

GOLD – the alternative investment

Gold Bullion Securities (“GOLD”) offer investors a new, innovative, cost-efficient and secure way to access the gold market. GOLD shares offer investors a means of participating in the gold bullion market without the necessity of taking physical delivery of gold, through the trading of a security on the ASX.

The introduction of GOLD is intended to lower many of the barriers such as access, custody and transaction costs that have historically prevented some investors from investing in gold bullion.

GOLD BULLION SECURITIES (“GOLD”)

Listing	Australian Stock Exchange (ASX)
Issuer	Gold Bullion Securities Limited
ASX Code	GOLD
Currency	A\$
ISIN	AU00000GOLD7
Approximate Price	1/10th of the spot gold price
Gold Entitlement	Approximately 0.10oz, but reduced monthly by the management fee
Stapled Security	GOLD will consist of (1) a redeemable preference share; and (2) an entitlement to gold bullion held in Trust
Investment Objective	Gold Bullion Securities are designed to track the spot gold price less fees
Issue amount	Similar to an open-ended or exchange traded fund (ETF). Gold Bullion Securities can be issued and redeemed as demand dictates, subject to gold bullion being deposited in or debited from the Trust

THE GOLD BULLION

Allocated gold	All gold will be kept in the form of Allocated London Good Delivery bars (c. 400oz). Allocated gold bars carry no third-party credit risk and are identified as the owner's in the vault
Storage	The Custodian, HSBC, holds the gold in its vault, or in vaults of its sub-custodians
“See” the gold	The details of each gold bar in the Trust will be regularly updated on our web-site www.goldbullion.com.au

ADVANTAGES OF “GOLD”

Easily accessible	Listed on the ASX
Secure	All gold is held in allocated form
Cost-effective	GOLD have a low management fee and low purchase and sale costs, particularly when compared to traditional methods of purchasing and holding gold
Liquid	The liquidity on the ASX is underpinned by the liquidity in the Over the Counter (OTC) gold market
Transparent	The amount of gold in the Trust, the GOLD on issue and the net asset value of GOLD will be shown daily on our web site www.goldbullion.com.au
Low tracking error	The creation and redemption feature allows market-makers to arbitrage GOLD against OTC gold which should ensure very low tracking error

TRANSACTIONING IN "GOLD"

Buying	Through registered stockbrokers and dealers. Securities houses and other market professionals approved by the Company can create new GOLD by depositing gold in the Trust
Selling	Through registered brokers and dealers. All GOLD holders are entitled to redeem for cash (through the London AM fix) and securities houses and banks which trade in OTC gold and have access to a loco London bullion account may redeem for gold

FEES & EXPENSES

Management Fee	0.40% p.a. accrued daily and debited in gold against Trust assets monthly
Creation & Redemption	Can be made by Approved Applicants (generally institutions holding an Australian Financial Services Licence). Minimum creation of A\$500,000. Redemptions accepted for part or whole of Gold Bullion Securities held. Other investors can buy and sell Gold Bullion Securities on the Australian Stock Exchange
Fees*	Flat fees of A\$750 per creation and A\$1,000 per redemption. *Note: These fees are only applicable to purchases and sales effected via creations and redemptions. These fees do not apply when trading on the ASX
Brokerage	Brokerage charges are likely to apply on ASX trades in GOLD

WHERE TO FIND MORE INFORMATION

Prospectus	Download from our web-site www.goldbullion.com.au
Actuarial Report	PricewaterhouseCoopers has completed an independent report investigating gold's role in a diversified portfolio. This report may be downloaded from our web-site www.goldbullion.com.au
World Gold Council	www.gold.org
London Bullion Market Association	www.lbma.org.uk

CONTACT DETAILS

Director:		
Greg Burgess	+ 61 3 9629 7088	gb@exchangetradedgold.com

DISCLAIMER This information is issued by Gold Bullion Securities Limited (the "company") and does not constitute financial product advice. Any investment in Gold Bullion Securities ("GOLD") carries with it certain risks, including those risks set out in the Prospectus. You should obtain your own independent financial, taxation and legal advice before making any decisions about any investment in GOLD. This information is not an offer for investment in GOLD and should not be used as the basis for any investment decision. The offer of GOLD is made in the Prospectus which can be downloaded from www.goldbullion.com.au. If you wish to acquire GOLD you may purchase GOLD on the Australian Stock Exchange. The Company does not accept any responsibility for any omissions or

inaccuracies in this document, which the company believes to be correct at the time of issue.

Potential investors should be aware that the World Gold Council takes no responsibility as to the contents of this document and does not carry on activities relating to the sale of Gold Bullion Securities. Gold Bullion Securities will be the sole obligation of Gold Bullion Securities Limited and Gold Bullion Nominees Limited. The World Gold Council does not provide any guarantee in respect of Gold Bullion Securities and is not responsible or liable for Gold Bullion Securities or any acquisition of Gold Bullion Securities in any way, unauthorised persons should not rely on the information contained herein