

ETFS WTI 1yr (OSW1)

Investment objective

ETFS WTI 1yr (OSW1) has been designed to enable investors to gain a total return exposure to movements in the price of WTI 1yr oil futures without needing to purchase or take delivery of oil or to trade in future contracts.

About the security

OSW1 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 fully funded swaps with Royal Dutch Shell Group companies who provide the oil exposure for OSW1.

Key features

- Tracks the commodity return, 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
- Exposure provided by Shell
- Provides additional portfolio diversification
- Able to short, and margin eligible

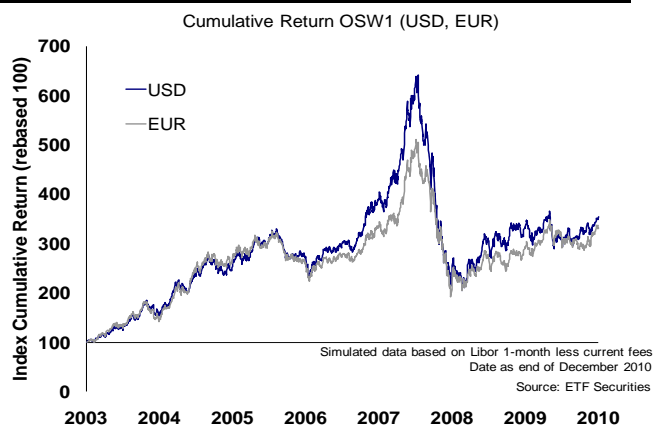
About the pricing

The price of OSW1 is based on a total return methodology. This comprises the excess return from rolling approximately 1/12th of the exposure from the first December NYMEX WTI contract to the second December WTI contract over two days each month, thereby giving an approximate maturity of one year. This rolling methodology provides an excess return which incorporates any gain or loss from backwardation or contango.

Interest is declared weekly and accrued daily to give a total return.

Details regarding the pricing calculations are available on www.etfsecurities.com/osl.

Simulated historical performance



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

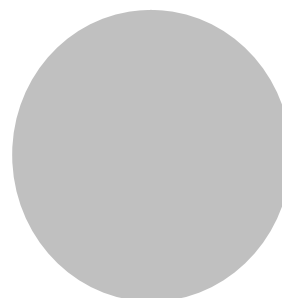
Security codes

Listing	Exchange code	Currency
- London	OSW1	USD
Data providers	Bloomberg	Reuters
- London	OSW1 LN <Eq>	OSW1.L
ISIN	JE00B1YPB605	
SEDOL	B1YPB60	

Security features

Underlying exposure	Energy futures swaps with Royal Dutch Shell Group companies
Product manager	ETFS Management Company (Jersey) Limited
Issuer	ETFS Oil Securities Ltd
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	Netherlands, Germany, France, Italy
UK Reporting Fund Status	Yes, with effect from 1 Jan 2009

Allocation of underlying contracts



WTI 1yr oil futures 100%



Additional information

Roll Methodology: ETFS WTI 1yr rolls approximately 1/12th of the exposure from the first December NYMEX WTI contract to the second December WTI contract over the first two business days each month, thereby giving an approximate maturity of one year. This rolling methodology provides an excess return which incorporates any gain or loss from backwardation or contango. The table below shows the "Near" and "Next" contracts to which the product is exposed to during the month, prior and post to the roll.

	Jan-11	Feb-11	Mar-11	Apr-11	May-11	Jun-11	Jul-11	Aug-11	Sep-11	Oct-11	Nov-11	Dec-11
Near	Dec-11	Dec-11	Dec-11	Dec-11	Dec-11	Dec-11	Dec-11	Dec-11	Dec-11	Dec-11	Dec-11	Dec-12
Next	Dec-12	Dec-12	Dec-12	Dec-12	Dec-12	Dec-12	Dec-12	Dec-12	Dec-12	Dec-12	Dec-12	Dec-13

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/etfs

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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.

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