

NEW CITY INVESTMENT MANAGERS

GOLDEN PROSPECT PRECIOUS METALS LIMITED



FACT SHEET MAY 2012

(as at 30 April 2012)

INVESTMENT OBJECTIVE

To provide investors with capital growth, from a portfolio of companies involved in the precious metals sector.

STATISTICS

Total Gross Assets:	£52.1m
Ordinary Share	
Net Asset Value:	90.95p
Mid-Market Price:	84.0p
Subscription Share	
Mid-Market Price:	13.5p
Gearing:	7.0%
Discount:	7.6%
Annual Management Fee:	1.5%

PRICING

Bloomberg:
GPM.LN (Ordinary shares)
GPMS.LN (Subscription shares)

Sedol:
B1G9T99GB (Ordinary shares)
B63JZY4GB (Subscription shares)

Financial Times
(Investment Companies)

FINANCIAL CALENDAR

Year End

31 December

Annual Report & Accounts Published

April

ADVISER COMMENT

Over the month of April gold bullion in US dollars closed down 0.2% while gold stocks (as represented by the Philadelphia Gold and Silver Index - XAU) closed down 6.0%.

Precious metals remained out of favour, with investors moving out of the sector into more US-centric stocks to take advantage of a US recovery. A stronger US economy also implies that the Federal Reserve is likely to implement more quantitative easing (QE). In addition, the sovereign debt crisis in Europe currently appears to be under control following the implementation of the European Central Bank's long term refinancing operation. As a result, conventional opinion is that there is no longer a reason for investors to hold gold.

However, in our view the positive reasons for holding gold have not changed. The continued obsession by central bankers to devalue their currencies either to help enable their countries to be more competitive or to inflate their debt away is a strong argument to hold gold. In April, the Bank of Japan extended its QE programme, weakening the yen. At the same time, other central banks continue to diversify their reserves into gold and we saw them as a group buy 44.8 tonnes in April (Mexico 16.8 tonnes, Russia 16.5 tonnes and Turkey, 11.5 tonnes).

We continue to focus the Company's portfolio on producers which have the capacity to generate positive earnings news.

All market data sourced from Bloomberg.

TOP FIVE HOLDINGS

	Gross Assets
1. Silver Wheaton	9.0%
2. Regis Resources	7.9%
3. Ausgold (includes Warrants)	6.2%
4. Yamana	5.8%
5. SPDR Gold Trust	5.5%

Top 5 holdings represent 34.4% the total Fund.

The Fund has a total of 50 holdings

ORDINARY SHARE & NAV PERFORMANCE

	1 Month	3 Months	1 Year	3 Years	From 01/12/06
Fund NAV*	-5.7%	-18.4%	-27.9%	+130.3%	-9.0%
Share Price*	-2.6%	-22.6%	-27.0%	+93.1%	-16.0%

New City Investment Managers took over the investment management function on 15th September 2008

*Total return performance based on mid prices

Source: Legis Fund Services Ltd/Bloomberg

CONTACT DETAILS

INVESTMENT ADVISERS

NEW CITY INVESTMENT MANAGERS
5th Floor, 33 Chester Street
London SW1X 7BL

Tel: 0207 201 6900

Website: www.ncim.co.uk

NCIM INVESTMENT TEAM

John Wong Will Smith
Ian Francis Rob Crayfourd

CONTACT:

Adam Cooke Tel:0207 201 5368

Nigel Carter Tel:0207 201 5417

COMPANY

GOLDEN PROSPECT PRECIOUS METALS LIMITED

11 New Street
St. Peter Port
Guernsey, GY1 2PF
Channel Islands

Contact: Patrick Farncombe
Tel: 01481 726034
Email: Patrick.farncombe@legisgroup.com

ADVISER INFORMATION

John Wong is responsible for managing the company's portfolio and is supported by the New City team.

CAPITAL HISTORY

The Fund was established on 16 October 2006 and has 57,000,000 Ordinary Shares in issue and 28,449,994 Subscription Shares. The Subscription Shares carry the right to subscribe for Ordinary Shares at 130p on 31 May 2012 and then quarterly until 30 November 2014.

IMPORTANT INFORMATION

In common with most investment companies, Golden Prospect Precious Metals Limited may borrow to finance further investment (gearing). The use of gearing is likely to lead to volatility in the Net Asset Value (NAV) meaning that a relatively small movement, down or up, in the value of the Company's assets will result in a magnified movement, in the same direction, of that NAV.

Some of the assets selected for the underlying portfolio may be liable to diminish in capital value over time. The value of shares and the income from them can go down as well as up and you may get back less than the amount invested. Past performance is not a guide to the future. Exposure to a single country market increases potential volatility. There is no guarantee that the market price of shares in the Company will fully reflect their underlying Net Asset Value. As with all stock exchange investments, the value of an investment company's shares purchased will immediately fall by the difference between the buying and selling prices, the bid-offer spread.

An investment company should be considered only as part of a balanced portfolio. Under no circumstances should this information be considered as an offer or solicitation to deal in investments. New City Investment Managers is a trading name for CQS Asset Management Limited who are authorised and regulated by the Financial Services Authority. Company registered office: New City Investment Managers, 33 Chester Street, London SW1X 7BL.