

Deutsche Asset Management

db-X ETC – db Physical Gold GBP Hedged ETC



With more than EUR 715 billion in assets under management (as of Sept 2016), Deutsche Asset Management is one of the world's leading asset managers. The db X-trackers ETF platform, which was launched in 2010 sits alongside actively managed products and private wealth management as a core business area. In addition, Deutsche Asset Management also offers db-X ETCs, which are exchange-traded commodities (ETCs). In a similar way to how ETFs are designed to facilitate the taking of market exposures via an exchange-traded security, db-X ETCs let investors gain exposure to the performance of commodities in a straight forward, transparent and efficient manner, and without having to trade the underlying futures contracts or commodities, or taking physical delivery. db-X ETCs are continuously quoted during exchange trading hours and can be bought or sold via any bank or broker on the relevant stock exchange on which they are listed.

db-X ETC Information	
db-X ETC Name	db Physical Gold GBP Hedged ETC
Underlying	Gold (GOLDLNPM)
Replication form	Physical
Initial entitlement	1/100 Troy Ounce
NSIN	B68FL05
ISIN	GB00B68FL050
Issuer	DB ETC Index plc
Currency	GBP
Issuer date	01/04/2011
Maturity	2061
Upfront	0% (via Exchange)
Management fee	0.29% p.a.
FX hedge fee	0.40% p.a.
Market Maker	Deutsche Bank AG, London Branch
Swap Counterparty	Deutsche Bank AG, London Branch

At a glance: db Physical Gold GBP Hedged ETC

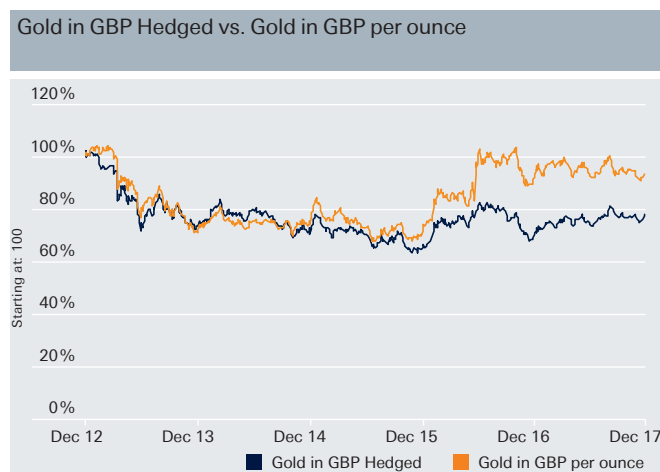
- Simple way to gain exposure to spot prices: The db Physical Gold GBP Hedged ETC is linked to the gold spot price.
- FX Hedge: The db Physical Gold GBP Hedged ETC is equipped with a currency hedging mechanism to minimize the GBP/USD exchange rate risk.
- Physical ownership: The db Physical Gold GBP Hedged ETC is backed by allocated gold.
- Segregated Account: The underlying physical metal is stored in secure vaults. Each ETC series has exclusive title over an allocated pool of gold.

Physical Replication

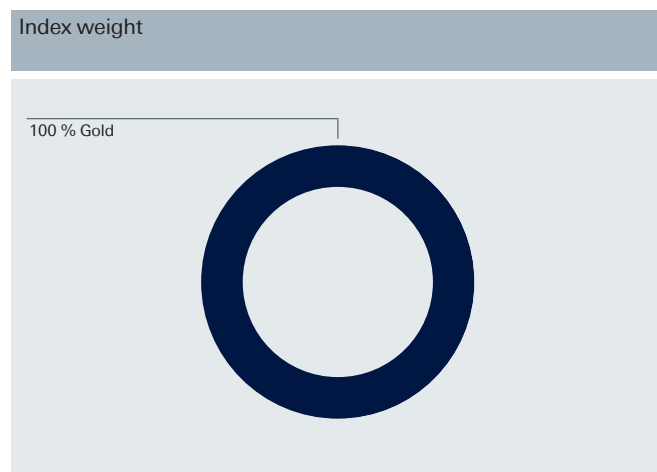
db Physical Gold GBP Hedged ETCs are backed by a direct investment in the underlying physical gold. The issuer has direct and sole ownership of the gold which is stored in secure vaults in London. Each physical ETC security entitles the holder to a specified quantity of gold (the "Metal Entitlement") of the segregated pool owned by the issuer. db Physical Gold GBP Hedged ETCs combine the advantages of physical gold ownership, e.g. exposure to gold spot prices and minimal counterparty exposure, with the liquidity, transparency and ease of execution typical of exchange traded products. Settlement of the ETC's will be in cash.

Currency Hedging and Limited-Recourse Assets

The db Physical Gold GBP Hedged ETC facilitates GBP-based investors to gain exposure to the underlying gold while minimising the impact of the GBP/USD exchange rate risk. The hedging is carried out on a daily rolling basis. In respect of each series of ETC securities, the underlying physical gold (Secured Property) is owned by the issuer and held through the secured account custodian. It is further secured in favour of the trustee on behalf of the security holders. Each series of ETC securities will have recourse only to the respective Secured Property (i.e. ring-fenced).



Source: Bloomberg, as of 29 December 2017.
Past performance is not a reliable indicator of future results.



Index Information	
Name	Goldspot
Bloomberg (fixing)	GOLDLNPM <Index>
Bars	London Good Delivery Gold Bars
Storage	Allocated Form, London Bullion Market
Custodian/Sub-custodian	Deutsche Bank AG/JP Morgan Chase Bank N.A.
Trustee	Deutsche Trustee Company Limited

Listing and trading Information								
Exchange	ISIN	NSIN	Exchange Code	Trading Currency	Trading Hours	Settlement	Bloomberg ticker	Reuters RIC
London Stock Exchange	GB00B68FL050	B68FL05	XGLS	GBP	8:00 am - 4:30 pm	t+2	XGLS LN	XGLS.L

1 In exceptional circumstances, gold may be substituted with financial instruments. Please refer to the risk factors.



Key Advantages of db Physical PM ETCs

- Convenience: An easy way to gain exposure to the spot returns of the underlying precious metal.
- Liquidity of db-X ETC: Very liquid and traded intraday on major European stock exchanges with Deutsche Bank AG providing intraday market making.
- Minimal tracking error: Returns of the ETC's are equal to the spot returns of the underlying metal minus any applicable fees and adjusted in accordance with the FX hedge.
- Physical ownership: Backed by the corresponding physical metal.
- Transparent: Precious metal prices are published daily in major newspapers, TV and other news sources.
- Segregated: The physical metal is stored in secure vaults and each ETC series has a security over specific metal account held by the custodian.
- Currency hedging: db Physical Gold GBP Hedged ETCs have a daily currency hedging mechanism to minimize the GBP/USD exchange rate risk.

Key Risks of db Physical PM ETCs

- db-X ETC are non principal protected investments, therefore an investor's capital will be at risk up to a total loss.
- Prices of precious metals are generally more volatile than prices in other asset classes.
- Investments in ETC securities will not accrue any interest and performance is subject to the deduction of the product fee.
- The value of an investment in ETC securities may go down as well as up and past performance is not a good indicator of future performance.
- Investing in ETC securities will not make an investor the owner of the relevant metal.
- Currency hedging component of ETC securities: In case the issuer has made a profit on a currency hedging component between relevant observation dates, the issuer and the investors will have an intra-month unsecured credit exposure to the programme counterparty for such a profit.

For a full description of relevant risk factors, please refer to the prospectus.

Further information

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1 In exceptional circumstances, gold may be substituted with financial securities. Please refer to the risk factors.

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