

ETF Cotton

Investment objective

ETF Cotton (COTN) is designed to enable investors to gain an exposure to a total return investment in cotton futures by tracking the DJ-UBS Cotton Sub-IndexSM (the "Sub-Index") plus a collateral return.

About the security

COTN is an exchange traded commodity ("ETC") structured as a secured, undated limited recourse debt security which can be created and redeemed on demand (by market makers). It trades on exchanges just like an equity and its pricing and tracking operate similarly to an Exchange Traded Fund.

The ETC is backed by matching Commodity Contracts (fully funded swaps) with Commodity Contract Counterparties whose payment obligations are backed by collateral which is marked to market daily to reflect the value of the Commodity Contracts. Collateral is held in pledge accounts at Bank of New York Mellon.

Key features

- Tracks a commodity index, not a portfolio of equities
- Simple to trade on a major stock exchange
- Settled and held in ordinary brokerage accounts
- Transparent tracking with clear pricing
- Backed by collateral held by a collateral manager
- Provides additional portfolio diversification
- Able to short, and margin eligible

About the index

The DJ-UBS Cotton Sub-IndexSM is based on the cotton component used in the DJ-UBS Commodity IndexSM. The Sub-Index is priced off NYBOT Cotton futures contracts. For additional futures contract details, please refer to the DJ-UBS Commodity IndexSM.

It reflects the return on fully collateralized futures positions. It is quoted in USD.

Information about the rolling of the futures contracts in the Sub-Index is set out in the prospectus.

Index performance*

DJ-UBS Cotton Total Return Historical Performance

Period considered: December 04 to December 10



* the index performance shown here is a Total Return Index. Back-tested historical performance exists back to 1991 however the Sub-Index shown was first published by DJ-UBS in April 2006. Please refer to the Historical Performance Disclaimer on the following page.

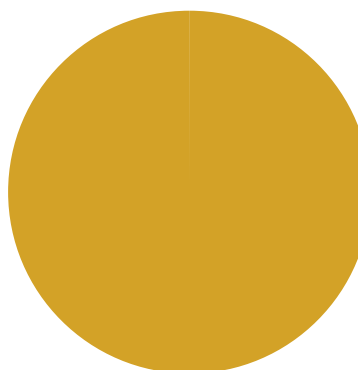
Trading data and listings

Primary listing	London Stock Exchange (LSE)
Trading	Normal Exchange hours
NAV	Daily NAV at www.etfsecurities.com
Base currency	USD (no hedge)
Minimum investment	1 security
Security codes	
Listing	London
Exchange code	COTN
Currency	USD
Bloomberg	COTN LN <Eq>
Reuters	COTN.L
ISIN	GB00B15KXT11
SEDOL	B15KXT1
Other listings	Frankfurter Wertpapierbörse (Xetra), NYSE-Euronext, Borsa Italiana

Security features

Index	DJ-UBS Cotton Sub-Index SM
Underlying exposure	Fully funded Swap with Commodity Contract Counterparties
Product manager	ETF Management Company (Jersey) Limited
Issuer	ETF Commodity Securities Ltd
Commodity Contract Counterparties	UBS AG and Bank of America Merrill Lynch (acting through Merrill Lynch Commodities Inc.)
Registrar	Computershare
Management fee	0.49% p.a.
Entry/Exit fees	None when traded on Exchange
Legal Form	Secured, undated, debt security
Open-ended	Yes
UCITS 3	Eligible investments
ISA/SIPP/CTF (UK)	Yes, eligible
Domicile	Jersey
Home regulator (prospectus)	Financial Services Authority (FSA UK)
EU Passport	Austria, Denmark, Finland, France, German Italy, Netherlands, Portugal, Spain, Sweden
UK Reporting Fund Status	Yes, with effect from 1 Jan 2009

Index Allocation



Cotton 100%

Symbols for additional information

<i>Underlying:</i>	<u>Excess Return Index</u>	<u>Total Return Index</u>
Bloomberg	DJUBSCT	DJUBCTTR
Reuters	.DJUBSCT	.DJUBCTTR
Comstock	DJUBSCT	DJUBCTTR
Thomson One	.DAGCT	.DACTT

Additional information on Bloomberg: DJGI <GO> and DJUB <GO>

Other listings for ETFS Cotton:

	<u>Deutsche Boerse</u>	<u>NYSE-Euronext</u>	<u>Borsa Italiana</u>
Exchange Code	OD7E	COTNP	COTN
Bloomberg	OD7E GY <Eq>	COTNP FP <Eq>	COTN IM <Eq>
Reuters	OD7E.DE	COTNP.PA	COTN.MI
ISIN	DE000A0KRJW6	GB00B15KXT11	GB00B15KXT11

For more information

About ETF Securities

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Other sources of information

www.londonstockexchange.com/etcs
www.deutsche-boerse.com/etcs
www.euronext.com/etcs
www.borsaitaliana.it/etf

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ETF Securities now offers more than 270 Exchange Traded Products (ETPs). The ETPs provide investors with a wide variety of investment strategies, with ETPs offering access to asset classes such as equities, currencies and commodities with physical, long, forward, leveraged and short exposure.

ETPs are simple to access as they are traded in five currencies (EUR, USD, GBP, JPY and AUD) and listed on nine major exchanges globally including the London Stock Exchange, the New York Stock Exchange, the Tokyo Stock Exchange, NYSE-Euronext Paris, NYSE-Euronext Amsterdam, Deutsche Börse, Borsa Italiana, the Australian Securities Exchange and the Irish Stock Exchange.

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