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27 January 2012

The Directors

ETF Securities Ltd

Ordnance House,

31 Pier Road,

St Helier,

Jersey, JE4 8PW

Dear Sirs,

Count of Gold Bullion in respect of ETFS Physical Gold

ETF Securities Ltd (the "Client") has engaged Inspectorate International Limited ("Inspectorate") to conduct two inspections per year of the gold bullion stock held on behalf of ETFS Metal Securities Ltd at the vault of HSBC Bank USA N.A, London (the "Custodian").

It is with pleasure that we submit below our reports to the Client in accordance with the agreed procedures for record date as of 31 December 2011.

| | |
|-------------------------|---|
| Name of Account | Law Debenture Trust Plc as Trustee for ETFS Physical Gold |
| Material | London Good Delivery Gold Bars |
| Location | HSBC Bank USA N.A, London |
| Results | <p>As at the close of business on 31 December 2011, ETFS Physical Gold held title to 11,209 London Good Delivery Gold Bars said to be of purity of 99.50% minimum, up to and including 99.99%. As per the weight list records of the Custodian the fine weight troy ounces are said to be:</p> <p>London Good Delivery Gold Bars : 4,503,469.668</p> |
| Description of Activity | <p>Over the course of the inspection, we performed procedures including but not limited to:</p> <ul style="list-style-type: none">• Reconciled the gold inventory records of the Administrator to the records of the Custodian.• Agreed each individual gold bar in the gold count to the records of the Custodian as being held in the name of the above mentioned account. |

- Visually checked all bar numbers and brand purities of each gold bar against the records of the Custodian.
- Check-weighed a random sample of gold bars selected by Inspectorate approximately equal to 2.5 percent of the bar list. These weights were reconciled to the paperwork supplied by the Custodian and the Administrator.
- Reconciled the physical movement of bars which occurred during the inspection period between 31 December 2011 and 27 January 2012.

Anomalies No anomalies were identified in respect of the gold bars as at 31 December 2011.

The audit was carried out to the best of our knowledge and this report reflects our findings as at time and place for audit only.

For and on behalf of

INSPECTORATE INTERNATIONAL LIMITED

