



**Corporate and  
Investment Banking**

AfricaPalladium, AfricaPlatinum and  
AfricaGold Exchange Traded Funds

Fact Sheet



**Standard Bank**

Also trading as Stanbic Bank



	AfricaPalladium ETF	AfricaGold ETF	AfricaPlatinum ETF
ETF Issuer	Africa ETF Issuer (Limited) RF	Africa ETF Issuer (Limited) RF	Africa ETF Issuer (Limited) RF
JSE share code	ETFPLD	ETFGLD	ETFPLT
Fees per annum	35 bps	30 bps	30 bps
Initial denomination	1/100th of a troy ounce	1/100th of a troy ounce	1/100th of a troy ounce
Sponsor/Manager	Standard Bank	Standard Bank	Standard Bank
Market Maker	Standard Bank	Standard Bank	Standard Bank
Custodian	JP Morgan, London	JP Morgan, London	JP Morgan, London
Fund Administrator	Maitland	Maitland	Maitland
Transfer Agent	Standard Bank	Standard Bank	Standard Bank
Bullion Inspector	Inspectorate International Limited	Inspectorate International Limited	Inspectorate International Limited
Maximum investment	1 000 000 ounces per annum	1 000 000 ounces per annum	1 000 000 ounces per annum

## What form does the investment take?

The instruments are structured as non-interest bearing debentures, 100% backed by the physical commodity and at issue will have an agreed notional amount based on 1/100th of a troy ounce for gold, platinum and palladium. The physical commodity will be stored as London Good Delivery Bars and kept in the vault of a custodian on an allocated basis.

## Can you take physical possession of the commodity?

The Fund does not deal with the public directly. All creations and redemptions must be through Authorised Participants. Debenture holders who are in possession of the necessary licences and approvals in terms of the Exchange Control Regulations may, through Authorised Participants create or redeem their debentures for the physical commodity. Creations and redemptions charges may apply.

## Who is the custodian and where is the metal physically held?

JP Morgan Chase Bank N.A. and physically stored in the London vaults.

## What are the regulatory treatments of the ETFs?

ETFs are regulated by the Financial Markets Act and the JSE rules. The commodity ETFs will not be registered with the FSB as a Collective Investments Scheme (CIS).

In terms of Regulation 28, Pension Funds may invest in the commodity ETFs subject to limits of 10% which can be allocated in full to gold and 5% for platinum and palladium. In terms of

Board Notice 80, certain Collective Investment Schemes may invest in the commodity ETFs subject to limits of 10% of the market value of all the assets comprising the portfolio.

Individuals, companies, closed corporations and trusts are free to invest in the ETF's.

The ETF's will be designated as local assets and has no exchange control implications for investors.

## What is the relationship between the Net Asset Value, the fixing price, debenture trading price and the creation price?

The trading price of the debentures tracks the spot price of the physical asset less fees.

The NAV of the Fund is calculated by multiplying the total ounces of precious metal by the price of the precious metal determined at the London AM fix less accrued fees. The NAV per debenture is determined by dividing the NAV of the fund by the total number of debentures in issue.

The fixing price is set by the members of the LBMA or LPPM respectively daily in the AM and PM. The Fixing price is the price at which all buying and selling orders declared by members at the Fixing can be matched and it is the responsibility of the Chairman of the Fixing to determine when this occurs.

The creation price is determined at where the amount of precious metal can actually be bought plus the creation fee plus (or minus) any premiums (or discounts) applicable to the metal, which may include its actual location, form, transportation and insurance costs.



## How is the NAV calculated?

The NAV calculation is based on the AM fixing for gold, platinum and palladium. Gold AM fixing begins at 10:30 London Time and platinum and palladium at 09:45 London Time. The fixing price is converted into rands at the ruling exchange rate at the time of the start of the fixing.

## What is the fee and costs?

Management fees are 30bp per annum for AfricaGold and AfricaPlatinum and 35bp per annum for AfricaPalladium.

Debentures can be created or redeemed in blocks of 100 000 at a fixed cost of R5 000 per creation or redemption order. All fees and costs are excluding VAT.

## How do I buy or sell AfricaETF Debentures?

AfricaETF debentures are listed on the JSE Main Board in the ETF sub-sector and may be bought or sold like any other share during normal JSE trading hours (09:00 to 17:00 South Africa time) through a JSE member stockbroker including Online Stockbrokers.

Standard Bank, will act as Market Maker, providing liquidity for buy and sell orders relating to AfricaETF Debentures.

Market Makers publishes buy and sell prices (bid/offer spread) continuously to the JSE during JSE trading hours. Prices are then visible to the market via price publishing systems, for example Reuters/Bloomberg/XTP/Hermes.

Standard Bank normally will execute trades automatically via the JSE of up to 100 000 debentures. For larger traders Investors can call the market maker or SGB Securities directly for a price on a trade size larger than 100 000 debentures.

If price or purchase method is mutually agreed, it is confirmed by telephone and then captured by both counterparties to independent execution systems, for example, XTP and Hermes, where they are then matched by size and price, and confirmation is received following which the trades are cleared and then settled.

Trades are matched, cleared and then settled on exchange.

Investor telephones the market maker or SGB Securities for AfricaETF debentures and requests purchase of number of debentures or leave a standing order to be filled at set parameters.

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