

ETFS Physical Silver

Investment objective

ETFS Physical Silver (PHAG) is designed to offer investors a simple, cost-efficient and secure way to access the silver market by providing a return equivalent to movements in the silver spot price less the relevant management fees.

About the security

PHAG is a Transferable security that can be created or redeemed on demand (by market-makers). It trades on the Exchange just like an equity and its pricing and tracking operate similar to an Exchange Traded Fund.

PHAG is backed by physical allocated metal held by the Custodian (HSBC Bank USA N.A.). All physical silver metal held with HSBC conform to the London Bullion Market Association's (LBMA) rules for Good Delivery.

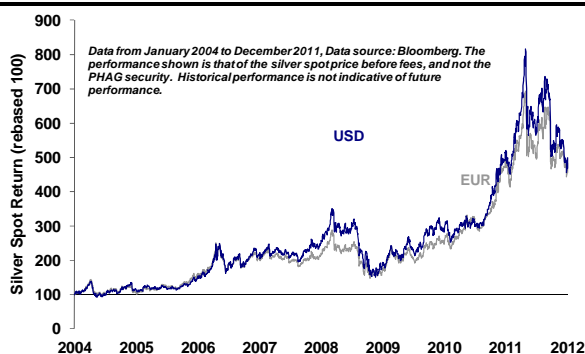
Key features

- Tracks the price of silver, 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 physical, allocated metal
- Provides additional portfolio diversification
- Able to short, and margin eligible

About the pricing

Each individual ETFS Physical Silver Security has an effective entitlement to silver, and that entitlement changes daily to reflect the accrual of the management fee. Authorised participants create and redeem ETFS Physical Silver securities by delivering or receiving silver that conforms to the LBMA good delivery standards. ETFS Physical Silver securities are traded on exchange with a price that is based on the spot price of silver multiplied by the applicable metal entitlement.

Simulated historical performance



Trading data and listings

Primary listing	London Stock Exchange (LSE)	
Trading	Normal Exchange hours	
NAV/Metal Entitlement	Daily NAV/Metal Entitlement at www.etfsecurities.com	
Base currency	USD (no hedge)	
Minimum investment	1 security	
Security & trading codes		
<i>Listing</i>	London	
<i>Currency</i>	USD	GBX
<i>Exchange code</i>	PHAG	PHSP
<i>ISIN</i>	JE00B1VS3333	JE00B1VS3333
<i>SEDOL</i>	B1VS333	B285ZK5
<i>Bloomberg</i>	PHAG LN <Eq>	PHSP LN <Eq>
<i>Reuters</i>	PHAG.L	PHSP.L
Other listings	Frankfurter Wertpapierbörse, NYSE-Euronext, Borsa Italiana, Tokyo Stock Exchange	

Security features

Underlying metal	Physical, allocated silver, to LBMA specifications
Custodian of metal	HSBC Bank USA N.A.
Product manager	ETFS Management Company (Jersey) Limited
Issuer	ETFS Metal Securities Ltd
Registrar	Computershare
Management fee	0.49% p.a.
Entry/Exit fees	None when traded on Exchange
Legal Form	Secured, undated, debt security
Shariah Compliant	Yes
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, Germany, Italy, Netherlands, Portugal, Spain, Sweden
UK Reporting Fund Status	Yes, with effect from 1 Jan 2009

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

Additional information

Other listings for ETFS Physical Silver:

	<u>Deutsche Borse</u>	<u>NYSE-Euronext</u>	<u>Borsa Italiana</u>	<u>TSE</u>
Exchange Code	VZLC	PHAG	PHAG	1673
Bloomberg	VZLC GR<Gq>	PHAG NA <Eq>	PHAG IM <Eq>	1673 JP
Reuters	VZLC.DE	PHAG.AS	PHAG.MI	1673.T
ISIN	DE000A0N62F2	JE00B1VS3333	JE00B1VS3333	JE00B1VS3333

To access the list of allocated metal bars held by the Custodian and a copy of the bar counts conducted by Inspectorate International Limited go to: www.etfsecurities.com/en/securities/etfs_physical_exposure.asp

About ETF Securities

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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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