations</b>  | <b><u>(22,523,633)</u></b> | <b><u>(12,721,069)</u></b> |
| Dividend received   | 3,004,314                  | 2,378,215                  |
| Interest received   | 50,768                     | 45,532                     |
| Distributions paid  | (2,804,765)                | (2,310,919)                |
| <b>Net cash outflow from operating activities</b>                           | <b><u>(22,273,316)</u></b> | <b><u>(12,608,241)</u></b> |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                                 |                            |                            |
| Creation of participatory interest  | 34,776,090                 | 20,941,883                 |
| Cancellation of participatory interest                                      | (12,791,493)               | (8,480,274)                |
| <b>Net cash inflow from financing activities</b>                            | <b><u>21,984,597</u></b>   | <b><u>12,461,609</u></b>   |
| <b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>               | <b><u>(288,719)</u></b>    | <b><u>(146,632)</u></b>    |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR                          | 310,915                    | 457,547                    |
| <b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>                         | <b><u>22,196</u></b>       | <b><u>310,915</u></b>      |

**CORESHARES TOTAL WORLD STOCK TRACKER FEEDER FUND**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**For the year ended 31 December 2022**

|  | Notes | <u>2022</u><br><u>R</u> | <u>2021</u><br><u>R</u> |
|--|-------|-------------------------|-------------------------|
| <b>NET INVESTMENT (LOSS) / INCOME</b>                                      |       |                         |                         |
| Dividend income  |       | 30,931,866              | 10,012,012              |
| Interest income  |       | 112,324                 | -                       |
| Income adjustments on creation and cancellation of participatory interest  |       | (15,562)                | (1,190,612)             |
| Net fair value (losses) / gains on financial instruments                   |       | (206,939,420)           | 289,860,841             |
|  |       | <b>(175,910,792)</b>    | <b>298,682,241</b>      |
| <b>OPERATING EXPENSES BEFORE FINANCE COSTS</b>                             |       |                         |                         |
| Audit fees   |       | (27,146)                | (53,855)                |
| Bank charges, custody and trustee fees                                     | 4     | (173,505)               | (398,408)               |
| Management fees  | 4     | (3,272,505)             | (2,620,845)             |
| Transaction costs  |       | (272,017)               | (91,536)                |
|  |       | <b>(3,745,173)</b>      | <b>(3,164,644)</b>      |
| <b>NET (LOSS) / INCOME FROM OPERATIONS BEFORE FINANCE COSTS</b>            |       | <b>(179,655,965)</b>    | <b>295,517,597</b>      |
| Distributions to participatory interest holders                            | 6     | (22,442,835)            | (263,579)               |
| Interest expense   |       | -                       | (29,289)                |
| Withholding tax  |       | (4,308,021)             | (3,003,603)             |
| <b>CHANGE IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b> |       | <b>(206,406,821)</b>    | <b>292,221,126</b>      |

**CORESHARES TOTAL WORLD STOCK TRACKER FEEDER FUND**  
**STATEMENT OF FINANCIAL POSITION**  
**As at 31 December 2022**

|   | Notes | <u>2022</u><br><u>R</u>            | <u>2021</u><br><u>R</u>            |
|---|-------|------------------------------------|------------------------------------|
| <b>ASSETS</b>   |       |                                    |                                    |
| Investments held at fair value  |       |                                    |                                    |
| Foreign equities and specialist securities  |       | 1,483,157,778                      | 1,398,508,577                      |
| Investment income receivable  |       | 18,189                             | 4,418                              |
| Creation receivable   |       | 207,769                            | 168,668                            |
| Cash and cash equivalents   |       | 818,679                            | 6,302,091                          |
| <b>TOTAL ASSETS</b>   |       | <u><b>1,484,202,415</b></u>        | <u><b>1,404,983,754</b></u>        |
| <b>LIABILITIES</b>  |       |                                    |                                    |
| Operating expense payables  |       | 334,099                            | 322,801                            |
| Unsettled trades payable  |       | -                                  | 4,893,557                          |
| Cancellation payable  |       | 107,501                            | 23,591                             |
| Distributions payable   | 6     | 12,184,346                         | 263,579                            |
| <b>TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b> |       | <u><b>12,625,946</b></u>           | <u><b>5,503,528</b></u>            |
| <b>NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b>                              |       | <u><u><b>1,471,576,469</b></u></u> | <u><u><b>1,399,480,226</b></u></u> |

**CORESHARES TOTAL WORLD STOCK TRACKER FEEDER FUND**  
**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS**  
**For the year ended 31 December 2022**

|   | Notes | Capital<br>attributable to<br>participatory<br>interest<br>holders<br><br><u>R</u> | Net (loss) /<br>income<br>attributable to<br>participatory<br>interest<br>holders<br><br><u>R</u> | Net assets<br>attributable to<br>participatory<br>interest<br>holders<br><br><u>R</u> |
|---|-------|--|---|---|
| <b>Balance at 31 December 2020</b>  |       | <b>874,767,503</b>   | <b>-</b>  | <b>874,767,503</b>  |
| 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)   | -   |
| <b>Balance at 31 December 2021</b>  |       | <b>1,400,258,149</b>   | <b>(777,923)</b>  | <b>1,399,480,226</b>  |
| Participatory interest created  | 5     | 563,755,860  | -   | 563,755,860   |
| Participatory interest cancelled  | 5     | (285,252,796)  | -   | (285,252,796)   |
| Change in net assets attributable to participatory interest holders           |       | -  | (206,406,821)   | (206,406,821)   |
| Transfer of net fair value losses not distributable, net of transaction costs |       | (207,211,437)  | 207,211,437   | -   |
| <b>Balance at 31 December 2022</b>  |       | <b>1,471,549,776</b>   | <b>26,693</b>   | <b>1,471,576,469</b>  |

**CORESHARES TOTAL WORLD STOCK TRACKER FEEDER FUND**  
**STATEMENT OF CASH FLOWS**  
**For the year ended 31 December 2022**

|   | <u>2022</u>          | <u>2021</u>          |
|---|----------------------|----------------------|
|   | <u>R</u>             | <u>R</u>             |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                                 |                      |                      |
| Change in net assets attributable to participatory interest holders         | (206,406,821)        | 292,221,126          |
| Adjusted for:   |                      |                      |
| - Dividend income   | (30,931,866)         | (10,012,012)         |
| - Interest income   | (112,324)            | -                    |
| - Interest expense  | -                    | 29,289               |
| - Withholding tax   | 4,308,021            | 3,003,603            |
| - Distributions to participatory interest holders                           | 22,442,835           | 263,579              |
| - Purchases of investments  | (376,072,390)        | (1,942,704,401)      |
| - Sales of investments  | 80,829,925           | 1,503,925,724        |
| - Net fair value losses / (gains) on investments                            | 205,699,707          | (289,288,589)        |
| - Income adjustments on creation and cancellation of participatory interest | 15,562               | 1,190,612            |
| Changes in other assets and liabilities                                     |                      |                      |
| - Increase in operating expense payables                                    | 11,298               | 144,074              |
| <b>Cash utilised in operations</b>  | <b>(300,216,053)</b> | <b>(441,226,995)</b> |
| Dividends received  | 26,623,845           | 7,008,409            |
| Interest received   | 98,553               | 463                  |
| Distributions paid  | (10,522,068)         | -                    |
| <b>Net cash outflow from operating activities</b>                           | <b>(284,015,723)</b> | <b>(434,218,123)</b> |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                                 |                      |                      |
| Creation of participatory interest  | 563,759,793          | 669,438,192          |
| Cancellation of participatory interest                                      | (285,227,482)        | (438,200,041)        |
| <b>Net cash inflow from financing activities</b>                            | <b>278,532,311</b>   | <b>231,238,151</b>   |
| <b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>                            | <b>(5,483,412)</b>   | <b>(202,979,972)</b> |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR                          | 6,302,091            | 209,282,063          |
| <b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>                         | <b>818,679</b>       | <b>6,302,091</b>     |

**CORESHARES STABLE INCOME FUND**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**For the year ended 31 December 2022**

|  | Notes | <u>2022</u><br><u>R</u> | <u>2021</u><br><u>R</u> |
|--|-------|-------------------------|-------------------------|
| <b>NET INVESTMENT INCOME</b>   |       |                         |                         |
| Dividend income  |       | 742,899                 | 604,135                 |
| Interest income  |       | 1,005,393               | 821,954                 |
| Income adjustments on creation and cancellation of participatory interest  |       | (21,844)                | (15,254)                |
| Net fair value (losses) / gains on financial instruments                   |       | (959,432)               | 2,361,869               |
|  |       | <b>767,016</b>          | <b>3,772,704</b>        |
| <b>OPERATING EXPENSES BEFORE FINANCE COSTS</b>                             |       |                         |                         |
| Bank charges, custody and trustee fees                                     |       | (40,949)                | (8,793)                 |
| Management fees  | 4     | (58,947)                | (74,383)                |
| Transaction costs  |       | (13,396)                | (14,576)                |
| Sundry expenses  |       | (26,674)                | -                       |
|  |       | <b>(139,966)</b>        | <b>(97,752)</b>         |
| <b>NET INCOME BEFORE FINANCE COSTS</b>                                     |       | <b>627,050</b>          | <b>3,674,952</b>        |
| Distributions to participatory interest holders                            | 6     | (1,585,257)             | (1,310,093)             |
| Withholding tax  |       | (14,911)                | (17,195)                |
| <b>CHANGE IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b> |       | <b>(973,118)</b>        | <b>2,347,664</b>        |

**CORESHARES STABLE INCOME FUND**  
**STATEMENT OF FINANCIAL POSITION**  
**As at 31 December 2022**

|   | <b>Notes</b> | <b><u>2022</u></b><br><b><u>R</u></b> | <b><u>2021</u></b><br><b><u>R</u></b> |
|---|--------------|---------------------------------------|---------------------------------------|
| <b>ASSETS</b>   |              |                                       |                                       |
| Investments held at fair value  |              |                                       |                                       |
| Foreign equities and specialist securities  |              | 3,675,926                             | 3,865,077                             |
| Local bonds   |              | 5,698,044                             | 5,703,330                             |
| Local collective investment schemes   |              | 7,204,724                             | 7,279,436                             |
| Local equities and specialist securities  |              | 8,817,670                             | 9,322,040                             |
| Investment income receivable  |              | 164,242                               | 142,717                               |
| Creation receivable   |              | 1,379                                 | -                                     |
| Cash and cash equivalents   |              | 25,112                                | 129,765                               |
| <b>TOTAL ASSETS</b>   |              | <b><u>25,587,097</u></b>              | <b><u>26,442,365</u></b>              |
| <b>LIABILITIES</b>  |              |                                       |                                       |
| Operating expense payables  |              | 5,606                                 | 6,987                                 |
| Cancellation payable  |              | 300                                   | 1,232                                 |
| Distribution payable  | 6            | 373,964                               | 301,481                               |
| <b>TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b> |              | <b><u>379,870</u></b>                 | <b><u>309,700</u></b>                 |
| <b>NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b>                              |              | <b><u>25,207,227</u></b>              | <b><u>26,132,665</u></b>              |



**CORESHARES STABLE INCOME FUND****STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS****For the year ended 31 December 2022**

|   | Notes | Capital<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> | Net loss<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> | Net assets<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> |
|---|-------|--|---|---|
| <b>Balance at 31 December 2020</b>  |       | <b>24,767,252</b>  | <b>(4,583)</b>  | <b>24,762,669</b>   |
| 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)   | -   |
| <b>Balance at 31 December 2021</b>  |       | <b>26,136,877</b>  | <b>(4,212)</b>  | <b>26,132,665</b>   |
| Participatory interest created  | 5     | 6,363,200  | -   | 6,363,200   |
| Participatory interest cancelled  | 5     | (6,315,520)  | -   | (6,315,520)   |
| Change in net assets attributable to participatory interest holders           |       | -  | (973,118)   | (973,118)   |
| Transfer of net fair value losses not distributable, net of transaction costs |       | (972,828)  | 972,828   | -   |
| <b>Balance at 31 December 2022</b>  |       | <b>25,211,729</b>  | <b>(4,502)</b>  | <b>25,207,227</b>   |

**CORESHARES STABLE INCOME FUND**  
**STATEMENT OF CASH FLOWS**  
**For the year ended 31 December 2022**

|   | <u>2022</u><br><u>R</u> | <u>2021</u><br><u>R</u> |
|---|-------------------------|-------------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                                 |                         |                         |
| Change in net assets attributable to participatory interest holders         | (973,118)               | 2,347,664               |
| Adjusted for:   |                         |                         |
| - Dividend income   | (742,899)               | (604,135)               |
| - Interest income   | (1,005,393)             | (821,954)               |
| - Distributions to participatory interest holders                           | 1,585,257               | 1,310,093               |
| - Withholding tax   | 14,911                  | 17,195                  |
| - Purchases of investments  | (10,926,143)            | (7,440,792)             |
| - Sales of investments  | 10,900,584              | 8,300,651               |
| - Net fair value losses / (gains) on investments                            | 961,105                 | (2,361,772)             |
| - Income adjustments on creation and cancellation of participatory interest | 21,844                  | 15,254                  |
| Changes in other assets and liabilities                                     |                         |                         |
| - (Decrease) / increase in operating expense payables                       | (1,381)                 | 801                     |
| <b>Cash (utilised in) / generated by operations</b>                         | <b>(165,233)</b>        | <b>763,005</b>          |
| Dividend received   | 727,063                 | 588,243                 |
| Interest received   | 822,766                 | 713,031                 |
| Distributions paid  | (1,512,774)             | (1,279,978)             |
| <b>Net cash (outflow) / inflow from operating activities</b>                | <b>(128,178)</b>        | <b>784,301</b>          |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                                 |                         |                         |
| Creation of participatory interest  | 6,392,183               | 4,569,212               |
| Cancellation of participatory interest                                      | (6,368,658)             | (5,560,902)             |
| <b>Net cash outflow from financing activities</b>                           | <b>23,525</b>           | <b>(991,690)</b>        |
| <b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>                            | <b>(104,653)</b>        | <b>(207,389)</b>        |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR                          | 129,765                 | 337,154                 |
| <b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>                         | <b>25,112</b>           | <b>129,765</b>          |

**CORESHARES WEALTH ACCUMULATION FUND**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**For the year ended 31 December 2022**

|  | Notes | <u>2022</u><br><u>R</u> | <u>2021</u><br><u>R</u> |
|--|-------|-------------------------|-------------------------|
| <b>NET INVESTMENT INCOME</b>   |       |                         |                         |
| Dividend income  |       | 6,701,810               | 5,558,208               |
| Interest income  |       | 2,598,099               | 2,037,587               |
| Income adjustments on creation and cancellation of participatory interest  |       | 37,723                  | 6,388                   |
| Net fair value (losses) / gains on financial instruments                   |       | (7,646,362)             | 33,507,179              |
|  |       | <b>1,691,270</b>        | <b>41,109,362</b>       |
| <b>OPERATING EXPENSES BEFORE FINANCE COSTS</b>                             |       |                         |                         |
| Bank charges, custody and trustee fees                                     | 4     | (67,331)                | (17,069)                |
| Management fees  | 4     | (527,067)               | (459,744)               |
| Transaction costs  |       | (149,204)               | (135,140)               |
|  |       | <b>(743,602)</b>        | <b>(611,953)</b>        |
| <b>NET INCOME BEFORE FINANCE COSTS</b>                                     |       | <b>947,668</b>          | <b>40,497,409</b>       |
| Distributions to participatory interest holders                            | 6     | (8,576,761)             | (6,889,221)             |
| Withholding tax  |       | (175,280)               | (238,282)               |
| <b>CHANGE IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b> |       | <b>(7,804,373)</b>      | <b>33,369,906</b>       |

**CORESHARES WEALTH ACCUMULATION FUND**  
**STATEMENT OF FINANCIAL POSITION**  
**As at 31 December 2022**

|   | <b>Notes</b> | <b><u>2022</u></b><br><b><u>R</u></b> | <b><u>2021</u></b><br><b><u>R</u></b> |
|---|--------------|---------------------------------------|---------------------------------------|
| <b>ASSETS</b>   |              |                                       |                                       |
| Investments held at fair value  |              |                                       |                                       |
| Foreign equities and specialist securities  |              | 64,207,602                            | 53,433,793                            |
| Local bonds   |              | 21,335,307                            | 19,441,650                            |
| Local collective investment schemes   |              | 11,171,983                            | 10,216,224                            |
| Local equities and specialist securities  |              | 115,683,132                           | 117,432,002                           |
| Investment income receivable  |              | 649,596                               | 508,351                               |
| Creation receivable   |              | 25,337                                | -                                     |
| Cash and cash equivalents   |              | 114,003                               | 574,021                               |
| <b>TOTAL ASSETS</b>   |              | <b><u>213,186,960</u></b>             | <b><u>201,606,041</u></b>             |
| <b>LIABILITIES</b>  |              |                                       |                                       |
| Operating expense payables  |              | 45,693                                | 43,197                                |
| Cancellations payable   |              | 299                                   | 1,035                                 |
| Distribution payable  | 6            | 1,826,536                             | 1,463,190                             |
| <b>TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b> |              | <b><u>1,872,528</u></b>               | <b><u>1,507,422</u></b>               |
| <b>NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b>                              |              | <b><u>211,314,432</u></b>             | <b><u>200,098,619</u></b>             |

**CORESHARES WEALTH ACCUMULATION FUND**  
**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS**  
**For the year ended 31 December 2022**

|   | Notes | Capital<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> | Net loss<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> | Net assets<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> |
|---|-------|--|---|---|
| <b>Balance at 31 December 2020</b>  |       | <b>164,392,088</b>   | <b>(7,811)</b>  | <b>164,384,277</b>  |
| 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)  | -   |
| <b>Balance at 31 December 2021</b>  |       | <b>200,108,563</b>   | <b>(9,944)</b>  | <b>200,098,619</b>  |
| Participatory interest created  | 5     | 33,499,479   | -   | 33,499,479  |
| Participatory interest cancelled  | 5     | (14,479,293)   | -   | (14,479,293)  |
| Change in net assets attributable to participatory interest holders           |       | -  | (7,804,373)   | (7,804,373)   |
| Transfer of net fair value losses not distributable, net of transaction costs |       | (7,795,566)  | 7,795,566   | -   |
| <b>Balance at 31 December 2022</b>  |       | <b>211,333,183</b>   | <b>(18,751)</b>   | <b>211,314,432</b>  |

**CORESHARES WEALTH ACCUMULATION FUND**  
**STATEMENT OF CASH FLOWS**  
**For the year ended 31 December 2022**

|   | <u>2022</u><br><u>R</u> | <u>2021</u><br><u>R</u> |
|---|-------------------------|-------------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                                 |                         |                         |
| Change in net assets attributable to participatory interest holders         | (7,804,373)             | 33,369,906              |
| Adjusted for:   |                         |                         |
| - Dividend income   | (6,701,810)             | (5,558,208)             |
| - Interest income   | (2,598,099)             | (2,037,587)             |
| - Distributions to participatory interest holders                           | 8,576,761               | 6,889,221               |
| - Withholding tax   | 175,280                 | 238,282                 |
| - Purchases of investments  | (80,995,291)            | (59,436,554)            |
| - Sales of investments  | 61,961,055              | 56,539,166              |
| - Net fair value losses / (gains) on investments                            | 7,690,081               | (33,488,816)            |
| - Income adjustments on creation and cancellation of participatory interest | (37,723)                | (6,388)                 |
| Changes in other assets and liabilities                                     |                         |                         |
| - Increase in operating expense payables                                    | 2,496                   | 7,697                   |
| <b>Cash utilised in operations</b>  | <b>(19,731,623)</b>     | <b>(3,483,281)</b>      |
| Dividend received   | 6,486,012               | 5,327,053               |
| Interest received   | 1,967,172               | 1,650,584               |
| Distributions paid  | (8,213,415)             | (6,494,965)             |
| <b>Net cash outflow from operating activities</b>                           | <b>(19,491,854)</b>     | <b>(3,000,609)</b>      |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                                 |                         |                         |
| Creation of participatory interest  | 33,580,053              | 38,471,680              |
| Cancellation of participatory interest                                      | (14,548,217)            | (36,119,471)            |
| <b>Net cash inflow from financing activities</b>                            | <b>19,031,836</b>       | <b>2,352,209</b>        |
| <b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>                            | <b>(460,018)</b>        | <b>(648,400)</b>        |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR                          | 574,021                 | 1,222,421               |
| <b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>                         | <b>114,003</b>          | <b>574,021</b>          |

**CORESHARES YIELD SELECT BOND INDEX FUND****STATEMENT OF COMPREHENSIVE INCOME****For the period from 25 August 2022 (commencement of operations) to 31 December 2022**

|  | Notes | <u>2022*</u><br><u>R</u>  |
|--|-------|---------------------------|
| <b>NET INVESTMENT INCOME</b>   |       |                           |
| Interest income  |       | 4,524,124                 |
| Income adjustments on creation and cancellation of participatory interest  |       | 73,641                    |
| Net fair value losses on financial instruments                             |       | <u>(2,542,330)</u>        |
|  |       | <b>2,055,435</b>          |
| <b>OPERATING EXPENSES BEFORE FINANCE COSTS</b>                             |       |                           |
| Bank charges, custody and trustee fees                                     | 4     | (2,302)                   |
| Management fees  | 4     | (6)                       |
| Sundry expenses  |       | <u>(16,576)</u>           |
|  |       | <b>(18,884)</b>           |
| <b>NET INCOME BEFORE FINANCE COSTS</b>                                     |       | <u><b>2,036,551</b></u>   |
| Distributions to participatory interest holders                            | 6     | <u>(4,576,000)</u>        |
| <b>CHANGE IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b> |       | <u><b>(2,539,449)</b></u> |

\* The CoreShares Yield Select Bond Index Fund commenced operations on 25 August 2022.

**CORESHARES YIELD SELECT BOND INDEX FUND**  
**STATEMENT OF FINANCIAL POSITION**  
**As at 31 December 2022**

|   | Notes | <u>2022*</u><br><u>R</u>  |
|---|-------|---------------------------|
| <b>ASSETS</b>   |       |                           |
| Investments held at fair value  |       |                           |
| Local bonds   |       | 122,528,894               |
| Investment income receivable  |       | 4,511,951                 |
| Unsettled trade receivable  |       | 311,311                   |
| <b>TOTAL ASSETS</b>   |       | <u><b>127,352,156</b></u> |
| <b>LIABILITIES</b>  |       |                           |
| Bank overdraft  |       | 241,585                   |
| Operating expense payables  |       | 4,159                     |
| Distribution payable  | 6     | 3,483,732                 |
| <b>TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b> |       | <u><b>3,729,476</b></u>   |
| <b>NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS</b>                              |       | <u><b>123,622,680</b></u> |

\* The CoreShares Yield Select Bond Index Fund commenced operations on 25 August 2022.



**CORESHARES YIELD SELECT BOND INDEX FUND****STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO PARTICIPATORY INTEREST HOLDERS****For the period from 25 August 2022 (commencement of operations) to 31 December 2022**

|   | Notes | Capital<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> | Net income<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> | Net assets<br>attributable to<br>participatory<br>interest<br>holders<br><u>R</u> |
|---|-------|--|---|---|
| <b>Balance at 25 August 2022*</b>   |       | -  | -   | -   |
| Participatory interest created  | 5     | 129,994,473  | -   | 129,994,473   |
| Participatory interest cancelled  | 5     | (3,832,344)  | -   | (3,832,344)   |
| Change in net assets attributable to participatory interest holders           |       | -  | (2,539,449)   | (2,539,449)   |
| Transfer of net fair value losses not distributable, net of transaction costs |       | (2,542,330)  | 2,542,330   | -   |
| <b>Balance at 31 December 2022</b>  |       | <b>123,619,799</b>   | <b>2,881</b>  | <b>123,622,680</b>  |

\* The CoreShares Yield Select Bond Index Fund commenced operations on 25 August 2022.

**CORESHARES YIELD SELECT BOND INDEX FUND****STATEMENT OF CASH FLOWS****For the period from 25 August 2022 (commencement of operations) to 31 December 2022**

|   | <u><b>2022*</b></u><br><u><b>R</b></u> |
|---|--|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                                 |  |
| Change in net assets attributable to participatory interest holders         | (2,539,449)                            |
| Adjusted for:   |  |
| - Interest income   | (4,524,124)                            |
| - Distributions to participatory interest holders                           | 4,576,000                              |
| - Purchases of investments  | (129,467,193)                          |
| - Sales of investments  | 4,361,549                              |
| - Net fair value losses on investments                                      | 2,542,330                              |
| - Income adjustments on creation and cancellation of participatory interest | (73,641)                               |
| Changes in other assets and liabilities                                     |  |
| - Increase in operating expense payables                                    | 4,159                                  |
| <b>Cash utilised in operations</b>  | <u><b>(125,120,369)</b></u>            |
| Interest received   | (264,718)                              |
| Distributions paid  | (1,092,268)                            |
| <b>Net cash outflow from operating activities</b>                           | <u><b>(126,477,355)</b></u>            |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                                 |  |
| Creation of participatory interest  | 130,152,770                            |
| Cancellation of participatory interest                                      | (3,917,000)                            |
| <b>Net cash inflow from financing activities</b>                            | <u><b>126,235,770</b></u>              |
| <b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>                            | <b>(241,585)</b>                       |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD                        | -                                      |
| <b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>                       | <u><b>(241,585)</b></u>                |

\* The CoreShares Yield Select Bond Index Fund commenced operations on 25 August 2022.

**CORESHARES COLLECTIVE INVESTMENTS SCHEME****NOTES TO THE FINANCIAL STATEMENTS****For the year ended 31 December 2022****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 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
- CoreShares Yield Select Bond Index 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 4<sup>th</sup> 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 2022 the trustee and custodian of the Portfolios was Nedbank Limited (2021: Nedbank 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 2022*

There are no standards or amendments to standards or interpretations that are effective for annual periods beginning on 1 January 2022 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 2022****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 2022 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 2022, and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the 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 2022

## 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 2022****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 2022 and 31 December 2021 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.

**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.

## CORESHARES COLLECTIVE INVESTMENTS SCHEME

### NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2022

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

### 2.4 Creations and cancellations of units (continued)

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 2022****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:

| <b>Portfolio</b>                                 | <b>Geographic classification</b> | <b>Sector</b> | <b>Asset allocation classification</b>      | <b>Benchmark</b>                                |
|--|----------------------------------|---------------|---|---|
| CoreShares S&P SA Top50 Tracker Fund             | South Africa                     | General       | Equity                                      | S&P South Africa 50 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%  |
| CoreShares Yield Select Bond Index Fund          | South Africa                     | General       | Interest Bearing – Variable Term Portfolios | South African Yield Selected Nominal Bond Index |

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 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 COLLECTIVE INVESTMENTS SCHEME****NOTES TO THE FINANCIAL STATEMENTS****For the year ended 31 December 2022****3. FINANCIAL INSTRUMENTS (CONTINUED)****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 Yield Select Bond Index Fund**

The investment objective of this Portfolio is to provide income to investors and capital growth over the long term by tracking the price and yield performance of the South African Yield Selected Nominal Bond Index ("the Index") which consists of a fixed number of South African nominal bonds. The portfolio will attempt to place an investor in substantially the same position, from a capital and income perspective, as if they held the underlying constituents of the Index and in their correct weightings.

**CORESHARES COLLECTIVE INVESTMENTS SCHEME**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 December 2022**

**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 Tracker Fund             | 2022 | 32.88                              | 23.95                   | 25.34      | 1.36        | 2.49        | 10.77      | 3.53               | -                      | -                             | -     | (0.32)  | 100.00 |
| CoreShares S&P SA Top50 Tracker Fund             | 2021 | 38.85                              | 20.82                   | 19.70      | 2.01        | 1.88        | 11.46      | 5.50               | -                      | -                             | -     | (0.22)  | 100.00 |
| CoreShares OUTcautious Index Fund                | 2022 | 6.58                               | 4.87                    | 8.13       | 0.30        | 0.48        | 2.20       | 0.67               | 25.75                  | 20.39                         | 29.91 | 0.72    | 100.00 |
| CoreShares OUTcautious Index Fund                | 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 |
| CoreShares OUTstable Index Fund                  | 2022 | 11.57                              | 8.45                    | 14.14      | 0.47        | 0.89        | 3.80       | 1.23               | 29.46                  | 12.22                         | 17.92 | (0.15)  | 100.00 |
| CoreShares OUTstable Index Fund                  | 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 |
| CoreShares OUTmoderate Index Fund                | 2022 | 15.78                              | 11.47                   | 20.31      | 0.66        | 1.20        | 5.16       | 1.70               | 31.04                  | 2.04                          | 11.03 | (0.39)  | 100.00 |
| CoreShares OUTmoderate Index Fund                | 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 |
| CoreShares OUTaggressive Index Fund              | 2022 | 15.01                              | 10.89                   | 17.86      | 0.61        | 1.11        | 4.91       | 1.63               | 47.27                  | 1.01                          | -     | (0.30)  | 100.00 |
| CoreShares OUTaggressive Index Fund              | 2021 | 17.64                              | 9.50                    | 14.96      | 0.93        | 0.84        | 5.19       | 2.50               | 47.30                  | 0.89                          | -     | 0.25    | 100.00 |
| CoreShares Total World Stock Tracker Feeder Fund | 2022 | -                                  | -                       | -          | -           | -           | -          | -                  | 100.79                 | -                             | -     | (0.79)  | 100.00 |
| CoreShares Total World Stock Tracker Feeder Fund | 2021 | -                                  | -                       | -          | -           | -           | -          | -                  | 99.93                  | -                             | -     | 0.07    | 100.00 |
| CoreShares Stable Income Fund                    | 2022 | 10.58                              | 5.25                    | 11.24      | 0.18        | 0.39        | 3.48       | 1.22               | 17.22                  | 28.58                         | 22.60 | (0.74)  | 100.00 |
| CoreShares Stable Income Fund                    | 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 |
| CoreShares Wealth Accumulation Fund              | 2022 | 14.59                              | 10.91                   | 13.87      | 0.80        | 1.78        | 6.86       | 1.85               | 34.47                  | 5.29                          | 10.10 | (0.52)  | 100.00 |
| CoreShares Wealth Accumulation Fund              | 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 |
| CoreShares Yield Select Bond Index Fund***       | 2022 | -                                  | -                       | -          | -           | -           | -          | -                  | -                      | -                             | 99.12 | 0.88    | 100.00 |

\* Specialist securities include exchange traded funds and preference shares.

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

\*\*\* The CoreShares Yield Select Bond Index Fund commenced operations on 25 August 2022.

**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**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 December 2022**

**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 2022 and 31 December 2021. 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 |             |
|--|-------------------|-----------|----------------------|-------------|
|  | 2022<br>%         | 2021<br>% | 2022<br>R            | 2021<br>R   |
| CoreShares S&P SA Top50 Tracker Fund             | 22.05             | 16.07     | 477,521,903          | 291,420,237 |
| CoreShares OUTcautious Index Fund                | 6.37              | 4.92      | 3,477,864            | 3,767,121   |
| CoreShares OUTstable Index Fund                  | 9.96              | 7.33      | 14,333,352           | 9,235,660   |
| CoreShares OUTmoderate Index Fund                | 13.22             | 10.52     | 125,006,186          | 69,132,949  |
| CoreShares OUTaggressive Index Fund              | 14.91             | 12.01     | 14,640,580           | 9,770,759   |
| CoreShares Total World Stock Tracker Feeder Fund | 22.95             | 15.49     | 340,384,710          | 216,628,979 |
| CoreShares Stable Income Fund                    | 8.22              | 5.63      | 2,087,581            | 1,473,364   |
| CoreShares Wealth Accumulation Fund              | 13.21             | 9.62      | 28,057,779           | 19,290,504  |
| CoreShares Yield Select Bond Index Fund*         | 14.07             | -         | 17,239,815           | -           |

\* The CoreShares Yield Select Bond Index Fund commenced operations on 25 August 2022.

**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**  
**For the year ended 31 December 2022**

**3. FINANCIAL INSTRUMENTS (CONTINUED)**

**3.1 Financial risk management (continued)**

**Interest rate risk (continued)**

At 31 December 2022, 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             | 0.03                        | -                           | -                | -           | -           | -          | 0.03    |
| CoreShares OUTcautious Index Fund                | 1.07                        | 8.51                        | -                | -           | 3.85        | 17.55      | 30.98   |
| CoreShares OUTstable Index Fund                  | 0.12                        | 5.05                        | -                | -           | 2.32        | 10.54      | 18.03   |
| CoreShares OUTmoderate Index Fund                | 0.14                        | 2.98                        | -                | -           | 1.44        | 6.61       | 11.17   |
| CoreShares OUTaggressive Index Fund              | 0.02                        | -                           | -                | -           | -           | -          | 0.02    |
| CoreShares Total World Stock Tracker Feeder Fund | 0.06                        | -                           | -                | -           | -           | -          | 0.06    |
| CoreShares Stable Income Fund                    | 0.09                        | 6.94                        | -                | -           | 2.81        | 12.86      | 22.70   |
| CoreShares Wealth Accumulation Fund              | 0.05                        | 3.11                        | -                | -           | 1.26        | 5.73       | 10.15   |
| CoreShares Yield Select Bond Index Fund*         | (0.20)                      | -                           | -                | -           | -           | 99.12      | 98.92   |

\* The CoreShares Yield Select Bond Index Fund commenced operations on 25 August 2022.

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 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   |

**CORESHARES COLLECTIVE INVESTMENTS SCHEME**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 December 2022**

**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 XXX% (2021: 17.46%) 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<br>% |       | Impact on net assets<br>% |       |
|--|-------------------|-------|---------------------------|-------|
|  | 2022              | 2021  | 2022                      | 2021  |
| CoreShares OUTcautious Index Fund                | 19.81             | 19.66 | 2.93                      | 3.43  |
| CoreShares OUTstable Index Fund                  | 23.70             | 24.31 | 3.53                      | 4.25  |
| CoreShares OUTmoderate Index Fund                | 26.09             | 26.30 | 3.88                      | 4.59  |
| CoreShares OUTaggressive Index Fund              | 41.33             | 41.70 | 6.17                      | 7.28  |
| CoreShares Total World Stock Tracker Feeder Fund | 100.79            | 99.93 | 15.03                     | 17.45 |
| CoreShares Stable Income Fund                    | 14.59             | 14.86 | 2.16                      | 2.60  |
| CoreShares Wealth Accumulation Fund              | 30.39             | 26.81 | 4.53                      | 4.68  |

**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 2022 and 31 December 2021 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 2022

## 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 OUTsurance 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 2022 and 31 December 2021 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 2022****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**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 December 2022**

**5. CREATION AND LIQUIDATION OF UNITS**

| <b>Portfolio</b>                                 | <b>For the year ended 31 December 2022</b> |                      |                         |                        |
|--|--|----------------------|-------------------------|------------------------|
|  | <b>Opening balance</b>                     | <b>Units created</b> | <b>Units liquidated</b> | <b>Closing balance</b> |
| CoreShares S&P SA Top50 Tracker Fund             | 1,286,212,454                              | 667,856,742          | (411,167,618)           | 1,542,901,578          |
| CoreShares OUTcautious Index Fund                | 67,774,941                                 | 24,656,499           | (41,723,429)            | 50,708,011             |
| CoreShares OUTstable Index Fund                  | 102,563,428                                | 34,582,846           | (13,966,262)            | 123,180,012            |
| CoreShares OUTmoderate Index Fund                | 494,673,454                                | 274,160,636          | (19,875,327)            | 748,958,763            |
| CoreShares OUTaggressive Index Fund              | 56,905,634                                 | 26,072,623           | (9,614,090)             | 73,364,167             |
| CoreShares Total World Stock Tracker Feeder Fund | 739,656,588                                | 343,564,244          | (172,254,549)           | 910,966,283            |
| CoreShares Stable Income Fund                    | 24,862,764                                 | 6,252,336            | (6,272,762)             | 24,842,338             |
| CoreShares Wealth Accumulation Fund              | 166,679,761                                | 29,355,229           | (12,647,647)            | 183,387,343            |
| CoreShares Yield Select Bond Index Fund*         | -  | 131,096,020          | (3,943,164)             | 127,152,856            |

\* For the period from 25 August 2022 to 31 December 2022.

| <b>Portfolio</b>                                   | <b>For the year ended 31 December 2021</b> |                      |                         |                        |
|--|--|----------------------|-------------------------|------------------------|
|  | <b>Opening balance</b>                     | <b>Units created</b> | <b>Units liquidated</b> | <b>Closing balance</b> |
| 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            |



**CORESHARES COLLECTIVE INVESTMENTS SCHEME**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 December 2022**

**6. DISTRIBUTIONS**

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

| Portfolio  | 31 March |      | 30 June |      | 30 September |      | 31 December |      |
|--|----------|------|---------|------|--------------|------|-------------|------|
|  | 2022     | 2021 | 2022    | 2021 | 2022         | 2021 | 2022        | 2021 |
| CoreShares S&P SA Top50 Tracker Fund – Class B             | 2.16     | 1.43 | 1.28    | 0.57 | 2.57         | 3.11 | 0.72        | 0.42 |
| CoreShares S&P SA Top50 Tracker Fund – Class C1            | 2.22     | 1.48 | 1.33    | 0.61 | 2.61         | 3.16 | 0.77        | 0.46 |
| CoreShares OUTcautious Index Fund – Class O                | 1.48     | 1.36 | 1.51    | 1.77 | 1.85         | 1.88 | 1.61        | 1.35 |
| CoreShares OUTstable Index Fund – Class O                  | 1.45     | 1.28 | 1.39    | 1.51 | 1.82         | 2.01 | 1.41        | 1.14 |
| CoreShares OUTmoderate Index Fund – Class O                | 1.49     | 1.16 | 1.39    | 1.04 | 1.93         | 2.16 | 1.31        | 1.08 |
| CoreShares OUTaggressive Index Fund – Class O              | 1.09     | 1.15 | 0.98    | 0.85 | 1.47         | 1.84 | 0.93        | 0.71 |
| Coreshares Total World Stock Tracker Feeder Fund – Class A | -        | -    | 0.20    | -    | 0.43         | -    | 1.31        | -    |
| Coreshares Total World Stock Tracker Feeder Fund – Class I | -        | -    | 0.88    | -    | 0.46         | -    | 1.36        | 0.11 |
| Coreshares Total World Stock Tracker Feeder Fund – Class W | -        | -    | 0.72    | -    | 0.43         | -    | 1.33        | -    |
| CoreShares Stable Income Fund – Class A                    | 1.32     | 1.06 | 1.39    | 1.19 | 1.77         | 1.83 | 1.46        | 1.16 |
| CoreShares Stable Income Fund – Class B                    | 1.47     | 1.31 | 1.52    | 1.36 | 1.92         | 2.06 | 1.54        | 1.34 |
| CoreShares Stable Income Fund – Class C                    | 1.38     | 1.12 | 1.45    | 1.25 | 1.84         | 1.89 | 1.52        | 1.23 |
| CoreShares Wealth Accumulation Fund Class A                | 1.02     | 0.81 | 1.14    | 0.79 | 1.49         | 1.58 | 0.93        | 0.81 |
| CoreShares Wealth Accumulation Fund Class B                | 1.10     | 0.84 | 1.21    | 0.77 | 1.57         | 1.57 | 1.00        | 0.77 |
| CoreShares Wealth Accumulation Fund – Class C              | 0.97     | 0.88 | 1.12    | 0.85 | 1.39         | 1.66 | 0.89        | 0.88 |
| CoreShares Yield Select Bond Index Fund* – Class A         | -        | -    | -       | -    | 0.89         | -    | 2.71        | -    |
| CoreShares Yield Select Bond Index Fund* – Class B         | -        | -    | -       | -    | 0.89         | -    | 2.74        | -    |
| CoreShares Yield Select Bond Index Fund* – Class C         | -        | -    | -       | -    | -            | -    | 0.23        | -    |
| CoreShares Yield Select Bond Index Fund* – Class D         | -        | -    | -       | -    | 0.89         | -    | 2.71        | -    |

\* For the period from 25 August 2022 to 31 December 2022.

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

**CORESHARES COLLECTIVE INVESTMENTS SCHEME**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 December 2022**

**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) |                 |                    |                 |                 |                    |
|--|--------------------------|-----------------|--------------------|-----------------|-----------------|--------------------|
|  | 2022<br>Maximum          | 2022<br>Minimum | 2022<br>Last price | 2021<br>Maximum | 2021<br>Minimum | 2021<br>Last price |
| CoreShares S&P SA Top50 Tracker Fund – Class B               | 151.46                   | 123.28          | 140.63             | 141.26          | 113.08          | 141.06             |
| CoreShares S&P SA Top50 Tracker Fund – Class C1              | 151.52                   | 123.30          | 140.70             | 141.33          | 113.13          | 141.12             |
| CoreShares Scientific Beta Multi Factor Index Fund – Class A | -                        | -               | -                  | 88.85           | 78.93           | -                  |
| CoreShares OUTcautious Index Fund – Class O                  | 114.52                   | 104.72          | 110.06             | 115.57          | 102.75          | 115.57             |
| CoreShares OUTstable Index Fund – Class O                    | 123.58                   | 110.33          | 118.08             | 123.93          | 105.65          | 123.90             |
| CoreShares OUTmoderate Index Fund – Class O                  | 134.26                   | 116.55          | 127.06             | 134.16          | 109.05          | 134.03             |
| CoreShares OUTaggressive Index Fund – Class O                | 144.84                   | 122.99          | 134.38             | 144.31          | 112.75          | 144.02             |
| CoreShares Total World Stock Tracker Feeder Fund – Class A   | 189.55                   | 147.53          | 162.70             | 189.17          | 146.49          | 188.45             |
| CoreShares Total World Stock Tracker Feeder Fund – Class I   | 190.49                   | 148.33          | 162.94             | 190.22          | 147.15          | 189.50             |
| CoreShares Total World Stock Tracker Feeder Fund – Class W   | 190.31                   | 148.14          | 162.87             | 189.92          | 147.02          | 189.20             |
| CoreShares Stable Income Fund – Class A                      | 106.41                   | 97.03           | 102.93             | 106.27          | 96.03           | 106.27             |
| CoreShares Stable Income Fund – Class B                      | 106.69                   | 97.15           | 103.13             | 106.64          | 96.14           | 106.64             |
| CoreShares Stable Income Fund – Class C                      | 106.44                   | 97.02           | 102.98             | 106.33          | 96.01           | 106.33             |
| CoreShares Wealth Accumulation Fund – Class A                | 121.21                   | 107.50          | 116.07             | 121.02          | 100.07          | 120.75             |
| CoreShares Wealth Accumulation Fund – Class B                | 121.49                   | 107.58          | 116.21             | 121.27          | 100.32          | 120.99             |
| CoreShares Wealth Accumulation Fund – Class C                | 121.31                   | 107.65          | 116.23             | 121.20          | 100.15          | 120.93             |
| CoreShares Yield Select Bond Index Fund* – Class A           | 100.65                   | 94.03           | 99.97              | -               | -               | -                  |
| CoreShares Yield Select Bond Index Fund* – Class B           | 100.65                   | 94.03           | 99.97              | -               | -               | -                  |
| CoreShares Yield Select Bond Index Fund* – Class C           | 100.63                   | 94.02           | 99.96              | -               | -               | -                  |
| CoreShares Yield Select Bond Index Fund* – Class D           | 97.92                    | 96.97           | 97.47              | -               | -               | -                  |

\* For the period from 25 August 2022 to 31 December 2022.

**8. 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.

**CORESHARES COLLECTIVE INVESTMENTS SCHEME**

**NOTES TO THE FINANCIAL STATEMENTS**

**For the year ended 31 December 2022**

**9. 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.