

GOLD 2000 LTD.

NOTES TO FINANCIAL STATEMENTS
MAY 31, 2020

3. Investment in securities (continued)

From time to time a portion of these assets may be pledged to Bank Julius Baer & Co. Ltd., Zurich for use as collateral for forward foreign currency contracts or permitted borrowing (see Note 9).

At May 31, 2020, the portfolio consisted of 124 positions, with concentrations in the following single issuers representing more than 5% of net assets at May 31, 2020:

Long	May 31, 2020			
	<u>Fair value</u>		<u>Cost</u>	<u>% of net assets</u>
Pan American Silver	CHF 6,150,093	CHF	2,078,932	5.16%
Kinross Gold Corp	CHF 7,829,337	CHF	5,511,067	6.57%
Gold 3000 Ltd.	CHF 9,492,250	CHF	8,897,960	7.96%

At May 31, 2019, the portfolio consisted of 134 positions, with concentrations in the following single issuers representing more than 5% of net assets at May 31, 2019:

Long	May 31, 2019			
	<u>Fair value</u>		<u>Cost</u>	<u>% of net assets</u>
Gold 3000 Ltd.	CHF 6,609,312	CHF	8,897,960	10.41%
Yamana Gold	CHF 4,002,969	CHF	5,465,447	6.31%
Gold Fields	CHF 3,483,459	CHF	5,462,988	5.49%

Included in the portfolio are 3 (2019: 6) partially restricted securities with an aggregate value of CHF nil (2019: CHF 72,914) (approximately 0% of net assets) (2019: approximately 0.11% of net assets), which includes positions in warrants, equity securities and equity holdings of companies issued on a private placement basis.

There are 13 warrants and rights (2019: 20 warrants (16 of which are valued at CHF Nil)), 10 of which are valued at CHF Nil and 3 of which are valued at CHF 531,631, representing 0.45% of net assets (2019: CHF 277,109 (0.44% of net assets)). Investments in warrants for which market quotations are not available are valued based on intrinsic value as of close of business on the day of valuation. The Fund's ability to dispose of restricted investments is subject to the applicable securities laws regarding securities exempt from registration and may also be restricted by the terms of issue of such securities.

At May 31, 2020 and 2019, included in the portfolio is one investment in a Cayman-domiciled hedge fund with a carrying value of CHF 9,492,250 (2019: CHF 6,609,312), which is managed by Konwave AG (Note 5), one fund domiciled in Liechtenstein with a carrying value of CHF 1,584,720 (2019: CHF 1,243,296) and one fund domiciled in Delaware with a carrying value of CHF 261,913 (2019: CHF 324,344). In 2019 there was one fund domiciled in Switzerland with a carrying CHF 481,200 that is no longer held in 2020.

The investment objective of one Fund was to invest primarily in small to medium sized equity securities of Australian, Canadian, South African and United States companies which are engaged in the exploration, mining, fabrication, processing or distribution of gold and other precious metals, with the objective of obtaining long term capital appreciation, whilst another Fund had an investment objective of seeking long-term capital gain by investing in a portfolio consisting primarily of publicly traded securities in the metals and mining industry and the third fund had objectives of seeking appreciation by investing in Gold in physical form. The Fund may redeem its shareholding within these funds quarterly, by way of notice to the Administrator, with the exception of Geologic Resource Fund LP which is in liquidation.