



Custom Portfolio Solutions –
Global Growth Fund

Annual Financial Report

30 June 2024

Responsible Entity

Betashares Capital Ltd
(ABN 78 139 566 868)

Level 11, 50 Margaret, Sydney, NSW 2000

betashares.com.au



Custom Portfolio Solutions – Global Growth Fund

ARSN 608 053 050

Annual Financial Report - 30 June 2024

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Directors' report

The directors of Betashares Capital Ltd, the Responsible Entity of Custom Portfolio Solutions – Global Growth Fund (the "Fund"), present their report together with the financial statements of the Fund for the year ended 30 June 2024 and the auditor's report thereon.

Responsible Entity

The Responsible Entity of Custom Portfolio Solutions – Global Growth Fund is Betashares Capital Ltd (ABN 78 139 566 868). The Responsible Entity's registered office and principal place of business is Level 46, 180 George Street, Sydney, NSW 2000.

Principal activities

The principal activity of the Fund is to invest in accordance with the investment objective and guidelines as set out in the Fund's current Product Disclosure Statement and its Constitution.

The Fund is a registered managed investment fund domiciled in Australia.

The Fund did not have any employees during the financial year.

There were no significant changes in the nature of the Fund's activities during the financial year.

Directors

The following persons held office as directors of Betashares Capital Ltd during the year or since the end of the year and up to the date of this report:

Alex Vynokur (appointed 21 September 2009)
Mr Jason Gellert (appointed 5 March 2021)
Mr Edward Sippel (appointed 5 March 2021)

Review and results of operations

During the year, the Fund continued to invest in accordance with target asset allocations as set out in the governing documents of the Fund and in accordance with the provisions of the Fund's Constitution.

The results of operation of the Fund is disclosed in the statement of comprehensive income. The income distributions payable by the Fund are disclosed in the statement of financial position. The income distributions paid and payable by the Fund are disclosed in Note 4 to the financial statements.

Significant changes in state of affairs

In the opinion of the directors, there were no other significant changes in the state of affairs of the Fund that occurred during the financial year.

Directors' report (continued)

Matters subsequent to the end of the financial period

The Responsible Entity of the Funds is Betashares Capital Ltd (ABN 78 139 566 868). The Responsible Entity of the Funds has changed the registered office and principal place of business from Level 11, 50 Margaret Street, Sydney, NSW 2000 to Level 46, 180 George Street, Sydney, NSW 2000, effective 1st September 2024.

The address change does not affect the Funds' financial position or results of operations. All future correspondence and filings should be directed to the new address.

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 results of the Fund's operations will be affected by a number of factors, including the performance of investment markets in which the Fund invests. Investment performance is not guaranteed and future returns may differ from past returns. As investment conditions change over time, past returns should not be used to predict future returns.

Further information on likely developments in the operation of the Fund and the expected results of those operations have not been included in this report because the Responsible Entity believes it would be likely to result in unreasonable prejudice to the Fund.

Indemnification and insurance of officers and auditors

No insurance premiums are paid for out of the assets of the Fund in regard to insurance cover provided to either the Responsible Entity, its officers or the auditor of the Fund. As long as the officers of the Responsible Entity act in accordance with the Fund's Constitution and the Law, the 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 to and interests held in the Fund by the Responsible Entity or its associates

Fees paid to the Responsible Entity and its associates out of Fund property during the year are disclosed in Note 12 of the financial statements.

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

No interests in the Fund were held by the Responsible Entity or its associates as at the end of the financial year.

Interests in the Fund

The movement in units on issue in the Fund during the year is disclosed in Note 3 of the financial statements.

The value of the Fund's assets and liabilities is disclosed in the statement of financial position and derived using the basis set out in Note 2 of the financial statements.

Environmental regulation

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

Directors' report (continued)

Rounding of amounts to the nearest thousand dollars

The Fund is an entity of the kind referred to in *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191* and in accordance with that instrument, amounts in the financial report and directors' report have been rounded off to the nearest thousand dollars, unless otherwise stated.

Compensation (ASIC Regulatory Guide 94 Unit pricing: Guide to good practice)

The Responsible Entity may apply a \$20 minimum to compensation amounts in respect of any unit pricing errors for exited investors.

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 5.

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



Alex Vynokur
Director

Sydney
19 September 2024



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

To the Directors of Betashares Capital Limited, the Responsible Entity for the
Custom Portfolio Solutions – Global Growth Fund

I declare that, to the best of my knowledge and belief, in relation to the audit of Fund 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

Custom Portfolio Solutions – Global Growth Fund
Statement of comprehensive income
For the year ended 30 June 2024

Statement of comprehensive income

	Year ended	
	30 June	30 June
	2024	2023
	\$'000	\$'000
Investment income		
Interest income	68	83
Other income	-	53
Net gains/(losses) on financial instruments at fair value through profit or loss	42,509	78,871
Net foreign exchange gains/(losses)	(315)	2,002
Total net investment income/(loss)	42,262	81,009
Expenses		
Management fees	1,285	1,635
Other operating expenses	-	15
Total operating expenses	1,285	1,650
Profit/(loss) for the year	40,977	79,359
Other comprehensive income for the year	-	-
Total comprehensive income/(loss) for the year	40,977	79,359

The above statement of comprehensive income should be read in conjunction with the accompanying notes.

Custom Portfolio Solutions – Global Growth Fund
Statement of financial position
As at 30 June 2024

Statement of financial position

		As at	
		30 June	30 June
		2024	2023
	Notes	\$'000	\$'000
Assets			
Cash and cash equivalents		2,171	1,406
Financial assets at fair value through profit or loss	5	260,115	266,936
Other receivables	6	215	290
Total assets		262,501	268,632
Liabilities			
Distribution payable	4	-	15,961
Redemptions payable		1,775	821
Financial liabilities at fair value through profit or loss	5	-	5
Other payables	7	138	201
Total liabilities (excluding net assets attributable to unitholders)		1,913	16,988
Net assets attributable to unitholders - equity	3	260,588	251,644

The above statement of financial position should be read in conjunction with the accompanying notes.

Custom Portfolio Solutions – Global Growth Fund
Statement of changes in equity
For the year ended 30 June 2024

Statement of changes in equity

		Year ended	
		30 June	30 June
		2024	2023
	Notes	\$'000	\$'000
Total equity at the beginning of the financial year	3	251,644	330,363
Comprehensive income for the year			
Profit/(loss) for the year		40,977	79,359
Other comprehensive income		-	-
Total comprehensive income/(loss) for the year		292,621	409,722
Transactions with unitholders			
Creations	3	184,184	61,476
Redemptions	3	(216,217)	(203,593)
Distributions to unitholders	3,4	-	(15,961)
Total transactions with unitholders		(32,033)	(158,078)
Total equity at the end of the year	3	260,588	251,644

The above statement of changes in equity should be read in conjunction with the accompanying notes.

Custom Portfolio Solutions – Global Growth Fund
Statement of cash flows
For the year ended 30 June 2024

Statement of cash flows

		Year ended	
		30 June	30 June
		2024	2023
	Notes	\$'000	\$'000
Cash flows from operating activities			
Proceeds from sale of financial instruments at fair value through profit or loss		78,465	252,603
Payments for purchase of financial instruments at fair value through profit or loss		(29,455)	(44,383)
Interest income received		75	74
Other income received		-	60
Management fees paid		(1,345)	(1,606)
Net cash inflow/(outflow) from operating activities	8	47,740	206,748
Cash flows from financing activities			
Proceeds from creations by unitholders		184,249	61,347
Payments for redemptions by unitholders		(215,263)	(203,916)
Distributions paid		(15,961)	(65,351)
Net cash inflow/(outflow) from financing activities		(46,975)	(207,920)
Net increase/(decrease) in cash and cash equivalents		765	(1,172)
Cash and cash equivalents at the beginning of the financial year		1,406	2,578
Cash and cash equivalents at the end of the year		2,171	1,406

The above statement of cash flows should be read in conjunction with the accompanying notes.

Contents of the notes to the financial statements

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1 General information

These financial statements cover Custom Portfolio Solutions - Global Growth Fund (the "Fund") as an individual entity. The Fund was registered on 11 September 2015 and commenced operations on 12 May 2016. The Responsible Entity cannot issue or redeem any units from the 80th anniversary of the day before the day the Fund commenced, if that issue or redemption would cause a contravention of the rule against perpetuities or any other rule of law or equity. The Fund may be terminated in accordance with the provisions of the Fund's Constitution. The Fund is domiciled in Australia.

The Responsible Entity of the Fund is Betashares Capital Ltd (the "Responsible Entity"). The Responsible Entity's registered office is Level 46, 180 George Street, Sydney, NSW 2000.

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

2 Summary of significant 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 years presented unless otherwise stated.

(a) Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards issued by the Australian Accounting Standards Board ("AASB") and the *Corporations Act 2001* in Australia. The Custom Portfolio Solutions - Global Growth Fund is a for-profit unit trust for the purpose of preparing the financial statements.

The Fund operated solely in one segment which is the business of investment management within 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 at fair value through profit or loss and net assets attributable to unitholders.

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

Compliance with International Financial Reporting Standards

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

New accounting standards and interpretations not yet adopted.

AASB 18 Presentation and Disclosure in Financial Statements

AASB 18 was issued in June 2024 and replaces AASB 101 Presentation of Financial Statements. The new standard introduces new requirements for the Statements of comprehensive income, including:

- new categories for the classification of income and expenses into operating, investing and financing categories, and
- presentation of subtotals for "operating profit" and "profit before financing and income taxes".

Additional disclosure requirements are introduced for management-defined performance measures and new principles for aggregation and disaggregation of information in the notes and the primary financial statements and the presentation of interest and dividends in the statement of cash flows. The new standard is effective for annual periods beginning on or after 1 January 2027 and will first apply to the Fund for the financial year ending 30 June 2028.

This new standard is not expected to have an impact on the recognition and measurement of assets, liabilities, income and expenses, however there will likely be changes in how the Statements of comprehensive income and Statements of Financial Position line items are presented as well as some additional disclosures in the notes to the financial statements. The Fund are in the process of assessing the impact of the new standard.

2 Summary of significant accounting policies (continued)

(a) Basis of preparation (continued)

Use of estimates and judgements

Management makes estimates and assumptions that affect the reported amounts in the financial statements. These estimates and assumptions are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

For the majority of the Fund's financial instruments being unlisted unit trusts, unit prices are readily available from investment managers. However, certain financial instruments are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and regularly reviewed by experienced personnel of the Responsible Entity, independent of the area that created them.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

For certain other financial instruments, including amounts due from/to brokers and payables, the carrying amounts approximate fair value due to the short-term nature of these financial instruments.

Investment entity exception

The Fund meets the definition of an investment entity and therefore applies the investment entity amendments to AASB 10 *Consolidated Financial Statements* ("AASB 10"), AASB 12 *Disclosure of Interest in Other Entities* and AASB 127 *Separate Financial Statement*. AASB 10 is applicable to all investees; among other things, it requires the consolidation of an investee if the Fund controls the investee on the basis of de facto circumstances. An exception however exists where an entity meets the definition of an investment entity.

The Fund meets the definition of investment entity due to the following factors:

- (a) the Fund obtains funds from one or more unitholders for the purpose of providing the unitholders with investment management services;
- (b) the Fund commits to its unitholders that its business purpose is to invest funds solely for returns from capital appreciation, investment income, or both; and
- (c) the Fund measures and evaluates the performance of substantially all of its investments on a fair value basis.

In making the above assessments, the Fund has multiple investments and multiple investors. Its investors are generally unrelated parties of the Fund. Unitholders invest for returns from capital appreciation, investment income, or both. Directors of the Responsible Entity have concluded that the Fund meets the definition of investment entity.

Assessment of the Fund's investments as structured entities

The Fund has assessed whether the securities in which they invest are structured entities. The Fund has considered the voting rights and other similar rights afforded to investors in any managed investment funds in which they invest, including the rights to remove the fund manager or redeem holdings. The Fund has assessed whether these rights are the dominant factor in controlling the relevant funds, or whether the contractual agreement with the fund manager is the dominant factor in controlling such funds. The Fund has concluded that any managed investment funds in which it invests are not structured entities.

2 Summary of significant accounting policies (continued)

(b) Financial instruments

(i) Classification

The Fund classifies its investments based on its business model for managing those financial assets and its contractual cash flow characteristics. The Fund's portfolio of financial assets is managed and its performance is evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund evaluates the information about its investments on a fair value basis together with other related financial information.

Equity securities, unlisted unit trusts and derivatives are measured at fair value through profit or loss.

(ii) Recognition/derecognition

The Fund recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognised when the right to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

(iii) Measurement

At initial recognition, the Fund measures a financial asset at its fair value. Transaction costs are expensed in the statements of comprehensive income as incurred.

Subsequent to initial recognition, investment are measured at fair value. Gains and losses arising from changes in the fair value measurement are presented in the statements of comprehensive income within net gains/(losses) on financial instruments at fair value through profit or loss during the financial year.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

For further details on how the fair value of the financial instruments is determined are disclosed in Note 10.

(iv) Offsetting financial instruments

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.

(c) Net assets attributable to unitholders

The Fund considers its net assets attributable to unitholders as equity as the Fund had made an irrevocable choice to be an Attribution Managed Investment Trust ("AMIT"). Units are normally redeemable by unitholders at the unitholders' option. The units can be put back to the Fund at any time (subject to the *Corporations Act 2001* and the Fund's Constitution) for cash based on the redemption price. The fair value of redeemable units is measured at the redemption amount that is payable (based on the redemption unit price) at the end of the reporting year if unitholders exercised their right to redeem units in the Fund. The net assets attributable to unitholders of the Fund met the criteria set out under *AASB 132 Financial Instruments: Presentation* and are classified as equity since inception.

Income not distributed is included in net assets attributable to unitholders. Where the Fund's units are classified as liabilities, movements in net assets attributable to unitholders are recognised in the statement of comprehensive income as finance costs.

2 Summary of significant accounting policies (continued)

(d) Cash and cash equivalents

For the purpose of presentation in the statements of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less from the date of acquisition that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. The carrying amount of cash approximates fair value.

Payments and receipts relating to the purchase and sale of investment securities are classified as cash flows from operating activities, as movements in the fair value of these securities represent the Fund's main income generating activity.

(e) Investment income

Interest income earned on cash balances is recognised on an accrual basis in the statements of comprehensive income using the nominated interest rates available on the bank accounts held. Interest income earned from financial assets at amortised cost is recognised using the effective interest method and includes interest from cash and cash equivalents. Interest from financial assets at fair value through profit or loss is determined based on the contractual coupon interest rate and includes interest from debt securities. Other changes in fair value for such instruments are recorded in accordance with the accounting policies described in Note 2(b).

Dividend and distribution income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income within dividend income and distribution income when the Fund's right to receive payments is established.

Trust distribution income is recognised on an entitlements basis and stated net of foreign withholding tax.

(f) Expenses

All expenses are recognised in the statement of comprehensive income on an accruals basis.

(g) Income tax

The Fund is not subject to income tax as all taxable income and other relevant amounts are attributed to unitholders in each financial year under the AMIT tax regime. Such amounts form part of unitholders' assessable incomes for the relevant financial year. The benefits of imputation credits and foreign tax paid are passed onto unitholders.

(h) Distributions

Distributions are payable, either by cash or reinvestment, as set out in the Fund's product disclosure statement and/or Fund's Constitution.

The distributions are recognised in the statement of changes in equity as transactions with unitholders.

2 Summary of significant accounting policies (continued)

(i) Foreign currency translation

(i) *Functional presentation currency*

Items included in the Fund's financial statements are measured using the currency of the primary economic environment in which it operates (the "functional currency"). This is the Australian dollar, which reflects the currency of the economy in which the Fund competes for funds and are regulated. The Australian dollar is also the Fund's presentation currency.

(ii) *Transactions and balances*

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 translations at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of comprehensive income.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when fair value was determined. Translation differences on assets and liabilities carried at fair value are reported in the statement of comprehensive income on a net basis within net gains/(losses) on financial instruments held at fair value through profit or loss.

(j) Due from/to brokers

Amounts due from/to brokers (if applicable) represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet delivered by the end of the year. Trades are recorded on trade date, and for equities normally settled within two business days. These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on amounts due from broker at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance.

(k) Other receivables

Other receivables may include amounts for dividends, interest and trust distributions. Dividends and trust distributions are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment in accordance with the policy set out in Note 2(e) above. The Fund's receivables are measured at amortised cost under AASB 9 *Financial Instruments* and the impact of any expected credit losses (ECL) is not significant as amounts are generally received within 30 days of being recorded as receivables. The carrying amount of receivables approximates fair value.

(l) Other payables

Other payables include liabilities and accrued expenses owing by the Fund which are unpaid as at the end of the reporting year.

The distribution amount payable to unitholders as at the end of each financial year is recognised separately in the statement of financial position when unitholders are presently entitled to the distributable income.

(m) Creations and redemptions

Creations are application received for units in the Fund are recorded net of any entry fees payable (if applicable) prior to the issue of units in the Fund. Redemptions from the Fund are recorded gross of any exit fees payable (if applicable) after the cancellation of units redeemed.

2 Summary of significant accounting policies (continued)

(n) Goods and Services Tax (GST)

The GST incurred on the costs of various services provided to the Fund by third parties such as custodial services and investment management fees have been passed onto the Fund. The Fund qualify for Reduced Input Tax Credits (RITC) at a rate of 55% to 85%; hence investment management fees, custodial fees and other expenses have been recognised in the statements of comprehensive income net of the amount of GST recoverable from the Australian Taxation Office (ATO). Accounts payable are inclusive of GST. The net amount of GST recoverable from the ATO as a reduced input tax credit (RITC) is included in the payables in the statement of financial position. This change does not have a significant impact on prior years and no restatement was made to the comparative period.

(o) Rounding of amounts

The Fund is an entity of the kind referred to in *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191*, relating to the "rounding off" of amounts in the financial statements. Amounts in the financial statements have been rounded off to the nearest thousand dollars, unless otherwise stated.

3 Net assets attributable to unitholders

Units are normally redeemable by unitholders being Authorised Participants at the unitholders' option, however, creations and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unitholders. The units can be put back to the Fund at any time for cash based on the redemption price, which is equal to a proportionate share of the Fund's net asset value attributable to the unitholders.

Under AASB 132 *Financial Instruments: Presentation*, puttable financial instruments meet the definition of a financial liability to be classified as equity where certain strict criteria are met. The Fund shall classify a financial instrument as an equity instrument from the date when the instrument has all the features and meets the conditions.

Movements in the number of units and net assets attributable to unitholders during the year were as follows:

	As at			
	30 June 2024	30 June 2023	30 June 2024	30 June 2023
	No. of units '000	No. of units '000	\$'000	\$'000
Net assets attributable to unitholders				
Opening balance	318,290	508,705	251,644	330,363
Creations	233,790	82,634	184,184	61,476
Redemptions	(265,581)	(273,049)	(216,217)	(203,593)
Distributions to unitholders	-	-	-	(15,961)
Profit/(loss) for the year	-	-	40,977	79,359
Closing balance	286,499	318,290	260,588	251,644

Capital risk management

The Fund considers its net assets attributable to unitholders as equity. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Fund is subject to daily creations and redemptions at the discretion of eligible unitholders.

Under the terms of the Fund's Constitution, the Responsible Entity has the discretion to reject an application for units and to defer or adjust a redemption of units if the exercise of such discretion is in the best interests of unitholders.

4 Distributions to unitholders

Distributions are payable as set out in the Fund's Product Disclosure Statement and/or Fund's Constitution. Such distributions are recognised as payable when they are determined by the Responsible Entity.

The distributions for the year were as follows:

	30 June	Year ended	30 June	30 June
	2024	2024	2023	2023
	\$'000	CPU	\$'000	CPU
Distribution payable - June	-	-	15,961	5.01
	-		15,961	

The distribution information shown above refers to distributions paid by the relevant Fund for the period. Under the AMIT tax rules, a Fund may distribute cash that is different to the taxable income attributed by the Fund to unitholders. The Fund are annual distribution fund.

5 Financial assets and liabilities at fair value through profit or loss

The Fund measures and recognises the following assets and liabilities at fair value on a recurring basis:

	As at	As at
	30 June	30 June
	2024	2023
	\$'000	\$'000
Financial assets at fair value through profit or loss		
Unlisted unit trusts	260,115	266,936
Total financial assets at fair value through profit or loss	260,115	266,936
Financial liabilities at fair value through profit or loss		
Foreign currency contracts	-	5
Total financial liabilities at fair value through profit or loss	-	5

An overview of the fair value measurements relating to financial instruments at fair value through profit or loss is included in Note 10 to the financial statements.

6 Other receivables

	As at	As at
	30 June	30 June
	2024	2023
	\$'000	\$'000
Accrued interest income	3	10
Application receivable	64	129
Management fee receivable	105	108
GST receivable	43	43
Total other receivables	215	290

7 Other payables

	As at	
	30 June	30 June
	2024	2023
	\$'000	\$'000
Management fees payable	138	201
Total other payables	138	201

8 Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities

	Year ended	
	30 June	30 June
	2024	2023
	\$'000	\$'000
Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities		
Profit/(loss) for the year	40,977	79,359
Proceeds from sale of financial instruments at fair value through profit or loss	78,465	252,603
Payments for purchase of financial instruments at fair value through profit or loss	(29,455)	(44,383)
Net (gains)/losses on financial instruments at fair value through profit or loss	(42,509)	(78,871)
Net change in receivables and other assets	10	117
Net foreign exchange (gains)/losses	315	(2,002)
Net change in payables and other liabilities	(63)	(75)
Net cash inflow/(outflow) from operating activities	47,740	206,748

9 Financial risk management

The Fund is a managed investment scheme (MIS) that primarily invests indirectly, via pooled funds, in a portfolio of securities listed on international stock exchanges, as well derivative instruments and cash and cash equivalents.

The Fund's activities expose it to a variety of financial risks: market risk (including price risk, foreign exchange risk and interest rate risk), counterparty/credit risk and liquidity risk. The Fund uses different methods to measure different types of risk to which it is exposed. Methods include sensitivity analysis in the case of price risk and foreign exchange risk.

The Fund's overall risk management program focuses on ensuring compliance with the Fund's Product Disclosure Statement (PDS). Financial risk management is carried out by an investment managers under policies approved by the Board of Directors of the Responsible Entity (the Board).

The Board of Directors of the Responsible Entity has overall responsibility for the establishment and oversight of the Fund's risk management framework. The Fund's overall risk management program focuses on ensuring compliance with the Fund's PDS and Investment Guidelines.

Compliance with the Fund's PDS, Constitution and Investment Guidelines is reported to the Board on a regular basis.

9 Financial risk management (continued)

(a) Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity market prices will affect the Fund's income or the carrying value of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return on risk.

Included in the following analysis are tables that summarise the sensitivity of the profit and net assets attributable to unitholders to changes in market prices (e.g. equity prices, foreign exchange rates and interest rates). The analysis is based on reasonably possible movements in the specified risk variable with other variables held constant. Actual movements in the risk variables in any period may be greater or less than indicated. The market price risk information is intended to be a relative estimate of risk rather than a precise and accurate number. It represents a hypothetical outcome and is not intended to be predictive. The analysis is based on historical data and cannot take account of the fact that future market price movements (e.g. in times on market stress) may bear no relation to historical patterns.

(i) Price risk

The Fund is exposed to equity securities and derivative securities price risk. This arises from investments held by the Fund for which prices in the future are uncertain. Where non monetary financial instruments are denominated in currencies other than the Australian dollar, the price in the future will also fluctuate because of changes in foreign exchange rates which is considered a component of price risk. Investments are classified in the Statement of financial position as at fair value through profit or loss. All securities investments present a risk of loss of capital.

Sensitivity analysis - price risk

An increase of 10% at the reporting date of the underlying investments' prices of the Fund would have increased profit from operating activities by \$26,011,543 (2023: \$26,693,645). A decrease of 10% would have an equal but opposite effect on the profit, on the basis that all other variables remain constant.

(ii) Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Interest rate risk is not considered to be significant to the Fund other than its cash holdings.

(iii) Foreign exchange risk

The Fund holds monetary and non-monetary assets denominated in currencies other than the Australian dollar. The foreign exchange risk relating to non-monetary assets and liabilities is a component of price risk not foreign exchange risk. Foreign exchange risk arises as the value of these financial assets denominated in other currencies will fluctuate due to changes in exchange rates.

The table below summarises the Fund's assets and liabilities, monetary and non-monetary, that are denominated in a currency other than the Australian dollars (calculated after the affect of associated foreign currency derivatives).

9 Financial risk management (continued)

(a) Market risk (continued)

(iii) Foreign exchange risk (continued)

The table below shows the Fund's significant currency exposures:

30 June 2024	USD	Total
Assets	\$'000	\$'000
Cash and cash equivalents	1	1
Financial assets at fair value through profit or loss	260,115	260,115
Total	260,116	260,116
Increase/(decrease) in foreign currency exposure	-	-
Net foreign currency exposure	260,116	260,116
30 June 2023	USD	Total
Assets	\$'000	\$'000
Cash and cash equivalents	602	602
Financial assets at fair value through profit or loss	266,936	266,936
Total	266,538	266,538
Liabilities		
Financial liabilities at fair value through profit or loss	5	5
Total	5	5
Increase/(decrease) in foreign currency exposure	-	-
Net foreign currency exposure	266,538	266,538

Sensitivity analysis

The table below summarises the sensitivities of the Fund's monetary assets and liabilities to foreign exchange risk:

	30 June 2024 \$'000	30 June 2023 \$'000
Impact on profit/(loss) from operating activities and net assets attributable to unitholders		
10% AUD appreciation against foreign currency (2023: 10%)	-	60

10% AUD depreciation against foreign currency would have an equal, but opposite effect to the amounts shown in the table above.

(b) Credit risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund.

(i) Derivative financial instruments

Derivatives, such as forward contracts, may be used in the Fund to gain or reduce exposure to assets and markets more efficiently or to manage risk (such as currency hedging). The Responsible Entity does not otherwise intend to use derivatives or any other instrument to gain additional exposure to the equity market.

(ii) Settlement of securities transactions

All transactions in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered low, as delivery of securities sold is only made once the broker has received payment. Payment is made once the securities have been received by the broker. The trade will fail if either party fails to meet its obligations.

9 Financial risk management (continued)

(b) Credit risk (continued)

(iii) Cash and cash equivalents

The exposure to credit risk for cash and cash equivalents is considered low as all counterparties have a rating of A or higher (as determined by Standard & Poor's or equivalent rating agency).

The custody of the Fund's assets is mainly concentrated with one counterparty, namely Citigroup Pty Ltd. Citigroup Pty Limited is a subsidiary of a company listed on a major securities exchange, and at 30 June 2024 had a credit rating of A by Standard & Poor's (S&P) (30 June 2023: "A" by S&P). At 30 June 2024, substantially all cash and cash equivalents, balances due from brokers and investments are held in custody by Citigroup Pty Ltd.

In accordance with the Fund's policy, the Responsible Entity monitors the Fund's credit position on a regular basis.

(iv) Other

The Fund is not significantly exposed to credit risk on other financial assets.

(c) Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations associated with financial liabilities.

The Fund is exposed to daily redemptions of redeemable units.

The Fund may, from time to time, invest in derivative contracts traded over the counter, which are not traded in an organised market and may be illiquid. As a result, the Fund may not be able to quickly liquidate its investments in these instruments at an amount close to their fair value to meet its liquidity requirements or to respond to specific events such as deterioration in the creditworthiness of any particular issuer or counterparty.

The table below analyses the Fund's non-derivative and derivative financial liabilities into relevant maturity groupings based on the remaining period at the end of the reporting period to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

	On demand \$'000	Less than 6 months \$'000	Greater than 6 months \$'000	Total \$'000
30 June 2024				
Redemptions payable	-	1,775	-	1,775
Other payables	-	138	-	138
Contractual cash flows (excluding net settled derivatives)	-	1,913	-	1,913
	On demand \$'000	Less than 6 months \$'000	Greater than 6 months \$'000	Total \$'000
30 June 2023				
Distributions payable	-	15,961	-	15,961
Redemptions payable	-	821	-	821
Financial liabilities at fair value through profit or loss	-	5	-	5
Other payables	-	201	-	201
Contractual cash flows (excluding net settled derivatives)	-	16,988	-	16,988

10 Fair value measurements

AASB 13 *Fair Value Measurement* requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly (Level 2); and
- Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs) (Level 3).

Fair value estimation

The carrying amounts of the Fund's assets and liabilities at the end of each reporting period approximate their fair values.

Financial assets and liabilities held at fair value through profit or loss are measured initially at fair value excluding any 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 held 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.

(i) Fair value in an active market (Level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The Fund values its investments in accordance with the accounting policies set out in Note 2. For the majority of its investments, the Fund relies on information provided by independent pricing services for the valuation of its investments.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

(ii) Fair value in an inactive or unquoted market (Level 2 and Level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of unit price reports from investment managers of the unlisted fund recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Fund for similar financial instruments.

10 Fair value measurements (continued)

Fair value estimation (continued)

(iii) Recognised fair value measurements

The table below set out the Fund's financial assets and liabilities (by class) at fair value according to the fair value hierarchy at 30 June 2024 and 30 June 2023.

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 30 June 2024				
Financial assets				
Financial assets at fair value through profit or loss:				
Unlisted unit trusts	-	260,115	-	260,115
Total	-	260,115	-	260,115
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 30 June 2023				
Financial assets				
Financial assets at fair value through profit or loss:				
Unlisted unit trusts	-	266,936	-	266,936
Total	-	266,936	-	266,936
Financial liabilities				
Financial assets at fair value through profit or loss:				
Foreign currency contracts	-	5	-	5
Total	-	5	-	5

(iv) Transfers between levels

There were no transfers between levels during the year ended 30 June 2024 and 30 June 2023.

(v) Movement in level 3 instruments

There were no investments classified as Level 3 within the Fund as at 30 June 2024 and 30 June 2023.

(vi) Fair value of financial instruments not carried at fair value

The carrying value of receivables and payables approximate their fair values.

The carrying value of the net assets attributable to unitholders differs from its fair value (deemed to be the redemption price for individual units) due to differences in valuation inputs. This difference is not material in the current year.

11 Auditor's remuneration

During the year the following fees were paid or payable for services provided by the auditor of the Fund. Audit fees were borne by Betashares Holdings Pty Ltd, the parent entity of the Responsible Entity.

	Year ended	
	30 June 2024	30 June 2023
	\$	\$
KPMG		
<i>Audit and other assurance service</i>		
Audit and review of financial reports	9,917	9,225
Audit of compliance plan	2,535	2,358
Total remuneration of audit and other assurance services	12,452	11,583

12 Related party transactions

Responsible Entity

The Responsible Entity of the Fund is Betashares Capital Ltd (ABN 78 139 566 868), which is a wholly owned subsidiary of Betashares Financial Group Pty Ltd.

Key management personnel

The Fund does not employ personnel in its own right. However, the Fund is required to have an incorporated Responsible Entity to manage the activities 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 year are:

(a) Directors

Mr Alex Vynokur (appointed 21 September 2009)
Mr Jason Gellert (appointed 5 March 2021)
Mr Edward Sippel (appointed 5 March 2021)

(b) Other key management personnel

There were no other persons with responsibility for planning, directing and controlling the activities of the Fund, directly or indirectly during the financial year.

Responsible Entity's fees and other transactions

The Responsible Entity's fees are calculated in accordance with the Fund's Constitution. The Responsible Entity fee is 0.36% p.a. (2023: 0.36%) (after taking account of GST and reduced input tax credits), which is calculated as a percentage of the net asset value of the Fund and is disclosed in the statement of comprehensive income.

	30 June 2024	30 June 2023
	\$	\$
Responsible Entity fees expensed during the year	928,043	1,179,279
Responsible Entity fees payable as at reporting date	71,562	78,222

Related party unitholdings

During the financial period, parties related to the Fund, including the Responsible Entity, its affiliates or other schemes managed by the Responsible Entity, held no units in the Fund during the financial year.

12 Related party transactions (continued)

Investment

The Fund did not hold any investments in other schemes managed by the Responsible Entity or its related parties.

13 Events occurring after the reporting period

The Responsible Entity of the Funds is Betashares Capital Ltd (ABN 78 139 566 868). The Responsible Entity of the Funds has changed the registered office and principal place of business from Level 11, 50 Margaret Street, Sydney, NSW 2000 to Level 46, 180 George Street, Sydney, NSW 2000, effective 1st September 2024.

The address change does not affect the Funds' financial position or results of operations. All future correspondence and filings should be directed to the new address.

No other significant events have occurred since the end of the reporting period which would impact on the financial position of the Fund disclosed in the statements of financial position as at 30 June 2024 or on the results and cash flows of the Fund for the period ended on that date.

14 Contingent assets and liabilities and commitments

There are no outstanding contingent assets, liabilities or commitments as at 30 June 2024 and 30 June 2023.

Directors' declaration

In the opinion of the directors of Betashares Capital Ltd, the Responsible Entity of Custom Portfolio Solutions – Global Growth Fund

- (a) the financial statements and notes set out on pages 6 to 25 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with 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 year ended on that date; and
- (b) there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable; and
- (c) Note 2(a) confirms that the financial statements comply with International Financial Reporting Standards and Interpretations issued by the International Accounting Standards Board.

Signed in accordance with a resolution of the directors.



Alex Vynokur
Director

Sydney
19 September 2024



Independent Auditor's Report

To the unitholders of Custom Portfolio Solutions – Global Growth Fund

Opinion

We have audited the **Financial Report** of the Custom Portfolio Solutions – Global Growth Fund (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 year then ended, in accordance with the *Corporations Act 2001*, in compliance with *Australian Accounting Standards* and the *Corporations Regulations 2001*.

The **Financial Report** comprises:

- Statements of financial position as at 30 June 2024
- Statement of comprehensive income, Statement of changes in equity, and Statement of cash flows for the year then ended
- Notes, including material accounting policies
- Directors' Declaration made by the Directors of Betashares Capital Limited (the Responsible Entity).

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 and the Responsible Entity 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 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: http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf This description forms part of our Auditor's Report.


KPMG


Nic Buchanan

Partner

Sydney

19 September 2024



Betashares Capital Ltd (ABN 78 139 566 868 AFSL 341181) is the issuer. Investors should read the relevant fund PDS and TMD (available at www.betashares.com.au) and consider whether the fund is appropriate for them. Past performance is not indicative of future returns. Investing involves risk.



Betashares Capital Limited (ABN 7 8 1 39 5 66 86 8, AFSL 3 41181) is the issuer of Betashares Invest, being the IDPS-like scheme available through the Betashares Direct platform. Before opening an account or making an investment decision, read the Product Disclosure Statement and the Target Market Determination for Betashares Invest, available at www.betashares.com.au/direct, by emailing Customer Support at support@betashares.com.au or by phone on 1 300 4 87 5 77, to consider whether the product is right for you. You should also consider the applicable disclosure document for any underlying investment available through Betashares Invest before making an investment decision. This information is general in nature and doesn't take in to account your financial objectives, situation or needs. You should consider its appropriateness taking in to account such factors and seek professional financial advice. Investing involves risk .