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February 10, 2012

The Directors

ETF Securities Ltd

Ordnance House,

31 Pier Road,

St Helier,

Jersey, JE4 8PW

Dear Sirs,

Count of Silver Bullion in respect of ETFS Physical Silver

ETF Securities Ltd (the "Client") has engaged Inspectorate International Limited ("Inspectorate") to conduct two inspections per year of the Silver bullion stock held on behalf of ETFS Metal Securities Limited at the vaults 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 December 31, 2011.

Name of Account	Law Debenture Trust Plc as Trustee for ETFS Physical Silver.
Material	London Good Delivery Silver Bars
Location	HSBC Bank USA N.A., London
Results	As at the Close of business on December 31, 2011, ETFS Physical Silver held title to 29,642 London Good Delivery Silver Bars said to be of purity of 99.90% minimum, up to and including 99.99%. As per the weight list records of the Custodian the gross weight troy ounces are said to be: London Good Delivery Silver Bars : 28,688,454.600
Description of Activity	Over the course of the inspection, we performed procedures including but not limited to: <ul style="list-style-type: none">Reconciled the Silver inventory records of the Administrator to the records of the Custodian.

- Agreed each individual batch of silver bars to the records of the Custodian as being held in the name of the above mentioned account.
- Checked the bar number and brand purity of one bar per pallet against the records of the Custodian.
- Reconciled the physical movement of bars which occurred during the inspection period between December 31, 2011 and February 9, 2012.

Anomalies No anomalies were identified in respect of the silver bars as at December 31, 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

