

ARSN 677 522 780



Global X Australian Bank Credit ETF

Annual Financial Report

For the period from 28 May 2024 to 30 June 2024

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Directors' Report

The directors of Global X Management (AUS) Limited (the "Responsible Entity"), the Responsible Entity of Global X Australian Bank Credit ETF (the "Fund"), present their annual report together with the financial statements of the Fund, for the period from 28 May 2024 to 30 June 2024 and the auditor's report thereon.

Fund Objectives

The Fund aims to provide investors with a return that (before fees and expenses) tracks the performance of the Solactive Australian Bank Credit Index (the "Index").

The Fund aims to track the performance of the Index by holding all of the shares that make up the Index, in the proportion closely mirroring the Index. All assets of the Fund are held in segregated accounts with the Custodian, The Hongkong and Shanghai Banking Corporation Limited, Sydney Branch.

The Fund is an Exchange Traded Fund ("ETF") and can be traded by investors on the Australian Securities Exchange ("ASX"); ETFs can be bought and sold like any other share through normal brokerage accounts.

Principal Activities

The Fund was constituted on 28 May 2024 and commenced its operations on 22 July 2024. The Fund is currently quoted on the ASX. The admission date was 24 July 2024. The Fund invested in accordance with the provisions of the Fund's Constitution. There were no significant changes in the nature of the Fund's activities during the period from 28 May 2024 to 30 June 2024. The Fund did not have any employees during the period from 28 May 2024 to 30 June 2024.

Directors

The following persons held office as directors of the Responsible Entity during the period or since the end of the period and up to the date of this report:

Kim Young

Evan Metcalf

Oliver Reynolds (Appointed on 11 September 2023)

Namki Kim (Appointed on 30 July 2024)

Emanuel Damianakis (Appointed on 5 August 2024)

Kanish Chugh (Resigned on 7 September 2023)

Thomas Park (Resigned on 30 July 2024)

Chi Ho Man (Appointed on 12 December 2023, Resigned on 5 August 2024)

Review and Results of Operations

The Fund had not yet commenced its operations as at 30 June 2024.

Matters Subsequent to the End of the Period

On 24 July 2024, the fund was launched on the ASX with ticker code BANK.

No other matter or circumstance has arisen since 30 June 2024 that has significantly affected, or may significantly affect:

- (i) the operations of the Fund in future financial periods, or
- (ii) the results of those operations in future financial periods, or
- (iii) the state of affairs of the Fund in future financial periods.



Likely Developments and Expected Results of Operations

The Fund had not yet commenced its operations as at 30 June 2024.

Indemnification and Insurance of Officers and Auditor

No insurance premiums are paid for out of the assets of the Fund in regards to insurance cover provided to either the officers of the Responsible Entity or the auditor of the Fund. So long as the officers of the Responsible Entity act in accordance with the Fund's Constitution and the Law, officers remain indemnified out of the assets of the Fund against losses incurred while acting on behalf of the Fund.

The auditor of the Fund is in no way indemnified out of the assets of the Fund.

Fees Paid and Interests Held in the Fund by the Responsible Entity or its Associates

The Fund had not yet commenced its operations as at 30 June 2024.

No fees were paid out of Fund property to the directors of the Responsible Entity during the period.

Interests in the Fund

The Fund had not yet commenced its operations as at 30 June 2024.

Value of Assets

The Fund had not yet commenced its operations as at 30 June 2024.

Environmental Regulation

The operations of the Fund are not subject to any particular or significant environmental regulations under either Commonwealth, State or Territory law.

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under Section 307C of the Corporations Act 2001 is set out on page 3.

The financial statements were authorised for issue by the directors on 19 September 2024.

This report is made in accordance with a resolution of the directors.

Director

Sydney

19 September 2024



Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Global X Management (AUS) Limited as the Responsible Entity of Global X Australian Bank Credit ETF

I declare that, to the best of my knowledge and belief, in relation to the audit of Global X Australian Bank Credit ETF for the financial period ended 30 June 2024 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- ii. no contraventions of any applicable code of professional conduct in relation to the audit.


KPMG



Nic Buchanan

Partner

Sydney

19 September 2024

Global X Australian Bank Credit ETF

Statement of Profit or Loss and Other Comprehensive Income
For the period from 28 May 2024 to 30 June 2024



	For the period from 28 May 2024 to 30 June 2024
Notes	AUD
<i>Total net investment (loss)/income</i>	_____ -
<i>Total operating expenses</i>	_____ -
<i>Total comprehensive (loss)/income for the period</i>	===== -

The above statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

Global X Australian Bank Credit ETF

Statement of Financial Position
As at 30 June 2024



	Notes	As at 30 June 2024 AUD
Total assets		_____ -
Total liabilities		_____ -
Net assets attributable to unitholders - equity		===== -

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

Global X Australian Bank Credit ETF

Statement of Changes in Equity
For the period from 28 May 2024 to 30 June 2024



Notes

For the period
from 28 May 2024
to 30 June 2024
AUD

Total equity at the beginning of the financial period

Total comprehensive (loss)/income for the period

Total transactions with unitholders

Total equity at the end of the financial period

_____ -
_____ -
===== -

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Global X Australian Bank Credit ETF

Statement of Cash Flows
For the period from 28 May 2024 to 30 June 2024



For the period
from 28 May 2024
to 30 June 2024

Notes AUD

Net cash (outflow)/inflow from operating activities	-
Net cash inflow from financing activities	-
Net increase in cash and cash equivalents	
Cash and cash equivalents at the beginning of the period	-
Cash and cash equivalents at the end of the period	-

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.



1 General Information

These financial statements cover Global X Australia Bank Credit ETF (the “Fund”) as an individual entity.

The Fund is domiciled in Australia and is a for-profit entity.

The Responsible Entity of the Fund is Global X Management (AUS) Limited (the “Responsible Entity”). The Responsible Entity's registered office is Level 9, 115 Pitt Street, Sydney NSW 2000 Australia.

The financial report was authorised for issue by the directors on 19 September 2024. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

The financial statements are presented in Australian Dollars, which is the Fund's functional currency.

2 Summary of Material Accounting Policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all period presented, unless otherwise stated in the following text.

(a) Statement of Compliance and Basis of Preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (“AASB”) and the *Corporations Act 2001* in Australia.

The financial statements are prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated.

The Statement of Financial Position is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. All balances are expected to be recovered or settled within twelve months, except for investments in financial assets and financial liabilities at fair value through profit or loss. The amount expected to be recovered or settled within twelve months after the end of each reporting period cannot be reliably determined.

(i) Compliance with International Financial Reporting Standards

The financial statements of the Fund also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board.

(ii) New and amended standards adopted by the Fund

The Fund has adopted Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practice Statement 2) from 1 July 2023. Although the amendments did not result in any changes to the accounting policies themselves, they impacted the accounting policy information disclosed in the financial statements.

The amendments require the disclosure of ‘material’, rather than ‘significant’, accounting policies. The amendments also provide guidance on the application of materiality to disclosure of accounting policies, assisting entities to provide useful, entity-specific accounting policy information that users need to understand other information in the financial statements.

Management reviewed the accounting policies and made updates to the information disclosed in Note 2 Summary of material accounting policies (2023: Summary of significant accounting policies) in certain instances in line with the amendments.

(iii) New standards, amendments and interpretations effective after 1 July 2024 and have not been early adopted.

A number of new accounting standards, amendments and interpretations have been published that are not mandatory for the 30 June 2024 reporting period and have not been early adopted in preparing these financial statements.

Most of these are not expected to have a material impact on the financial statement of the fund. However, management is still in the process of assessing the impact of the new standard AASB 18 which was issued in June 2024 and replaces AASB 101 Presentation of Financial Statements.



3 Related Party Transactions

Responsible Entity

The Responsible Entity of the Fund is Global X Management (AUS) Limited (ABN 13 150 433 828, AFSL 466778) whose ultimate holding company is Mirae Asset Global Investments Co., Ltd.

Global X Management (AUS) Limited is incorporated in Australia and Mirae Asset Global Investments Co., Ltd. is incorporated in the Republic of Korea.

Key management personnel

The Fund does not employ personnel in its own right. However, it is required to have an incorporated Responsible Entity to manage the activities of the Fund and this is considered to be key management personnel. The directors of the Responsible Entity, which are key management personnel of the Responsible Entity, during or since the end of the financial period are:

(a) Directors

Kim Young

Evan Metcalf

Oliver Reynolds (Appointed on 11 September 2023)

Namki Kim (Appointed on 30 July 2024)

Emanuel Damianakis (Appointed on 5 August 2024)

Kanish Chugh (Resigned on 7 September 2023)

Thomas Park (Resigned on 30 July 2024)

Chi Ho Man (Appointed on 12 December 2023, Resigned on 5 August 2024)

(b) Other key management personnel

No other person had authority and responsibility for planning, directing and controlling the activities of the Fund, directly or indirectly during the financial period or since the end of the financial period and up to the date of this report.

(c) Key management personnel compensation

Key management personnel are paid by the Responsible Entity. Payments made from the Fund to the Responsible Entity do not include any amounts attributable to the compensation of key management personnel.

Related party unitholdings

All transactions with related parties are conducted on normal terms and conditions. From time to time the Responsible Entity, or its director-related entities, may invest in or withdraw from the Fund. These investments or withdrawals are on the same terms and conditions as those entered into by other unitholders of the Fund.

As at 30 June 2024, no key management personnel held units in the Fund.



4 Auditor remuneration

During the period the following fees were paid or payable for services provided by the auditor of the Fund:

	For the period from 28 May 2024 to 30 June 2024
	AUD
KPMG	
Audit and review of the financial statements	784
Other regulatory assurance services	<u>2,874</u>
Total	<u><u>3,658</u></u>

Other services relate to the audit of the Fund's compliance plan. The audit fees paid or payable are discharged by the Responsible Entity.

5 Events Occurring After the Reporting Period

On 24 July 2024, the fund was launched on the ASX with ticker code FHNG.

No other significant events have occurred since the end of the reporting period up to the date of signing the Annual Financial Report which would impact on the financial position of the Fund disclosed in the Statement of Financial Position as at 30 June 2024 or on the results and cash flows of the Fund for the period from 28 May 2024 to 30 June 2024.

6 Contingent Assets, Contingent Liabilities and Commitments

There are no outstanding contingent assets, contingent liabilities or commitments as at 30 June 2024.

Global X Australian Bank Credit ETF

Directors' Declaration
For the period from 28 May 2024 to 30 June 2024



In the opinion of the directors of Global X Management (AUS) Limited, the Responsible Entity of Global X Australian Bank Credit ETF (the "Fund"):

- (a) the financial statements and notes set out on pages 4 to 10 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Australian Accounting Standards and the *Corporations Regulations 2001*; and
 - (ii) giving a true and fair view of the Fund's financial position as at 30 June 2024 and of its performance, for the financial period ended on that date;
- (b) the financial statements also comply with International Financial Reporting Standards as disclosed in Note 2(a); and
- (c) there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the directors.

Signed in accordance with a resolution of the Responsible Entity made pursuant to s.295(5) of the *Corporations Act 2001*.

Director

Sydney

19 September 2024



Independent Auditor's Report

To the unitholders of Global X Australian Bank Credit ETF

Opinion

We have audited the **Financial Report** of Global X Australian Bank Credit ETF (the Fund).

In our opinion, the accompanying Financial Report of the Fund gives a true and fair view, including of the Fund's financial position as at 30 June 2024 and of its financial performance for the period then ended, in accordance with the Corporations Act 2001, in compliance with *Australian Accounting Standards* and the *Corporations Regulations 2001*.

The **Financial Report** comprises:

- Statement of Financial Position as at 30 June 2024
- Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, and Statement of Cash Flows for the period then ended
- Notes including material accounting policies
- Directors' Declaration.

Basis for opinion

We conducted our audit in accordance with *Australian Auditing Standards*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report.

We are independent of the Fund in accordance with the *Corporations Act 2001* and the ethical requirements of the *Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the Financial Report in Australia. We have fulfilled our other ethical responsibilities in accordance with these requirements.

Other Information

Other Information is financial and non-financial information in Fund's annual report which is provided in addition to the Financial Report and the Auditor's Report. The Directors of Global X Management (AUS) Limited (the Responsible Entity) are responsible for the Other Information.

Our opinion on the Financial Report does not cover the Other Information and, accordingly, we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the Financial Report, our responsibility is to read the Other Information. In doing so, we consider whether the Other Information is materially inconsistent with the Financial Report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.



We are required to report if we conclude that there is a material misstatement of this Other Information, and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

Responsibilities of the Directors for the Financial Report

The Directors of The Responsible Entity are responsible for:

- preparing the Financial Report in accordance with the Corporations Act 2001, including giving a true and fair view of the financial position and performance of the Fund, and in compliance with *Australian Accounting Standards* and the *Corporations Regulations 2001*
- implementing necessary internal control to enable the preparation of a Financial Report in accordance with the *Corporations Act 2001*, including giving a true and fair view of the financial position and performance of the Fund, and that is free from material misstatement, whether due to fraud or error
- assessing the Fund's ability to continue as a going concern and whether the use of the going concern basis of accounting is appropriate. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Report

Our objective is:

- to obtain reasonable assurance about whether the Financial Report as a whole is 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 *Australian Auditing Standards* will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They 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 the Financial Report.

A further description of our responsibilities for the audit of the Financial Report is located at the *Auditing and Assurance Standards Board* website at: https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf
This description forms part of our Auditor's Report.




Nic Buchanan

Partner

Sydney

19 September 2024