

FinEx Physically Backed Funds Plc

**CONDENSED INTERIM REPORT &
UNAUDITED FINANCIAL STATEMENTS**

For the financial period from 1 October 2017 to 31 March 2018

FinEx Physically Backed Funds Plc
Condensed Interim Report and Unaudited Financial Statements
For the financial period from 1 October 2017 to 31 March 2018

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Company Overview

FinEx Physically Backed Funds Plc (the “Company”), is an open-ended umbrella investment company with variable capital and segregated liability between its sub-funds, incorporated in Ireland on 27 February 2012 under the Companies Act 2014 (the “Companies Act 2014”) and authorised by the Central Bank of Ireland (the “Central Bank”) under Part 24 of the Companies Act 2014. The Company is structured as an umbrella fund and additional sub-funds may be established from time to time by the Directors with the prior approval of the Central Bank. As at 31 March 2018 there was one sub-fund in existence; FinEx Gold ETF (the “Fund”). The Fund commenced operations on 3 September 2013. The Company was authorised as a Retail Investor Alternative Investment Fund (“AIF”) under Chapter 1 of the Central Bank’s AIF Rulebook (“AIF Rulebook”) and the Alternative Investment Fund Managers Directive (Directive 2011/61/EU) on 22 July 2014.

The investment objective of the Fund is to deliver the performance of the London Bullion Market Association (“LBMA”) Gold Price AM (the “Benchmark Index”).

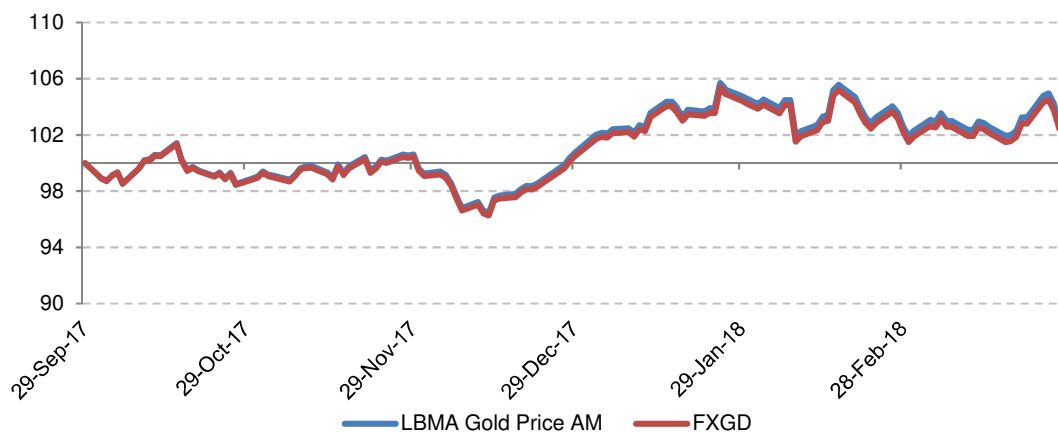
The Fund is an Exchange Traded Fund. The shares of the Fund are listed on the Irish Stock Exchange, the CJSC MICEX Stock Exchange and the NYSE Euronext Amsterdam Stock Exchange and are fully transferable by investors. It is envisaged that shares will be bought and sold by investors in the secondary market in the same way as the ordinary shares of a listed trading company.

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Alternative Investment Fund Manager’s Report

FinEx Gold ETF (the “Fund”) seeks to track the performance of the LBMA Gold Price AM (the “Benchmark”) and the TER for the Fund is 0.45% per year.

The LBMA Gold Price AM provides a regulated benchmark price that is widely used across the globe by participants such as producers, consumers, investors and central banks. ICE Benchmark Administration (IBA) assumes the role of third party administrator for the LBMA Gold Price. The IBA provides the auction platform, methodology as well as overall independent administration and governance for the LBMA Gold Price.



For the financial period between 2 October 2017 and 29 March 2018 the total return for the Fund as measured by the net asset value (“NAV”) was 2.42%, while the Benchmark performance was 2.87%, creating a tracking difference of -0.45%. This difference is driven by the TER of the Fund as well as the difference between the swap fee and the return earned by the portfolio of collateral holdings.

The annualised tracking error over the period was 0.1%, while the volatility was 10%.

FinEx Investment Management LLP
Date: 3 April 2018

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Statement of Comprehensive Income

		FinEx Gold ETF	FinEx Gold ETF
		For the financial period ended 31 March 2018 USD	For the financial period ended 31 March 2017 USD
	Notes		
Income			
Interest income	1 (h)	58,828	15,098
Net gain/(loss) on financial assets at fair value through profit or loss	2	250,979	(304,876)
Total investment income/(loss)		309,807	(289,778)
Expenses			
Swap interest expense	1(o)	(82,402)	(26,106)
Management fees	9	(20,625)	(12,221)
Total expenses		(103,027)	(38,327)
Net income/(loss) on financial assets and liabilities at fair value through profit or loss		206,780	(328,105)
Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations		206,780	(328,105)

There were no gains or losses recognised during the financial period other than those noted above. All above amounts relate to continuing operations of the Company.

The accompanying notes form an integral part of these financial statements

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Statement of Financial Position

		FinEx Gold ETF	FinEx Gold ETF
		As at 31 March 2018	As at 30 September 2017
		USD	USD
	Notes		
Current assets			
Cash collateral	3, 7	–	200,000
Interest income receivable	1(h)	11,919	6,925
Financial assets at fair value through profit or loss	1(b)	10,757,183	7,864,102
Total current assets		10,769,102	8,071,027
Current liabilities			
Management fee payable	9	(11,141)	(8,548)
Swap interest payable	1(o)	(1,061)	(794)
Financial liabilities at fair value through profit or loss	1(b), 7	(212,930)	(27,140)
Total current liabilities		(225,132)	(36,482)
Net assets attributable to holders of redeemable participating shares		10,543,970	8,034,545
Redeemable participating shares in issue			
USD Share Class	4	1,138,450	888,450
Net asset value per redeemable participating share			
USD Share Class	5	USD9.2617	USD9.0433

The accompanying notes form an integral part of these financial statements

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Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares

	FinEx Gold ETF	FinEx Gold ETF
	For the financial period ended 31 March 2018 USD	For the financial period ended 31 March 2017 USD
Net assets attributable to holders of redeemable participating shares at beginning of the financial period	8,034,545	5,058,025
Increase/(decrease) in net assets resulting from operations	206,780	(328,105)
Amounts received on issue of redeemable participating shares	2,302,645	1,729,645
Increase in net assets resulting from share transactions	2,302,645	1,729,645
Net assets attributable to holders of redeemable participating shares at end of the financial period	10,543,970	6,459,565

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Statement of Cash Flows

	FinEx Gold ETF	FinEx Gold ETF
	For the financial period ended 31 March 2018 USD	For the financial period ended 31 March 2017 USD
Cash flows from operating activities		
Proceeds from sale of investments (including realised gains)	4,220,217	2,126,263
Purchase of investments	(6,476,529)	(3,781,872)
Interest income received	53,834	12,690
Swap interest paid	(82,135)	(25,763)
Management fees paid	(18,032)	(10,963)
Net cash outflow from operating activities	(2,302,645)	(1,679,645)
Share transactions		
Amount received on issue of redeemable participating shares	2,302,645	1,729,645
Cost of participating redeemable units redeemed	–	–
Net cash inflow from financing activities	2,302,645	1,729,645
Net increase in cash and cash equivalents	–	50,000
Cash and cash equivalents at beginning of financial period	–	–
Cash and cash equivalents at end of financial period	–	50,000

The accompanying notes form an integral part of these financial statements

FinEx Physically Backed Funds Plc
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Notes to the Financial Statements

1. Significant Accounting Policies

(a) Basis of preparation

These condensed unaudited financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as adopted by the European Union ("EU") and comply with the Companies Act 2014 (the "Companies Act 2014"), and the Central Bank of Ireland's Alternative Investment Fund Rulebook ("AIF Rulebook"). The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities at fair value through profit or loss. The significant accounting policies are set out below.

Critical accounting estimates and assumptions

The preparation of financial statements in conformity with IFRS requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on management's best knowledge of the amount, event or actions, actual results ultimately may differ from those estimates.

The Board of Directors makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. As at 31 March 2018 and 30 September 2017, there are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities.

International financial reporting standards

Standards and amendments to existing standards effective 1 October, 2017

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial year beginning 1 October 2017, that would be expected to have a material impact on the Company.

New standards, amendments and interpretations effective after 1 October, 2017 and have not been early adopted

IFRS 9 'Financial Instruments' addresses the classification, measurement and derecognition of financial assets and liabilities. It replaces the multiple classification and measurement models in IAS 39 and is effective for reporting periods beginning on or after 1 October 2017.

Classification and measurement of debt assets will be driven by the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets. A debt instrument is measured at amortised cost if the objective of the business model is to hold the financial asset for the collection of the contractual cash flows and the contractual cash flows under the instrument solely represents payments of principal and interest (SPPI). A debt instrument is measured at fair value through comprehensive income if the objective of the business model is to hold the financial asset both to collect contractual cash flows from SPPI and to sell. All other debt instruments must be recognised at fair value through profit or loss. An entity may however, at initial recognition, irrevocably designate a financial asset as measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency. Derivative and equity instruments are measured at fair value through profit or loss unless, for equity instruments not held for trading, an irrevocable option is taken to measure at fair value through other comprehensive income. IFRS 9 also introduces a new expected credit loss (ECL) impairment model.

On adoption of IFRS 9 the Fund's investment portfolio will continue to be classified as fair value through profit or loss. Other financial assets which are held for collection will continue to be measured at amortised cost with no material impact expected from application of the new impairment model. As a result, the adoption of IFRS 9 is not expected to have a material impact on the Fund's financial statements.

In addition to the above, a number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 October 2017, and have not been applied in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Fund.

There are no other standards, interpretations or amendments to existing standards that are not yet effective that would be expected to have a significant impact on the Company.

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Notes to the Financial Statements (continued)

1. Significant Accounting Policies (continued)

(b) Financial assets and liabilities at fair value through profit or loss

(i) Classification and recognition

IAS 39 sets out the requirements for recognition and measurement of all financial assets and financial liabilities including derivative instruments. The Company has classified all financial instruments as financial assets or financial liabilities at fair value through profit or loss in accordance with IAS 39.

The category of financial assets and financial liabilities at fair value through profit or loss comprises:

Financial instruments held for trading: A financial asset or a financial liability is classified as held for trading if it is acquired or incurred principally for the purpose of selling or repurchasing in the near term or if on initial recognition is part of a portfolio of identifiable financial investments that are managed together and for which there is evidence of a recent actual pattern of short-term profit taking.

- Financial instruments designated at fair value through profit or loss upon initial recognition. These include financial assets that are not held for trading purposes and which may be sold.

The Company recognises financial assets and financial liabilities on the date it becomes a party to the contractual provisions of the instrument, and all significant rights and access to the benefits from the assets, and the exposure to the risks inherent in those benefits, are transferred to the Company.

A regular way purchase of financial assets is recognised using trade date accounting. From this date, any gains and losses, arising from changes in fair value of the financial assets or financial liabilities, are recorded.

(ii) Measurement

Financial instruments are measured initially at fair value (transaction price) plus, in case of a financial asset or financial liability not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability. Transaction costs on financial assets and financial liabilities at fair value through profit or loss are expensed immediately.

Subsequent to initial recognition, all instruments classified at fair value through profit or loss, are measured at fair value with changes in their fair value recognised in the Statement of Comprehensive Income.

Financial liabilities, arising from the redeemable shares issued by the Company, are carried at the redemption amount representing the shareholders' right to a residual interest in the Company's assets.

(iii) The estimation of fair value, after initial recognition, is determined as follows:

The Company's financial instruments are carried at fair value on the Statement of Financial Position. The fair value of instruments traded in active markets is based on quoted market prices at the financial period end date.

The Company primarily invests in treasury bill sovereign bonds, money market instruments, total return swaps, cash or cash equivalents and over the counter ("OTC") derivative instruments.

(iv) Derecognition

A financial asset is derecognised when the contractual right to receive cash flows from the financial asset has expired or the Company has transferred substantially all risks and rewards of ownership. A financial liability is derecognised when the obligation specified in the contract has been discharged, cancelled or expired.

(c) Interest income and interest expense

Interest income and interest expense are recognised on an effective yield basis in line with the contractual terms. Interest is accrued daily.

(d) Foreign currency translation

(i) Functional and presentation currency

Items included in the Company's financial statements are measured using the currency of the primary economic environment in which it operates (the "functional currency"). This is the United States Dollar ("USD").

The Company has adopted the USD as the presentation currency for the Company as a whole, based on the economic environment in which the Company itself operates.

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Notes to the Financial Statements (continued)

1. Significant Accounting Policies (continued)

(d) Foreign currency translation (continued)

(ii) Transactions and balances

Monetary assets and liabilities denominated in currencies other than the functional currency are translated into the functional currency at the closing rate of exchange at each financial period end date. Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial period end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Comprehensive Income.

Translation differences on non-monetary items, held at fair value through profit or loss are reported as part of the fair value gain or loss. Reported net realised and unrealised gains and losses arising from foreign currency transactions are reflected in the Statement of Comprehensive Income.

(e) Redeemable participating shares

Redeemable participating shares are redeemable at the shareholder's option; refer to Note 4 for details of subscriber shares.

(f) Fees and charges

In accordance with the Prospectus, management fees are charged to the Statement of Comprehensive Income on an accruals basis.

(g) Cash flows

The Company has prepared a Statement of Cash Flows using the direct method, whereby major classes of cash receipts and payments related to operating activities are disclosed.

(h) Interest income and interest receivable

Interest income is credited to the Statement of Comprehensive Income and is shown gross of any non-recoverable withholding tax, which is disclosed separately in the Statement of Comprehensive Income, and net of any tax credits. Interest income receivable is recognised in the Statement of Financial Position and represents the contractual amounts due to the Fund at the financial period end.

(i) Dividend policy

Under the Articles, the Directors are entitled to pay such dividends at such times as they think fit and as appear to be justified by the profits of the relevant Fund being the accumulated revenue (consisting of all revenue accrued including interest and dividends) and realised and unrealised capital gains on the disposal/valuation of investments and other funds less realised and unrealised accumulated capital losses of the relevant Fund. There are no dividend entitlements for the shares of the FinEx Gold ETF. Should there be any amendment to the Fund's dividend policy, full details will be provided in an updated Supplement and will be notified to Shareholders in advance.

(j) Transfers between levels of the fair value hierarchy

Transfers between levels of the fair value hierarchy are deemed to have occurred at the beginning of the reporting period.

(k) Withholding tax

Interest income received by the Company may be subject to withholding tax imposed in the country of origin. Investment income is recorded gross of such taxes.

(l) Offsetting

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty. As at 31 March 2018 and 30 September 2017 the Fund did not offset any positions on the Statement of Financial Position.

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Notes to the Financial Statements (continued)

1. Significant Accounting Policies (continued)

(m) Money Market Instruments

The Fund invests in Money Market Instruments which are subject to daily dealing and which have and maintain a credit rating of AAA or equivalent. Where the Fund invests in Money Market Instruments, those instruments may be valued at nominal values plus any accrued interest or on an amortised cost basis which approximates their fair market value.

(n) Cash Collateral

Cash collateral provided by/payable to the Company in relation to futures contracts is identified in the Statement of Financial Position as Cash Collateral and is not included as a component of cash and cash equivalents.

(o) Total return swaps

The Fund aims to track the performance of the Benchmark Index via swap contracts (“A swap contract is a derivative contract through which two parties exchange financial instruments”). The purpose of the swap contract is to gain indirect exposure to the performance of the Benchmark Index. The Fund may enter into swap contracts with any eligible entity (being the “Approved Counterparty”) pursuant to which the Fund will be entitled to receive from the Approved Counterparty the performance of the Benchmark Index in exchange for the payment to the Approved Counterparty of a set rate agreed between the parties. The valuation of the swaps will reflect the relative movements in the performance of the Benchmark Index. Depending on the value of the swaps, the Fund will have to make a payment to the Approved Counterparty or will receive such a payment. Where the Fund has to make a payment to the Approved Counterparty, this payment will be made from cash holdings and/or the proceeds from the disposal of the Funds’ assets.

The net realised gain/(loss) on total return swaps and the net change in unrealised gain/(loss) on total return swaps for the financial period are disclosed under financial assets at fair value through profit or loss in the income section of the Statement of Comprehensive Income. The unrealised depreciation on total return swaps as at the financial period end date is disclosed in the current liabilities section of the Statement of Financial Position.

The total return swap is carried at fair value and the value is based on an exchange listed price. The total return swap price is listed and compared between Bloomberg and the LBMA.

2. Net Gains/(Losses) on Financial Assets at Fair Value through Profit or Loss

	FinEx Gold ETF	FinEx Gold ETF
	For the	For the
	financial period	financial period
	ended	ended
	31 March 2018	31 March 2017
	USD	USD
Held for trading:		
Net realised gain on investments	2,997	10,225
Net realised loss on investments	(36,635)	(35,977)
Net realised gain on total return swaps	803,353	578,661
Net realised loss on total return swaps	(332,877)	(808,947)
Net change in unrealised loss on investments	(69)	(94)
Net change in unrealised loss on total return swaps	(185,790)	(48,744)
	<u>250,979</u>	<u>(304,876)</u>

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Notes to the Financial Statements (continued)

3. Cash and cash equivalents and Cash collateral

As at 31 March 2018, there were Cash and cash equivalents of USDNil (30 September 2017: USDNil) held with the Depository. As at 31 March 2018, Cash collateral of USDNil (30 September 2017: USD200,000) was held with UBS AG.

4. Share Capital

The authorised share capital of the Company is 1,000,000,000,000 shares of no par value initially designated as unclassified shares. The minimum issued share capital is 2 subscriber shares of €1 each (or its equivalent in any other currency) and the maximum issued share capital is €1,000,000,000,000 (or its equivalent in any other currency).

Shares in Issue

	FinEx Gold ETF	FinEx Gold ETF	FinEx Gold ETF
	As at 31 March 2018	As at 30 September 2017	As at 31 March 2017
Number of redeemable participating shares issued and fully paid			
Balance at the beginning of financial period/year	888,450	538,450	538,450
Issued during financial period/year	250,000	350,000	200,000
Redeemed during financial period/year	–	–	–
Total number of redeemable participating shares in issue at the end of financial period/year	1,138,450	888,450	738,450

5. Net Asset Attributable to Holders of Redeemable Participating Shares

	FinEx Gold ETF	FinEx Gold ETF	FinEx Gold ETF
	As at 31 March 2018 USD	As at 30 September 2017 USD	As at 31 March 2017 USD
Total Net Asset Value			
USD Share Class	10,543,970	8,034,545	6,459,565
Dealing Net Asset Value per Share			
USD Share Class	USD9.26	USD9.04	USD8.75

6. Efficient Portfolio Management

The Company may utilise techniques and instruments relating to transferable securities and/or other financial instruments in which it invests for the purposes of efficient portfolio management and under the conditions and within the limits applicable to Retail AIFs laid down by the Central Bank in the AIF Rulebook. The Company shall not enter into efficient portfolio management transactions if such transactions would result in change to the relevant Fund's declared investment objective or add substantial supplementary risks in comparison to the general risk policy.

Efficient portfolio management techniques may only be affected in accordance with normal market prices. All assets received in the context of efficient portfolio management techniques should be considered as collateral. All revenues arising from efficient portfolio management techniques employed shall be returned to the relevant Fund following the deduction of any direct and indirect operational costs and fees arising.

The Fund may enter into total return swaps with any eligible entity (the 'Approved Counterparty') pursuant to which the Fund will be entitled to receive from the Approved Counterparty the performance of the Benchmark Index. The Approved Counterparty to the swaps and the Company on behalf of the Fund have entered into International Swaps and Derivatives Association Master Agreement (the "ISDA Master Agreements"), and will enter confirmation for each total return swap transaction. The valuation of the swaps will reflect the relative movements in the performance of the Benchmark Index. Depending on the value of the total return swaps, the Fund will have to make payment to the Approved Counterparty or will receive such a payment. Refer to Note 7 for details of open swap positions as at 31 March 2018 and 30 September 2017.

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Notes to the Financial Statements (continued)

7. Swap Transactions

The following open swap positions were held as at 31 March 2018 and 30 September 2017:

31 March 2018

FinEx Gold ETF

Underlying Description	Counterparty	Ccy	Protection Buyer/Seller	Fixed Rate	Maturity	Notional Amount	Unrealised gains/(losses)
							USD
Iagoldubs Gold Total Return Swap	UBS AG	USD	Sell	1.80%	31/12/2049	7,960	(212,930)
Total unrealised losses from swap transactions							(212,930)

30 September 2017

FinEx Gold ETF

Underlying Description	Counterparty	Ccy	Protection Buyer/Seller	Fixed Rate	Maturity	Notional Amount	Unrealised gains/(losses)
							USD
Iagoldubs Gold Total Return Swap	UBS AG	USD	Sell	1.80%	31/12/2049	6,239	(27,140)
Total unrealised losses from swap transactions							(27,140)

The swap is valued on a mark-to-market basis. The valuation of the swap will reflect the daily movements in the performance of the Benchmark Index. Upon reaching the minimum threshold limit of USD100,000; the Fund will have to make payment to UBS AG or will receive such a payment in settlement for the position.

The minimum threshold of USD100,000 was not exceeded during the financial period ended 31 March 2018. The minimum threshold of USD100,000 was not exceeded during the financial year ended 30 September 2017 and no forced mark-to-market resets were required. The total net monthly mark-to-market settlement for the financial period ended 31 March 2018 was USD82,137 (30 September 2017: USD (73,028)). As at 31 March 2018, there was no Cash collateral. As at 30 September 2017, Cash collateral of USD200,000 was held with UBS AG. As at 31 March 2018 and 30 September 2017, there were no investments pledged as collateral with UBS AG.

8. Connected Persons and Related Parties

Parties are considered related if one party has the authority to control the other party or exercise significant influence over the other party in making financial or operating decisions.

The Central Bank of Ireland AIF Rulebook section on "Dealings by management company, general partner, depository, Alternative Investment Fund Manager or by delegates or group companies of these" states that the Qualifying Investor AIF shall only enter into a transaction with a management company, general partner, depository, AIFM, investment manager or by delegates or group companies of these ("connected persons") where it is affected on normal commercial terms at arm's length. Transactions must be in the best interests of the shareholders.

Mr. Simon Luhr is a partner of the AIFM, FinEx Investment Management LLP and does not receive a director's fee for his service to the Company. Mr. Tom Murray is entitled to receive a fee of USD6,149 (EUR5,000) (31 March 2017: USD5,348 (EUR5,000)) and Mr. Jeremy O'Sullivan received a fee of USD7,687 (EUR6,250) (31 March 2017: USD6,685 (EUR6,250)), for the financial period ended 31 March 2018, which is paid by FinEx ETF Limited (the "Distributor").

FinEx Investment Management LLP held no shares in the Company as at 31 March 2018 (30 September 2017: Nil).

During the financial period ended 31 March 2018, FinEx ETF Limited (the "Distributor") earned fees of USD20,625 (31 March 2017: USD12,221) of which USD11,141 (30 September 2017: USD8,548) was payable at the financial period/year end.

Asset Management Company FinEx Plus LLC is a related party and authorised participant of the Company.

As at 31 March 2018, AMC FinEx Plus LLC (Asset Management Company FinEx Plus LLC), a related party to the Company and an authorised participant, held Nil (30 September 2017: Nil) shares in the USD Class.

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Notes to the Financial Statements (continued)

9. Fees and Expenses

The Company may pay the fees and expenses of the Fund, which shall be expressed in the Supplement for each sub-fund as a single flat fee, the Total Expense Ratio (“TER”). The TER for the Fund's USD, EUR Hedged and GBP Hedged share classes are capped at 0.45% per annum and RUB Hedged and USD Ruble Hedged share classes are capped at 0.95% per annum.

The amount charged in respect of management fees during the financial period was USD20,625 (31 March 2017: USD12,221) and the management fees payable at the financial period end was USD11,141 (30 September 2017: USD8,548).

All other expenses are paid out of the TER by FinEx ETF Limited (the “Distributor”). These expenses included Directors fees of USD13,836 (EUR11,250) (31 March 2017: USD12,033 (EUR11,250)) and audit fees of USD5,534 (EUR4,500) (31 March 2017: USD4,813 (EUR4,500)). The audit fees for the current period end and preceding financial year end was incurred solely in relation to the audit of the financial statements and are exclusive of VAT.

10. Exchange Rates

The following exchange rates were used to convert investments, assets and liabilities to the presentation currency of the Company.

One US Dollar equates to the following foreign currency amounts as at financial period/year end date:

	31 March 2018	30 September 2017
Euro	0.8131	0.8459

The average exchange rates of One US Dollar during the financial period/year were as follows:

	31 March 2018	31 March 2017
Euro	0.8319	0.9331

11. Taxation

The Company qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997. Therefore, the Company will not be liable to Irish tax in respect of its income and gains, other than on the occurrence of a chargeable event. Generally a chargeable event arises on any distribution, redemption, repurchase, cancellation, transfer of shares or the ending of a “Relevant Period”. A “Relevant Period” is an eight year period beginning with the acquisition of the shares by the shareholder and each subsequent period of eight years beginning immediately after the preceding Relevant Period.

A gain on a chargeable event does not arise in respect of:

- (i) any transactions in relation to shares held in a recognised clearing system as designated by order of the Revenue Commissioners of Ireland;
- (ii) an exchange of shares arising on a qualifying amalgamation or reconstruction of the Company with another fund;
- (iii) certain exchanges of shares between spouses and former spouses;
- (iv) an exchange by a shareholder, effected by way of an arm’s length bargain where no payment is made to the shareholder of shares in the Company for other shares in the Company; and
- (v) a shareholder who is not an Irish resident and not ordinarily resident in Ireland at the time of the chargeable event, provided the necessary signed statutory declarations are held by the Company;
- (vi) certain exempted Irish tax resident shareholders who have provided the Company with the necessary signed statutory declarations.

In the absence of an appropriate declaration, the Company will be liable for Irish tax on the occurrence of a chargeable event.

Capital gains and interest received may be subject to withholding taxes imposed by the country of origin and such taxes may not be recoverable by the Company or its Shareholders.

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Notes to the Financial Statements (continued)

12. Soft Commission

No soft commission arrangements were entered into during the financial period ended 31 March 2018 or the financial year ended 30 September 2017 or the financial period ended 31 March 2017.

13. Contingent Liabilities and Commitments

There were no contingent liabilities or commitments as at 31 March 2018 or 30 September 2017.

14. Segregation of Liability

Under the provisions of the Companies Act 2014, the Directors shall maintain for each Fund a separate portfolio of assets. As between shareholders, each portfolio of assets shall be invested for the exclusive benefit of the relevant Fund. The shareholders shall only be entitled to the assets and profits of that Fund in which they participate. The Company shall be considered one single legal entity. With regard to third parties, in particular towards the Company's creditors, the Company shall be responsible for all liabilities incurred by a Fund exclusively based on the assets of this relevant Fund. Among the Shareholders, the liabilities of each Fund shall only be incurred to the Fund. While the provisions of the Companies Act, provide for segregated liability between Funds, these provisions have yet to be tested in foreign courts, in particular, in satisfying local creditors' claims. Accordingly, it is not free from doubt that the assets of the Fund of the Company may not be exposed to the liabilities of other Funds of the Company.

15. Valuation Date

The financial statements have been prepared on the last Net Asset Value of the year which has been calculated on 29 March 2018 with a price of that date.

16. Significant Events During the Financial Period

There have been no significant events during the financial period end.

17. Significant Subsequent Events

There have been no significant events after the financial period end that requires disclosure in these financial statements.

18. Approval of Financial Statements

The Financial Statements were approved by the Board of Directors on 23 May 2018.

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Portfolio Listing – FinEx Gold ETF

As at 31 March 2018

Security Description	Nominal	Fair Value USD	% of Net Assets
Transferable securities admitted to an official stock exchange listing or dealt in on another regulated market			
United States 7.56% (30 September 2017: 4.97%)			
United States Treasury Bill 0.00% 31/05/2018	800,000	797,697	7.56
Total United States		797,697	7.56
Total Transferable securities admitted to an official stock exchange listing or dealt in on another regulated market			
		797,697	7.56
Money Market Instruments 94.46% (30 September 2017: 92.91%)			
Blackrock Institutional Cash USD Liquidity Fund	1,394,957	1,394,957	13.23
Deutsche Global Liquidity Managed USD Fund	1,394,959	1,394,958	13.23
Fidelity Institutional Liquidity USD Fund	1,390,465	1,390,465	13.19
Goldman Sachs USD Liquid Reserve Institutional Fund	1,394,957	1,394,957	13.23
Invesco Global USD Institutional Fund	1,394,957	1,394,957	13.23
Morgan Stanley USD Liquidity Fund Institutional	1,494,596	1,494,596	14.17
Western Asset USD Institutional Liquidity Fund	1,494,596	1,494,596	14.18
Total Money Market Instruments		9,959,486	94.46
Financial assets at fair value through profit or loss		10,757,183	102.02
		Unrealised	
Total Return Swap* (2.02)% (30 September 2017 : (0.34)%)		Loss	% of Net
	Notional	Maturity	Assets
Iagoldubs Gold Total Return Swap	USD 7,960	31/12/2049	(212,930) (2.02)
Financial liabilities at fair value through profit or loss		(212,930)	(2.02)
Other liabilities		(283)	–
Net Assets attributable to holders of redeemable participating shares		10,543,970	100.00

*The counterparty for the Total Return Swap was UBS AG.

Analysis of Total Assets	% of Total Assets
Financial Assets at fair value through profit or loss	99.89
Other Assets	0.11
	100.00

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Risk Disclosure

In accordance with Article 22 of the 2013 Law, the AIFM will provide to relevant authorities and investors the level of leverage both on a gross and on a commitment method basis in accordance with the Article 7 and the Article 8 of the AIFM Regulation.

The AIFM has set a maximum level of leverage which may be employed as indicated for the respective Sub-Funds hereafter.

In accordance with Article 23 of the 2013 Law, the AIFM monitors that the level of leverage complies with the set limit. Leverage is calculated in accordance with Article 7 and Article 8.

In accordance with Article 7 of the Directive 2011/31/EU (the gross method), the exposure of an AIF calculated shall be the sum of the absolute values of all positions valued in accordance with Article 19 of the Directive 2011/31/EU, and all delegated acts adopted pursuant to it.

In accordance with Article 8 of the Directive 2011/31/EU (the commitment method), the exposure of an AIF calculated shall be the sum of the absolute values of all positions valued in accordance with Article 19 of the Directive 2011/31/EU, and its corresponding delegated acts, subject to the criteria in paragraphs 2 to 9 of Article 8 of the Directive 2011/31/EU.

The below overview summarises the Fund indicating the legal leverage limit and the leverage level as per the commitment method and the gross method (including the maximum level of leverage) for the financial period ended 31 March 2018, the financial year ending 30 September 2017 and the financial period ending 31 March 2017:

FinEx Gold ETF	Internal Leverage limit	Gross Method Leverage	Maximum Gross Method Leverage	Commitment Method Leverage	Maximum Commitment Method Leverage
31 March 2018	100%	99.95%	101.13%	199.95%	201.13%
30 September 2017	100%	99.90%	100%	199.90%	200%
31 March 2017	100%	99.92%	100%	199.92%	200%

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Securities Financing Transactions Regulations

Securities Financing Transactions on Total Return Swaps

The following table details the gross aggregate fair value for total return swaps, analysed by counterparty, as at the Statement of Financial Position date.

Counterparty	Counterparty's country of incorporation	Total return swaps USD
UBS AG	Switzerland	(212,930)

The gross aggregate fair value of total return swaps as a proportion of the Fund's NAV, as at the Statement of Financial Position date is (2.02)%.

The following table provides an analysis of the maturity tenor of open securities financing transactions on total return swaps as at the Statement of Financial Position date.

Maturity	OTC derivative transactions (net exposure) USD	Cash collateral received/(provided) USD	Non-cash collateral received/(provided) USD
1 day	-	-	-
2 to 7 days	-	-	-
Open	(212,930)	Nil	-
Total	(212,930)	Nil	-

The above maturity tenor analysis has been based on the contractual maturity date of the relevant securities financing transactions on total return swaps and, in case of non-cash collateral, the contractual maturity date of the security received/provided as collateral.

Securities financing transactions on total return swaps are entered into by the Fund under an International Swaps and Derivatives Associations, Inc. Master Agreement ("ISDA Master Agreement") or similar agreement. An ISDA Master Agreement is a bilateral agreement between the Fund and a counterparty that governs securities financing transactions (including total return swaps) entered into by the parties. All securities financing transactions on total return swaps entered under an ISDA Master agreement are netted together for collateral purposes.

Total return swaps are marked to market using valuation sources/methods and the fair value is recorded in the Statement of Financial Position as financial liabilities at fair value through profit or loss. The change in unrealised gains and losses is shown in Net gain/(loss) on financial assets at fair value through profit or loss in the Statement of Comprehensive Income and is not subject to any returns sharing arrangements with the Fund's Alternative Investment Fund Manager or any other third parties.