

## ETFs Short CAD Long GBP (CAGB)

### Investment objective

ETFs Short CAD Long GBP (CAGB) is designed to track the MSFX<sup>SM</sup> Short Canadian Dollar/GBP Index (TR) which aims to reflect movements in exchange rates between the two currencies, and exposure to an interest rate differential.

### About the security

CAGB is a debt security which can be created or redeemed on demand (by authorised participants). It trades on Exchange just like an equity and its pricing and tracking operate similar to an Exchange Traded Fund.

### Collateralisation

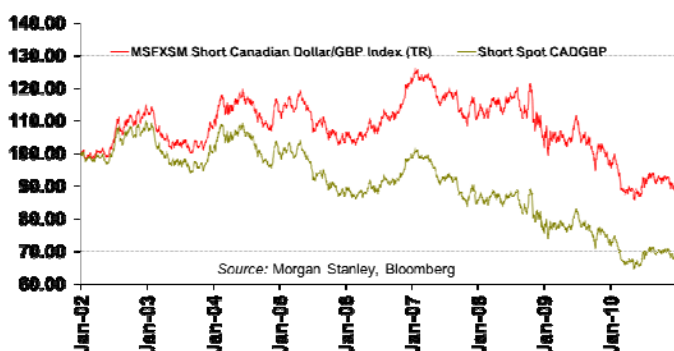
CAGB is backed by Currency Transactions entered into with a Currency Transaction Counterparty (CTC). Counterparty risk is minimised by way of daily mark to market payments, and cash is used to enter repo transactions with the CTC in exchange for eligible collateral. The eligible collateral is held by the collateral manager BNY Mellon in a custody account and valued daily.

### Key features

- Tracks an index priced off liquid forward contracts
- Provides exposure to foreign exchange movements
- Simple to trade on a major stock exchange
- Settled and held in ordinary brokerage accounts
- Transparent tracking with clear pricing
- Currency securities are collateralised with BNY Mellon as collateral manager
- Provides additional portfolio diversification
- Able to short, and margin eligible

### Index performance

#### MSFX<sup>SM</sup> Short Canadian Dollar/GBP Index (TR)



The index performance shown here is the back tested performance of the corresponding MSFX<sup>SM</sup> Total Return Index and not the performance of the security. Please refer to the Historical Performance Disclaimer on the following page.

### Trading data and listings

<b>Trading</b>	Normal Exchange hours
<b>NAV</b>	Daily NAV at <a href="http://www.etfsecurities.com">www.etfsecurities.com</a>
<b>Base currency</b>	GBP
<b>Minimum investment</b>	1 security
<b>Security codes</b>	
<b>Listing</b>	London Stock Exchange (LSE)
<b>Currency</b>	<b>GBP</b>
<b>Exchange code</b>	CAGB
<b>ISIN</b>	JE00B3XY7H57
<b>SEDOL</b>	B3XY7H5
<b>Bloomberg</b>	CAGB LN
<b>Reuters</b>	CAGB.L

### Security features

<b>Index</b>	MSFX <sup>SM</sup> Short Canadian Dollar/GBP Index (TR)
<b>Product manager</b>	ETFs Management Company (Jersey) Limited
<b>Issuer</b>	ETFs Foreign Exchange Ltd
<b>Currency Transaction Counterparty</b>	Morgan Stanley & Co. International plc
<b>Registrar</b>	Computershare
<b>Management fee</b>	0.39% p.a.
<b>Entry/Exit fees</b>	None when traded on Exchange
<b>Legal Form</b>	Secured, undated, debt security
<b>Open-ended</b>	Yes
<b>UCITS 3 Eligible</b>	Eligible investments
<b>ISA/SIPP/CTF (UK)</b>	Yes, eligible
<b>Domicile</b>	Jersey (Channel Islands)
<b>Home regulator (prospectus)</b>	Financial Services Authority (FSA UK)
<b>EU Passport</b>	Austria, Denmark, Finland, France, Germany, Italy, Netherlands, Portugal, Spain, Sweden

### About the index

MSFX<sup>SM</sup> Short Canadian Dollar/GBP Index (TR) is a total return index reflecting the performance of a fully collateralised position in currency forward contracts which are rolled on a daily basis. The index provides short exposure to (i) movements in exchange rates between the local currency (CAD) and GBP and (ii) an interest differential component - to the extent either are incorporated in forward contract prices. The Index also provides a Daily Collateral Yield.

The methodology which Morgan Stanley & Co Inc. uses in order to calculate the index is set out in the MSFX<sup>SM</sup> Indices Manual available at:

<http://www.morganstanley.com/institutional/research/msfx.html>

The historical data about the indices is available on the website as well as on Bloomberg: <ALLX> <MSCE> <GO>.



## **For more information**

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### *About ETF Securities*

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### *Other sources of information*

[www.londonstockexchange.com/etcs](http://www.londonstockexchange.com/etcs)

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