

Source Physical Gold ETC (P-ETC)

Investment objective

The Source Physical Gold P-ETC aims to provide the performance of the spot gold price through certificates collateralised with gold bullion.

Security/structure

Each Gold P-ETC is a certificate which is secured by gold bullion¹ held in J.P. Morgan Chase Bank's London vaults. The issuer of the certificates, Source Physical Markets PLC (Source PMP), is an Irish-domiciled company administered by Deutsche Bank London.

The vast majority of the gold bullion collateral is held in **allocated gold bars**. Any residual value that cannot be split into standard gold bars will be put into unallocated gold. This is placed in a segregated account with J.P. Morgan Chase Bank acting as Custodian and Deutsche Bank as Trustee.

The investment return is achieved by holding gold bullion which is valued daily at the London PM fixing price. **Source P-ETCs are exchange traded certificates and not funds or exchange traded funds.**

About the Gold spot price

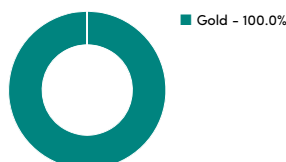
The majority of the global gold market trades Over the Counter (OTC) in London on a "loco London basis" – a quotation made by dealers based on US dollars per fine troy ounce of gold. The London bullion market has two fixings per day, and all purchases and sales are conducted on the basis of those fixing prices. The first fixing is at 10:30 a.m. London time (the London AM fix) and the second is at 3:00 p.m. London time (the London PM fix). These are fully transparent benchmarks and widely accepted as the basis for pricing gold transactions. For more information on gold pricing, please visit the London Bullion Market Association (LBMA) – (www.lbma.org.uk).

About Gold

Gold has historically been used as a store of value and is often perceived as a "safe-haven" asset in times of high inflation and volatility in the currency markets. Gold's primary practical use is in making jewellery with a large concentration of consumers in India, China and the Middle East. Other principal uses are in electronics due to its high thermal and electrical conductivity and in dentistry as a non-toxic and biologically inert metal.

LBMA Gold Price (PM) (Data as of 30 November 2017)

Benchmark composition



10 year performance



Risk/return profile

Year	Index performance	Volatility ²	Sharpe ratio ³
2017 YTD	11.72%	11.35%	-
2016	8.10%	16.73%	0.45
2015	-12.11%	14.58%	-0.84
2014	0.12%	13.20%	0.00

ETC performance metrics

Year	ETC performance	Tracking difference ⁴	Tracking error ⁵
2017 YTD	11.42%	-0.27%	0.00%
2016	7.79%	-0.29%	0.00%
2015	-12.36%	-0.29%	0.00%
2014	-0.17%	-0.29%	0.00%

Source: Bloomberg

Past performance is not a reliable indicator of future returns.

Trading information

Exchange listing: Borsa
Trading currency: EUR
ISIN: IE00B579F325
Bloomberg: SGLD IM
Reuters: SGLD.MI

Exchange listing: Euronext Amsterdam
Trading currency: EUR
ISIN: IE00B579F325
Bloomberg: SGLD NA
Reuters: SGLD.AS

Exchange listing: LSE
Trading currency: GBp
ISIN: IE00B579F325
Bloomberg: SGLP LN
Reuters: SGLP.L

Exchange listing: LSE
Trading currency: USD
ISIN: IE00B579F325
Bloomberg: SGLD LN
Reuters: SGLD.L

Exchange listing: SIX
Trading currency: USD
ISIN: IE00B579F325
Bloomberg: SGLD SW
Reuters: SGLD.S

Exchange listing: Xetra
Trading currency: EUR
ISIN: DE000A1MECS1
Bloomberg: 8PSG GR
Reuters: 8PSG.DE

Index information

Index: LBMA Gold Price (PM)
Currency: USD
Bloomberg: GOLDLNPM
Reuters: XAUFIXPM=

ETC information

Replication method: Physical
Assets owned: Gold bullion
Issuer: Source Physical Markets plc
Trustee: Deutsche Trustee Company Limited
Depository: J.P. Morgan Chase Bank N.A.
Portfolio administrator: Wells Fargo N.A.
Fund inception: 25 Jun 2009
Fixed fee: 0.29% p.a.
Legal form: Certificate
Maturity: 2100
Domicile: Ireland
UCITS: Eligible
ISA/SIPP: Eligible
UK reporting status: Yes
Registered countries: Austria, Belgium, Denmark, Finland, France, Germany, Ireland, Italy, Luxembourg, the Netherlands, Norway, Portugal, Spain, Sweden, Switzerland, United Kingdom

Available at powershareseff.com

Total Assets Outstanding
Certificate Value
Prospectus

¹ At the end of each business day a bar list is produced and posted for the allocated gold.

² Annualised volatility based on daily log returns

³ Sharpe ratio is adjusted for risk free rate, taken as the yield on 12 month US Treasuries

⁴ Annualised relative return vs the benchmark, calculated on a proportional basis, as (fund return+1)/(index return+1) - 1

⁵ Tracking error is calculated as the annualised volatility of daily excess returns against the index

About Source

Source is a specialist provider of Exchange Traded Products (ETPs) with a unique approach and deep roots in the trading community. Source's partners include: Bank of America Merrill Lynch, Goldman Sachs, J.P. Morgan, Morgan Stanley, Société Générale, UBS, Virtu Financial, Flow Traders, Commerzbank and Deutsche Bank AG, along with over 15 other market makers. Our unique approach to ETPs is delivering a superior investor experience and rapid asset growth.

Buying and selling Source ETFs

Source ETFs can be traded both on exchange and over the counter. The ETFs have multiple dealers and market makers, encouraging tight bid offer spreads and high liquidity. For guidance and intelligence concerning trading in Source products, please contact our Capital Markets group on +44 (0) 20 3370 1154 or capitalmarkets@SourceETF.com.

Key features

Liquidity

Source's multi broker/dealer platform enhances daily liquidity and provides robust bid-offer spreads both OTC and on exchange. Source ETFs have similar liquidity characteristics to their underlying traded securities.

Flexibility

By using Source ETFs on a number of indices, an investor can build or customise a range of exposures and with intraday liquidity can adjust these exposures dynamically. Source ETFs can be lent and borrowed, allowing investors to go long and short indices.

Transparency

Source ETFs aim to replicate the performance of the underlying index. Additionally, they benefit from a transparent fund and cost-structure. Benchmark constituents and weightings are published daily.

Simplicity

Source ETFs help investors to gain exposure to a wide range of indices while executing only one trade.

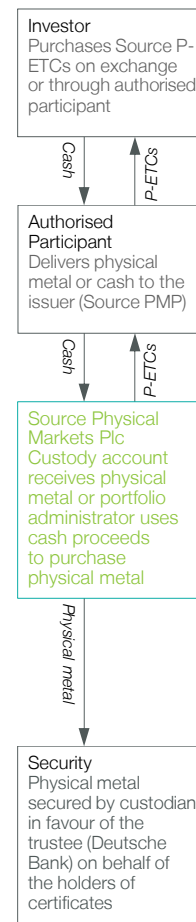
Accessibility

Source ETFs are traded and settled on regulated stock exchanges and can be purchased and held in ordinary brokerage or custodial accounts.

Cost-effectiveness

Source ETFs have significantly lower management fees or total expense ratios (TERs) than many actively managed funds.

Source P-ETC Issuance structure



Key Disclaimer Information:

This factsheet contains a short summary description of the above mentioned Source Physical ETC (the "P-ETCs" or the "Certificates") and is for discussion purposes only. A complete description of the Certificates is set out in the prospectus of the above mentioned P-ETC. This factsheet is not for distribution to, or for the attention of, US or Canadian persons. The Base Prospectus documenting the issue of P-ETCs can be downloaded from www.sourceetf.com.

Without limitation, this factsheet does not constitute an offer or a recommendation to enter into any transaction. When making an investment decision, you should rely solely on the final documentation and any prospectus relating to the transaction and not this summary. Investment strategies involve numerous risks. Investors should consult their own business, tax, legal and accounting advisors with respect to this proposed transaction and they should refrain from entering into a transaction with us unless they have fully understood the associated risks and have independently determined that the transaction is

appropriate for them. In no way should Source UK Services Limited ("Source") be deemed to be holding itself out as a financial adviser or a fiduciary of the recipient hereof.

An investment in the P-ETCs involves a significant degree of risk and investors should read carefully and ensure they understand the "Risk Factors" section of the Base Prospectus before deciding whether to invest in P-ETCs. Risks affecting an investment include: P-ETCs are not principal protected. Past performance is not an indication of expected performance and the investment performance of the P-ETCs could be volatile. The P-ETCs are limited recourse obligations which are payable solely out of the metal collateral which may be insufficient to cover amounts which would otherwise be payable under the P-ETCs.

There can be no assurance that the continual issuance and repurchase and the role of authorised participants or market makers will be successful in minimising any tracking error between the price at which the P-ETCs trade on the exchanges and their value. The value of metal to which the P-ETCs are linked may go down as well as up throughout the term of the P-ETCs. There

can be no assurance of future performance of such the underlying. Certificateholders' only proprietary interest in the underlying metal is through certain security interests created by the issuer in favour of the trustee for the trustee itself and as trustee for the other secured creditors.

The prospectus, the key investor information documents (KIIDs), the articles of incorporation as well as the annual and semi-annual reports may be obtained free of charge from the representative in Switzerland. The representative and paying agent in Switzerland is BNP Paribas Securities Services, Paris, succursale de Zurich, Selnaustrasse 16, 8002 Zurich, Switzerland.

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