

**DB ETC plc**

**Management report and  
Condensed unaudited interim financial statements**

**For the half year ended 30 June 2020**

**Registered number: 103781**

# DB ETC plc

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**Directors and other information**

<b>Directors</b>	Visdirect Services Limited Viscom Services Limited Marc Harris
<b>Registered Office</b>	4th Floor St Paul's Gate 22-24 New Street St Helier Jersey JE1 4TR Channel Islands
<b>Administrator</b>	Vistra Fund Services Limited 4th Floor St Paul's Gate 22-24 New Street St Helier Jersey JE1 4TR Channel Islands
<b>Determination Agent</b>	Apex Fund Services (Ireland) Limited 2nd Floor Block 5 Irish Life Centre Abbey Street Lower Dublin D01 P767 Ireland
<b>Lead Authorised Participant, Arranger, Issuing and Paying Agent, Programme Counterparty and Metal Agent</b>	Deutsche Bank AG, London Branch Winchester House 1 Great Winchester Street London EC2N 2DB United Kingdom
<b>Secured and Subscription Account Custodian</b>	JPMorgan Chase Bank, N.A. ("JPMorgan"), London Branch 25 Bank Street Canary Wharf London E14 5JP United Kingdom
<b>Note Trustee</b>	Deutsche Trustee Company Limited Winchester House 1 Great Winchester Street London EC2N 2DB United Kingdom

**Interim management report**

The directors (the "Directors") present their interim report and the condensed unaudited interim financial statements of DB ETC plc (the "Company") for the half year ended 30 June 2020.

**Principal activities and business review**

The Company was incorporated on 6 August 2009 as a public limited liability company in Jersey under the Companies (Jersey) Law 1991, as amended with registration number 103781.

The principal activity of the Company, under the Secured ETC Precious Metal Securities Programme (the "Programme"), is to issue from time to time series (each a "Series") of secured precious metal linked securities (the "ETC Securities"), where recourse in respect of each Series is limited to the proceeds of enforcement of the security over each respective Series' assets.

With respect to each Series of ETC Securities, the Company's main assets are its holdings of underlying metal and its interests under the related balancing agreement (the "Balancing Agreement"). The obligations of the Company under the ETC Securities of a Series will be secured in favour of the trustee by an assignment by way of security of all the Company's rights, title, interest and benefit present and future against the secured account custodian (the "Secured Account Custodian"), the subscription account custodian (the "Subscription Account Custodian") and any sub-custodian (the "Sub-Custodian") relating to the underlying metal in respect of this Series of ETC Securities.

The net proceeds from the issue of a Series of ETC Securities are used to purchase an amount of metal which, in accordance with the custody agreement (the "Custody Agreement") for secured accounts will, to the extent possible, be allocated to physical metal bars or other metal shapes and be held in the secured allocated account. Any remaining metal is held in the secured unallocated account. Such underlying metal is used to meet the Company's obligations under the relevant Series of ETC Securities and the relevant Balancing Agreement.

The ETC Securities issued are listed on various exchanges, including London, Switzerland, Milan and Frankfurt.

**Key performance indicators**

The Company is a special purpose vehicle (the "SPV") whose sole business is the issue of asset-backed securities. The issuer has established a programme for the issue of ETC Securities whose return is linked to the performance of a specified precious metal: either gold, silver, platinum, palladium or rhodium. Each Series of ETC Securities will be separate (or 'ring-fenced') from each other Series of ETC Securities. The best benchmark is the price of the relevant metal in which the proceeds of the ETC Securities are invested in. For all Series, the performance closely follows the movement in the metal linked to the Series.

The Directors confirm that the key performance indicators as disclosed below are those that are used to assess the performance of the Company.

During the half year ended:

- the Company made a profit of EUR nil (30 June 2019: EUR nil);
- the net fair value gain on inventories at fair value less costs to sell and Metal bullion due from the programme counterparty (the "Programme Counterparty") at fair value amounted to EUR 972,656,224 (30 June 2019: EUR 450,094,928);
- the net fair value loss on financial liabilities designated at fair value through profit or loss amounted to EUR 972,656,224 (30 June 2019: EUR 450,094,928);

As at 30 June 2020:

- the Company's total ETC Securities issued had a fair value of EUR 8,888,705,731 (2019: EUR 7,337,487,485);
- the Company has invested in inventories with a fair value of EUR 8,888,705,731 (2019: EUR 7,322,766,180);
- Metal bullion with a value of EUR nil (2019: EUR 14,721,305) was due to the Company from the Programme Counterparty under the terms of the Balancing Agreement; and
- the net assets of the Company were EUR 30,002 (2019: EUR 30,002).

**Future developments**

The Directors expect that the present level of activity will be sustained for the foreseeable future. The board of Directors of the Company (the "Board") will continue to seek new opportunities for the Company and will continue to ensure proper management of the current portfolio of Series of the Company.

**Going concern**

The Company's financial statements for the half year ended 30 June 2020 have been prepared on a going concern basis. Each Series of ETC Securities is referenced to a specific asset and any loss derived from the asset will be ultimately borne by the relevant ETC Security holders. The Directors anticipate that assets are readily realisable and hence, will continue to generate enough cash flows on an ongoing basis to meet the financial liabilities as they fall due. The ETC Securities in issue as at 30 June 2020 have final maturities ranging from 2060 to 2061. Therefore, for these reasons, the Directors believe that the going concern basis is appropriate. The Directors do not foresee any material redemptions in the next 12 months that would trigger going concern issues.

**Interim management report (continued)****Going concern (continued)**

Another area of uncertainty is the novel strain of coronavirus ("COVID-19") which first surfaced in China and had spread to several other countries. This has a growing impact on the global economy putting significant pressure on the financial system that could lead to volatility in global financial market, fluctuation in interest rates, foreign exchange rates and debt sustainability. The Company expects fluctuation in the valuation on its financial instruments and relevant categorisation under IFRS 13 fair value hierarchy, however, the financial impact cannot be quantified yet due to limited information and emergent nature of the outbreak.

The Directors have considered the impact of the COVID-19 on the going concern assumption of the Company. The investors' recourse per Series is limited to the performance of the specified precious metal for each Series respectively. As a result, the investors may not receive in full the final redemption amount or early redemption amount payable in respect of an ETC Security. In addition to mentioning that the products are to follow the underlying price of certain commodities, it is a market tracker, therefore risk is held solely with the holders of the ETCs and not with the entity. Also, all fees are linked to the value of units held, therefore a decrease in value will cause a decrease in expenses. Also, as per agreement, Deutsche Bank AG, London Branch as arranger (the "Arranger"), has agreed to reimburse the Company against any costs, fees, expenses or out-goings incurred. As such, the Company has not been experiencing any delays in cash flows from its Barclays Jersey bank account in meeting its day-to-day transactions of the business. In light of this, the Directors have concluded that the impact of the Coronavirus does not represent a material uncertainty in relation to the Company's ability to continue as going concerns through the date of the issuance of these interim financial statements.

**Results and dividends for the period**

The results for the period are set out on page 5. The Directors do not recommend the payment of a dividend for the period under review (2019: nil).

**Directors, secretary and their interests**

None of the Directors or the secretary who held office on 30 June 2020 held any shares or ETC Securities in the Company at that date, or during the period. There were no contracts of any significance in relation to the business of the Company in which the Directors had any interest. As disclosed in note 17, related party transactions, Marc Harris, a Director of the Company is an employee of an affiliate company of the administrator and Visdirect Services Limited and Viscom Services Limited are affiliates of the administrator. See note 17 for full details of the relationships entered into between the Company and its related parties.

**Shares and shareholders**

The authorised share capital of the Company is GBP 10,000 divided into 10,000 limited shares of GBP 1 each (the "Shares") of which 2 are issued and fully paid and are directly or indirectly held by Vistra Nominees I Limited and Vistra Nominees II Limited (the "Share Trustees") under the terms of a declaration of trust (the "Declaration of Trust") under which the Share Trustees hold the benefit of the shares on trust for charitable purposes. There are no other rights that pertain to the shares and the shareholders.

**Significant events**

Significant events are disclosed under note 19 to the financial statements.

**On behalf of the Board**

Director

Date: 11 September 2020

**Responsibility statement**

The Company's Directors are responsible for preparing the management report and the condensed unaudited interim financial statements in accordance with applicable law and regulations. The Directors confirm that, to the best of their knowledge:

- the condensed unaudited interim financial statements, which have been prepared in accordance with applicable accounting standards, give a true and fair view of the assets, liabilities, financial position and results of the Company; and
- the interim management report includes a fair review of:
  - important events that have occurred during the first six months of the year;
  - the impact of those events on the condensed financial statements; and
  - a description of the principal risks and uncertainties for the remaining six months of the financial year.

The Directors further indicate that such condensed unaudited interim financial statements for the half year ended 30 June 2020 have not been audited.

**On behalf of the Board**



**Director**

**Date: 11 September 2020**

**Condensed statement of comprehensive income**  
**For the half year ended 30 June 2020**

	Note	Period ended 30-Jun-20 EUR	Period ended 30-Jun-19 EUR
Net fair value gain on inventories at fair value less costs to sell and Metal bullion due from the Programme Counterparty	4	972,656,224	450,094,928
Net fair value loss on financial liabilities designated at fair value through profit or loss	5	(972,656,224)	(450,094,928)
<b>Operating result</b>		-	-
Other income		-	-
<b>Operating profit before taxation</b>		-	-
Taxation	6	-	-
<b>Profit or loss and total comprehensive income for the period</b>		-	-

**Condensed statement of financial position**  
As at 30 June 2020

	Note	30-Jun-20 EUR	31-Dec-19 EUR
<b>Assets</b>			
Cash and cash equivalents	7	2	2
Other receivables	8	71,561,040	7,014,393
Inventories held at fair value less costs to sell	9	8,888,705,731	7,322,766,180
Metal bullion due from the Programme Counterparty	9	-	14,721,305
<b>Total assets</b>		<u>8,960,266,773</u>	<u>7,344,501,880</u>
<b>Liabilities and equity</b>			
<b>Liabilities</b>			
Other payables	10	71,531,040	6,984,393
Financial liabilities designated at fair value through profit or loss	11	8,888,705,731	7,337,487,485
<b>Total liabilities</b>		<u>8,960,236,771</u>	<u>7,344,471,878</u>
<b>Equity</b>			
Share capital	12	2	2
Retained earnings		30,000	30,000
<b>Total equity</b>		<u>30,002</u>	<u>30,002</u>
<b>Total liabilities and equity</b>		<u>8,960,266,773</u>	<u>7,344,501,880</u>

The financial statements on pages 5 to 16 were approved by the Board and authorised for issue on 11 September 2020.

**On behalf of the Board**



**Director**

**Date:** 11 September 2020

**Condensed statement of changes in equity**  
**For the half year ended 30 June 2020**

	<b>Share capital EUR</b>	<b>Retained earnings EUR</b>	<b>Total equity EUR</b>
Balance as at 1 January 2019	2	30,000	30,002
<i>Total comprehensive income for the period</i>			
Profit for the period	-	-	-
Total comprehensive income for the period	-	-	-
<b>Balance as at 30 June 2019</b>	<b>2</b>	<b>30,000</b>	<b>30,002</b>
<i>Total comprehensive income for the period</i>			
Profit for the period	-	-	-
Total comprehensive income for the period	-	-	-
<b>Balance as at 31 December 2019</b>	<b>2</b>	<b>30,000</b>	<b>30,002</b>
<i>Total comprehensive income for the period</i>			
Profit for the period	-	-	-
Total comprehensive income for the period	-	-	-
<b>Balance as at 30 June 2020</b>	<b>2</b>	<b>30,000</b>	<b>30,002</b>

**Condensed statement of cash flows**  
**For the half year ended 30 June 2020**

	Note	Period ended 30-Jun-20 EUR	Period ended 30-Jun-19 EUR
<b>Cash flows from operating activities</b>			
Profit before taxation		-	-
<i>Adjustments for:</i>			
(Increase)/decrease in other receivables		(64,546,647)	2,576,371
Increase/(decrease) in other payables		64,546,647	(2,576,371)
Net fair value gain on inventories at fair value less costs to sell and Metal bullion due from the Programme Counterparty at fair value	4	(972,656,224)	(450,094,928)
Net fair value loss on financial liabilities designated at fair value through profit or loss	5	972,656,224	450,094,928
<b>Net cash generated from operating activities</b>		-	-
<b>Cash flows from investing activities</b>			
Purchase of inventories	9	(3,038,891,348)	(1,394,007,015)
Proceeds from disposal of inventories	9	2,460,329,326	975,655,425
<b>Net cash used in investing activities</b>		(578,562,022)	(418,351,590)
<b>Cash flows from financing activities</b>			
Proceeds from issuance of financial liabilities designated at fair value through profit or loss	11	3,038,891,348	1,394,007,015
Redemption of financial liabilities designated at fair value through profit or loss	11	(2,460,329,326)	(975,655,425)
<b>Net cash generated from financing activities</b>		578,562,022	418,351,590
<b>Movement in cash and cash equivalents</b>			
Cash and cash equivalents at start of the period		2	2
<b>Cash and cash equivalents at end of the period</b>	7	2	2

**Notes to the condensed unaudited interim financial statements  
For the half year ended 30 June 2020**

**1 General information**

The Company was incorporated on 6 August 2009 as a public limited liability company in Jersey under the Companies (Jersey) Law 1991, as amended with registration number 103781.

The principal activity of the Company, under the Programme, is to issue from time to time Series of the ETC Securities, where recourse in respect of each Series is limited to the proceeds of enforcement of the security over each respective Series' assets.

The ETC Securities issued are listed on various exchanges, including London, Switzerland, Milan and Frankfurt.

**2 Basis of preparation**

The condensed unaudited interim financial statements for the half year ended 30 June 2020 have been prepared in accordance with International Accounting Standard (IAS) 34 'Interim Financial Reporting'. The condensed unaudited interim financial statements should be read in conjunction with the audited annual financial statements for the year ended 31 December 2019 and the condensed unaudited interim financial statements for the half year ended 30 June 2019.

**3 Significant accounting policies**

The same accounting policies, presentation and methods of computation are followed in these condensed unaudited interim financial statements as were applied in the preparation of the Company's audited financial statements for the year ended 31 December 2019.

<b>4 Net fair value gain on inventories at fair value less costs to sell and Metal bullion due from the Programme Counterparty</b>	<b>Period Ended 30-Jun-20 EUR</b>	<b>Period Ended 30-Jun-19 EUR</b>
Net fair value gain on inventories at fair value less costs to sell and Metal bullion due from the Programme Counterparty	972,656,224	450,094,928
	<u>972,656,224</u>	<u>450,094,928</u>

**5 Net fair value loss on financial liabilities designated at fair value through profit or loss**

	<b>Period Ended 30-Jun-20 EUR</b>	<b>Period Ended 30-Jun-19 EUR</b>
Net loss on ETC Securities	(972,656,224)	(450,094,928)
	<u>(972,656,224)</u>	<u>(450,094,928)</u>

**6 Taxation**

The Company is not a regulated financial service company from a Jersey Income Tax perspective. Therefore, the Company is liable to Jersey Income Tax at 0%.

<b>7 Cash and cash equivalents</b>	<b>30-Jun-20 EUR</b>	<b>31-Dec-19 EUR</b>
Cash at bank	2	2
	<u>2</u>	<u>2</u>

<b>8 Other receivables</b>	<b>30-Jun-20 EUR</b>	<b>31-Dec-19 EUR</b>
Inventories receivable*	49,574,148	-
ETC securities receivables**	21,956,892	6,984,393
Corporate benefit receivable due from the Arranger	30,000	30,000
	<u>71,561,040</u>	<u>7,014,393</u>

\* As at 30 June 2020: the disposal of 2,233 ounces of Gold for @ EUR 1,573.57 each for Series 2 Xtrackers Physical Gold EUR Hedged ETC Securities due 2060 and 29,027 ounces of Gold for @ GBP 1,437.30 each for Series 13 Xtrackers Physical Gold GBP Hedged ETC Securities due 2061. As at 31 December 2019, there were no unsettled disposals.

\*\* As at 30 June 2020, there were issuances of 32,000 ETC Securities @ USD 172.22 each and 35,000 ETC Securities @ USD 171.88 each for Series 1 Xtrackers Physical Gold ETC Securities due 2060; 12,000 ETC Securities @ EUR 112.20 each for Series 4 Xtrackers Physical Silver EUR Hedged ETC Securities due 2060 and 7,000 ETC Securities @ EUR 153.06 each; 20,500 ETC Securities @ EUR 153.42 each and 40,000 ETC Securities @ EUR 153.42 each for Series 9 Xtrackers Physical Gold ETC (EUR) Securities due 2060 (31 December 2019: the issuance of 34,495 ETC Securities @ USD 147.12 each for Series 1 Xtrackers Physical Gold ETC Securities due 2060 and 15,000 ETC Securities @ EUR 182.44 each for Series 7 Xtrackers Physical Palladium ETC Securities due 2060) remained unsettled and were subsequently settled on 1 July 2020 and 2 July 2020.

Notes to the condensed unaudited interim financial statements (continued)  
For the half year ended 30 June 2020

9 Inventories held at fair value less costs to sell and Metal bullion due from the Programme Counterparty	30-Jun-20 EUR	31-Dec-19 EUR
Inventories	8,888,705,731	7,322,766,180
Metal bullion due from the Programme Counterparty	-	14,721,305
	8,888,705,731	7,337,487,485

Movement in inventories	30-Jun-20 EUR	31-Dec-19 EUR
At beginning of the period/year	7,337,487,485	4,945,002,267
Additions during the period/year	3,038,891,348	3,514,550,366
Disposals during the period/year	(2,460,329,326)	(2,205,913,763)
Net changes in fair value during the period/year	972,656,224	1,083,848,615
At end of the period/year	8,888,705,731	7,337,487,485

Metal bullion due from the Programme Counterparty represents the amount of metal entitlement of ETC Securities which is not held as physical metal inventory as at the reporting date but which is due to be received from the Programme Counterparty under the Balancing Agreement.

10 Other payables	30-Jun-20 EUR	31-Dec-19 EUR
ETC securities payables*	49,574,148	-
Inventories payable**	21,956,892	6,984,393
	71,531,040	6,984,393

\*As at 30 June 2020: the redemption of 30,000 ETC securities @ EUR 117.17 each for Series 2 Xtrackers Physical Gold EUR Hedged ETC Securities due 2060 and 4,300,000 ETC securities @ GBP 9.70 each for Series 13 Xtrackers Physical Gold GBP Hedged ETC Securities due 2061. As at 31 December 2019, there were no unsettled redemptions.

\*\* As at 30 June 2020, the acquisition of 3,111 ounces of Gold @ USD 1,771.60 each and 3,402 ounces of Gold @ USD 1,768.10 each for Series 1 Xtrackers Physical Gold ETC Securities due 2060; 84,874 ounces of Silver @ EUR 15.86 each for Series 4 Xtrackers Physical Silver EUR Hedged ETC Securities due 2060; 681 ounces of Gold @ EUR 1,573.57 each, 1,994 ounces of Gold @ EUR 1,577.32 and 3,891 ounces of Gold @ EUR 1,577.32 for Series 9 Xtrackers Physical Gold ETC (EUR) Securities due 2060 (31 December 2019: acquisition of 3,358 ounces of Gold @ USD 1511.50 each for Series 1 Xtrackers Physical Gold ETC Securities due 2060 and 1,437 ounces of Palladium @ USD 1,905 each for Series 7 Xtrackers Physical Palladium ETC Securities due 2060) remained unsettled and were subsequently settled on 1 July 2020 and 2 July 2020.

11 Financial liabilities designated at fair value through profit or loss

	30-Jun-20		31-Dec-19	
	Nominal units issued	Fair value EUR	Nominal units issued	Fair value EUR
ETC Securities issued	86,343,628	8,888,705,731	81,950,881	7,337,487,485

Movement in ETC Securities issued	30-Jun-20 EUR	31-Dec-19 EUR
At beginning of the period/year	7,337,487,485	4,945,002,267
Issue of ETC Securities issued during the period/year	3,038,891,348	3,514,550,366
Redemption of ETC Securities issued during the period/year	(2,460,329,326)	(2,205,913,763)
Net changes in fair value during the period/year	972,656,224	1,083,848,615
At end of period/year	8,888,705,731	7,337,487,485

The financial liabilities in issue at 30 June 2020 are as follows:

Series	Description	CCY	Maturity Date	Units Outstanding 30-Jun-20	NAV per Unit (CCY) 30-Jun-20	Fair Value EUR 30-Jun-20
1	Xtrackers Physical Gold ETC Securities	USD	15-Jun-60	7,686,913	171.88	1,176,125,361
2	Xtrackers Physical Gold EUR Hedged ETC Securities	EUR	15-Jun-60	25,594,000	116.90	2,992,026,666

**Notes to the condensed unaudited interim financial statements (continued)**  
**For the half year ended 30 June 2020**

**11 Financial liabilities designated at fair value through profit or loss (continued)**

The financial liabilities in issue at 30 June 2020 are as follows (continued):

<b>Series</b>	<b>Description</b>	<b>CCY</b>	<b>Maturity Date</b>	<b>Units Outstanding 30-Jun-20</b>	<b>NAV per Unit (CCY) 30-Jun-20</b>	<b>Fair Value EUR 30-Jun-20</b>
3	Xtrackers Physical Silver ETC Securities	USD	15-Jun-60	299,847	170.72	45,569,090
4	Xtrackers Physical Silver EUR Hedged ETC Securities	EUR	15-Jun-60	1,214,200	111.82	135,773,181
5	Xtrackers Physical Platinum ETC Securities	USD	14-Jul-60	380,552	77.78	26,349,083
6	Xtrackers Physical Platinum EUR Hedged ETC Securities	EUR	14-Jul-60	2,356,971	50.72	119,534,147
7	Xtrackers Physical Palladium ETC Securities	USD	14-Jul-60	37,124	182.03	6,015,570
8	Xtrackers Physical Palladium EUR Hedged ETC Securities	EUR	14-Jul-60	154,927	117.24	18,163,466
9	Xtrackers Physical Gold ETC (EUR) Securities	EUR	27-Aug-60	22,549,785	153.42	3,459,598,479
10	Xtrackers Physical Silver ETC (EUR) Securities	EUR	27-Aug-60	3,831,780	152.44	584,134,787
11	Xtrackers Physical Rhodium ETC Securities	USD	19-May-61	100,493	711.16	63,619,284
12	Xtrackers Physical Rhodium ETC (EUR) Securities	EUR	19-May-61	39,521	635.02	25,096,535
13	Xtrackers Physical Gold GBP Hedged ETC Securities	GBP	01-Apr-61	22,097,515	9.70	236,700,082
				86,343,628		8,888,705,731

The financial liabilities in issue at 31 December 2019 are as follows:

<b>Series</b>	<b>Description</b>	<b>CCY</b>	<b>Maturity Date</b>	<b>Units Outstanding 31-Dec-19</b>	<b>NAV per Unit (CCY) 31-Dec-19</b>	<b>Fair Value EUR 31-Dec-19</b>
1	Xtrackers Physical Gold ETC Securities	USD	15-Jun-60	8,034,550	148.24	1,062,267,181
2	Xtrackers Physical Gold EUR Hedged ETC Securities	EUR	15-Jun-60	22,209,500	101.87	2,262,395,191
3	Xtrackers Physical Silver ETC Securities	USD	15-Jun-60	205,590	172.98	31,719,024
4	Xtrackers Physical Silver EUR Hedged ETC Securities	EUR	15-Jun-60	1,343,250	114.62	153,963,821
5	Xtrackers Physical Platinum ETC Securities	USD	14-Jul-60	381,011	92.99	31,600,972
6	Xtrackers Physical Platinum EUR Hedged ETC Securities	EUR	14-Jul-60	2,281,965	61.42	140,159,869
7	Xtrackers Physical Palladium ETC Securities	USD	14-Jul-60	61,879	183.88	10,148,180
8	Xtrackers Physical Palladium EUR Hedged ETC Securities	EUR	14-Jul-60	147,088	120.33	17,698,937
9	Xtrackers Physical Gold ETC (EUR) Securities	EUR	27-Aug-60	22,544,207	132.27	2,981,983,888
10	Xtrackers Physical Silver ETC (EUR) Securities	EUR	27-Aug-60	2,110,920	154.22	325,541,258
11	Xtrackers Physical Rhodium ETC Securities	USD	19-May-61	132,441	557.22	65,820,709
12	Xtrackers Physical Rhodium ETC (EUR) Securities	EUR	19-May-61	60,929	496.10	30,226,725

**Notes to the condensed unaudited interim financial statements (continued)**  
**For the half year ended 30 June 2020**

**11 Financial liabilities designated at fair value through profit or loss (continued)**

The financial liabilities in issue at 31 December 2019 are as follows (continued):

Series	Description	CCY	Maturity Date	Units Outstanding 31-Dec-19	NAV per Unit (CCY) 31-Dec-19	Fair Value EUR 31-Dec-19
13	Xtrackers Physical Gold GBP Hedged ETC Securities	GBP	01-Apr-61	22,437,551	8.44	223,961,730
				81,950,881		7,337,487,485

*Movement in fair values by Series for the half year ended 30 June 2020*

Series	Description	Opening balance EUR	Issuances EUR	Redemptions EUR	Net changes in fair values EUR	Closing balance EUR
1	Xtrackers Physical Gold ETC Securities	1,062,267,181	286,825,680	(323,985,276)	151,017,776	1,176,125,361
2	Xtrackers Physical Gold EUR Hedged ETC Securities	2,262,395,191	1,094,318,193	(731,402,065)	366,715,347	2,992,026,666
3	Xtrackers Physical Silver ETC Securities	31,719,024	13,137,360	-	712,706	45,569,090
4	Xtrackers Physical Silver EUR Hedged ETC Securities	153,963,821	62,307,664	(69,199,991)	(11,298,313)	135,773,181
5	Xtrackers Physical Platinum ETC Securities	31,600,972	15,817,896	(14,693,464)	(6,376,321)	26,349,083
6	Xtrackers Physical Platinum EUR Hedged ETC Securities	140,159,869	14,801,552	(10,864,559)	(24,562,715)	119,534,147
7	Xtrackers Physical Palladium ETC Securities	10,148,180	15,183,340	(21,526,679)	2,210,729	6,015,570
8	Xtrackers Physical Palladium EUR Hedged ETC Securities	17,698,937	11,018,756	(9,957,539)	(596,688)	18,163,466
9	Xtrackers Physical Gold ETC (EUR) Securities	2,981,983,888	1,109,881,445	(1,072,513,653)	440,246,799	3,459,598,479
10	Xtrackers Physical Silver ETC (EUR) Securities	325,541,258	283,626,229	(27,430,821)	2,398,121	584,134,787
11	Xtrackers Physical Rhodium ETC Securities	65,820,709	-	(28,565,342)	26,363,917	63,619,284
12	Xtrackers Physical Rhodium ETC (EUR) Securities	30,226,725	-	(19,812,443)	14,682,253	25,096,535
13	Xtrackers Physical Gold GBP Hedged ETC Securities	223,961,730	131,973,233	(130,377,495)	11,142,614	236,700,082
		7,337,487,485	3,038,891,348	(2,460,329,327)	972,656,225	8,888,705,731

*Movement in fair values by Series for the year ended 31 December 2019*

Series	Description	Opening balance EUR	Issuances EUR	Redemptions EUR	Net changes in fair values EUR	Closing balance EUR
1	Xtrackers Physical Gold ETC Securities	655,401,010	640,436,639	(393,423,868)	159,853,400	1,062,267,181
2	Xtrackers Physical Gold EUR Hedged ETC Securities	1,642,867,932	1,127,583,558	(753,724,797)	245,668,498	2,262,395,191
3	Xtrackers Physical Silver ETC Securities	34,599,461	6,550,799	(14,409,707)	4,978,471	31,719,024
4	Xtrackers Physical Silver EUR Hedged ETC Securities	104,824,049	88,567,751	(59,110,345)	19,682,366	153,963,821
5	Xtrackers Physical Platinum ETC Securities	25,577,831	8,385,807	(8,876,670)	6,514,004	31,600,972
6	Xtrackers Physical Platinum EUR Hedged ETC Securities	33,407,931	164,625,175	(79,330,206)	21,456,969	140,159,869
7	Xtrackers Physical Palladium ETC Securities	6,367,238	15,115,509	(15,575,320)	4,240,753	10,148,180

**Notes to the condensed unaudited interim financial statements (continued)**  
**For the half year ended 30 June 2020**

**11 Financial liabilities designated at fair value through profit or loss (continued)**

*Movement in fair values by Series for the year ended 31 December 2019 (continued)*

Series	Description	Opening balance EUR	Issuances EUR	Redemptions EUR	Net changes in fair values EUR	Closing balance EUR
8	Xtrackers Physical Palladium EUR Hedged ETC Securities	13,011,777	8,989,526	(9,818,719)	5,516,353	17,698,937
9	Xtrackers Physical Gold ETC (EUR) Securities	2,216,841,316	991,847,428	(704,476,960)	477,772,104	2,981,983,888
10	Xtrackers Physical Silver ETC (EUR) Securities	98,556,226	265,779,197	(82,156,173)	43,362,008	325,541,258
11	Xtrackers Physical Rhodium ETC Securities	38,731,834	-	(18,700,907)	45,789,782	65,820,709
12	Xtrackers Physical Rhodium ETC (EUR) Securities	21,066,793	-	(15,119,380)	24,279,312	30,226,725
13	Xtrackers Physical Gold GBP Hedged ETC Securities	53,748,869	196,668,977	(51,190,711)	24,734,595	223,961,730
		4,945,002,267	3,514,550,366	(2,205,913,763)	1,083,848,615	7,337,487,485

**12 Share capital**

*Authorised:*

10,000 ordinary shares of GBP 1 each

**30-Jun-20**

**GBP**

10,000

**31-Dec-19**

**GBP**

10,000

*Issued and fully paid:*

2 ordinary shares of GBP 1 each

**EUR**

2

**EUR**

2

2

2

As at 30 June 2020, the ordinary share capital was held by the following non-beneficial nominees:

	<b>30-Jun-20</b> <b>GBP</b>	<b>31-Dec-19</b> <b>GBP</b>
Vistra Nominees I Limited	1	1
Vistra Nominees II Limited	1	1
	2	2

The authorised share capital of the Company is GBP 10,000, out of which 2 ordinary shares have been issued and fully paid. The nominees have no beneficial interest in and derives no benefit from its holding of the shares. There are no other rights that pertain to the shares and the shareholders.

**13 Capital risk management**

The Company views the share capital as its capital. The Company is an SPV set up to issue ETC Securities for the purpose of making investments as defined under the programme memorandum and in each of the Series memorandum agreements. Share capital of GBP 2 was issued in line with Jersey Company Law and is not used for financing the investment activities of the Company. The Company is not subject to any other externally imposed capital requirements.

The Company can issue further Series of ETC Securities to meet the demand of its investors.

**14 Financial risk management**

*Risk management framework*

The Company, and ultimately the holders of the ETC Securities, have exposure to the following risks from its use of financial instruments:

- (a) Market risk;
- (b) Credit risk;
- (c) Liquidity risk; and
- (d) Operational risk.

This note presents information about the Company's exposure to each of the above risks, the Company's objectives, policies and processes for measuring and managing these risks.

**Notes to the condensed unaudited interim financial statements (continued)**  
**For the half year ended 30 June 2020**

**14 Financial risk management (continued)**

**(a) Market risk**

Market risk comprises three types of risk: interest rate risk, currency risk and other price risk. The ETC Security holders are exposed to the market risk of the financial instruments.

*(i) Interest rate risk*

Interest rate risk is the risk that the fair value or future cash flows of financial instruments will fluctuate as a result of a change in interest rates. The ETC Securities, the Metal bullion due from Programme Counterparty and the inventories do not bear interest. As such, the Company and ETC Security holders have limited exposure to interest rate risk.

*(ii) Currency risk*

Currency risk is the risk which arises where the assets and liabilities of the Company are denominated in currencies other than its functional currency. As at 30 June 2020, the Company is exposed to assets and liabilities denominated in US Dollar ("USD") and British Pound Sterling ("GBP").

The Company is not exposed to net currency risk since the foreign exchange movements in its financial liabilities will be offset by the foreign exchange movements in its inventories. Any net foreign currency risk is borne by the ETC Security holders.

The following exchange rates have been applied during the period:

	<b>Closing rate</b>		
	<b>30-Jun-20</b>	<b>31-Dec-19</b>	<b>30-Jun-19</b>
USD-EUR	0.89020	0.89190	0.87930
GBP-EUR	1.10400	1.18250	1.11660

  

	<b>Average rate - period ended</b>		
	<b>30-Jun-20</b>	<b>31-Dec-19</b>	<b>30-Jun-19</b>
USD-EUR	0.90772	0.89346	0.88540
GBP-EUR	1.14396	1.14088	1.14551

The impact of changes in foreign exchange rates on the inventories less cost to sell is offset by the impact of foreign exchange rate changes on the financial liabilities. Therefore any change in the exchange rates would have no net effect on the equity or the profit or loss of the Company.

*(iii) Price risk*

Price risk is the risk that changes in market prices of metals will affect the Company's income, expense, inventories and financial liabilities designated at fair value through profit or loss. The Company's liabilities are exposed to the market prices of the metals. However, the risk is mitigated by the Company holding quantities of physical metal inventory equivalent to the weight of metal entitlement for each Series of ETC Securities issued.

When a shortfall of metal inventory occurs, the shortfall is made up, in accordance with the terms of the Balancing Agreement, through a balance of metal bullion being due from the Programme Counterparty. Accordingly, the ETC Security holders are exposed to the market price risk of their metal entitlement under the ETC Securities.

Any changes in the metal spot prices on the inventories held by the Company would not have any net effect on the equity or the profit or loss of the Company since changes in the fair value of inventories or in the balance of Metal bullion due from the Programme Counterparty would be offset by corresponding changes in the fair value of the ETC Securities and as such any price risk is ultimately borne by the ETC Security holders.

**(b) Credit risk**

Credit risk is the risk of financial loss to the Company if a counterparty to a financial instrument fails to meet its contractual obligations. The Company's principal financial assets are cash and cash equivalents, other receivables, inventories held at fair value less costs to sell and metal bullion due from the Programme Counterparty which represents the Company's maximum exposure to credit risk. All credit risk are ultimately borne by the ETC Securities holders.

**(c) Liquidity risk**

Liquidity risk is the risk that the Company will not be able to meet its obligations as they fall due. The Company limits its exposure to liquidity risk through the purchase of inventory. All liquidity risk associated with the inventories are ultimately borne by the ETC Security holders.

**Notes to the condensed unaudited interim financial statements (continued)**  
**For the half year ended 30 June 2020**

**14 Financial risk management (continued)**

**(d) Operational risk**

Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the Company's processes and infrastructure, and from external factors other than credit, markets and liquidity issues such as those arising from legal and regulatory requirements and generally accepted standards of corporate behaviour.

Operational risk arises from all of the Company's operations. The Company was incorporated with the purpose of engaging in those activities outlined in note 1. All administration functions are undertaken by Vistra Fund Services Limited. Deutsche Bank AG, London Branch acts as the Company's lead authorised participant (the "Lead Authorised Participant"), Arranger, issuing and paying agent (the "Issuing and Paying Agent"), Programme Counterparty, custodian (the "Custodian") and metal agent (the "Metal Agent").

**15 Fair values**

The Company's financial assets and financial liabilities at fair value through profit or loss are carried at fair value in the statement of financial position.

The Company measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements.

- Level 1: Quoted market price in an active market for an identical instrument.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The objective of valuation techniques is to arrive at a fair value determination that reflects the price of the financial instrument at the reporting date that would have been determined by market participants acting at arm's length.

The Company does not have any financial instruments at level 1 or 3 and there has not been any transfer between levels during the half year ended 30 June 2020.

**16 Ultimate controlling party**

The Directors of the Company consider Vistra Corporate Services Limited as trustee of the DB ETC Charitable Trust (the beneficial owner of the issued share capital of the Company) to be the ultimate controlling party of the Company.

**17 Related party transactions**

Visdirect Services Limited and Viscom Services Limited act solely in the capacity as Directors of Jersey companies, pursuant to the Companies (Jersey) Law 1991, as amended. Visdirect Services Limited and Viscom Services Limited are both part of the Vistra group of companies. No fee was charged or paid to the Vistra Group during the period under review by the Company for the provision of Directors. Most expenses of the Company are borne by the Arranger including fees paid to Vistra Fund Services Limited.

Product fees incurred for the half year ended 30 June 2020 due to the Arranger amounted to EUR 16,826,414 (31 December 2019: EUR 24,317,537). No amount was payable as at 30 June 2020 (31 December 2019: EUR nil).

Marc Harris, a Director of the Company is an employee of an affiliate company of the administrator and Visdirect Services Limited and Viscom Services Limited are affiliates of the administrator.

As at 30 June 2020, corporate benefit fees amounting to EUR 30,000 (31 December 2019: EUR 30,000) were receivable from the Arranger.

Metal bullion due from the Programme Counterparty amounting to EUR nil (31 December 2019: EUR 14,721,305) were outstanding as at 30 June 2020.

As at 30 June 2020, the number of ETC Securities held by the Lead Authorised Participant was 49,577 units (EUR 5,576,273) (31 December 2019: 57,762 units (EUR 6,695,134)).

**18 Operating expenses**

All costs associated with the Company are paid by the Arranger.

**Notes to the condensed unaudited interim financial statements (continued)**  
**For the half year ended 30 June 2020**

**19 Significant events**

*Novel Coronavirus COVID-19 Global Pandemic*

The Directors continue to assess the potential impact of the COVID-19 Global Pandemic on the Company. The main impact on the investors of each Series has been the increased volatility in the financial markets and the volatility of pricing of each Series. The amounts stated in these financial statements reflect conditions existing as at the balance sheet date. The impact of COVID-19 is considered a non-adjusting post balance sheet event. While the pandemic is developing too quickly to allow for definitive conclusions, the Directors currently believe that any impact on the operations of the Company is likely to be limited as:

- The investors' recourse per Series is limited to the performance of the specified precious metal for each Series respectively and each Series has continued to operate as per the investor prospectus.
- All service providers have extensive business continuity plans, and should still be able to provide services to the Company in the event of a prolonged pandemic.

The Directors will monitor on a continuous basis changes in risk and exposure.

*Brexit*

The Directors continue to assess the potential impact of the proposed departure of the UK from the European Union ("Brexit") on the Company's operations. Measures are being put in place to ensure the Company's continuing ability to passport its ETC Securities into EU markets. Such measures include advanced preparations for gaining approval in an alternative home member state at the end of the transition period on 31 December 2020.

There have been no other significant events that require disclosure to the condensed unaudited interim financial statements since the period end and up to the date of approving the interim report.

**20 Key management personnel**

The key management personnel have been identified as being the Directors of the Company.

Marc Harris is an employee of Vistra (Jersey) Limited during the period ended 30 June 2020. His emoluments are paid by Vistra Fund Services Limited and other related entities and no re-charge is made to the Company. It is therefore not possible to make a reasonable apportionment of his emoluments in respect of the Company.

**21 Comparatives**

In line with IAS 34, the comparative information for the condensed statement of comprehensive income, condensed statement of changes in equity and condensed statement of cash flows are for the half year ended 30 June 2019 and the comparative information for the statement of financial position is as at 31 December 2019.

**22 Approval of the condensed unaudited interim financial statements**

The Board approved these condensed unaudited interim financial statements on **11 September**.....2020.