



ETFS 3x Short EUR Long USD

Investment objective

ETFS 3x Short EUR Long USD is designed to track the MSFXSM Triple Short Euro Index (TR). This index aims to reflect three times the daily percentage change between the two currencies, plus generates a collateral yield on the cash invested.

About the security

ETFS 3x Short EUR Long USD is a debt security which can be created or redeemed on demand (by authorised participants). It trades on exchange just like an equity and its pricing and tracking operate similarly to an Exchange Traded Fund.

Collateralisation

ETFS 3x Short EUR Long USD is backed by Currency Transactions entered into with Currency Transaction Counterparties (CTCs). Counterparty risk is minimised by way of daily marked-to-market payments, and cash is used to enter into repo transactions with CTCs in exchange for eligible collateral. The eligible collateral is held by the collateral manager BNY Mellon in a custody account and valued daily.

Key features

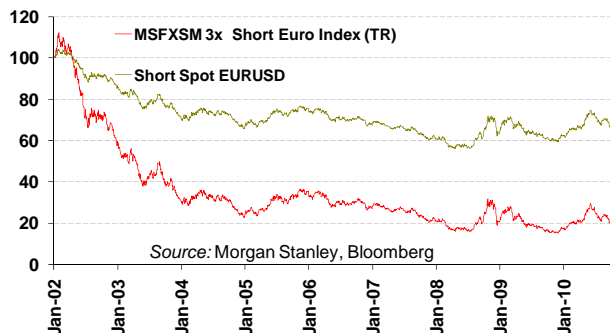
- Tracks an index priced off liquid forward contracts
- Provides exposure to foreign exchange movements and local interest rates
- Currency securities are fully collateralised with BNY Mellon as collateral manager
- Provides additional portfolio diversification
- Simple to trade on a major stock exchange
- Settled and held in ordinary brokerage accounts
- Transparent tracking with clear pricing
- Able to short, and margin eligible

Specific risks of Leveraged ETCs

- Triple Leveraged ETCs have an embedded leverage factor and by definition are more volatile than an unleveraged position.
- The Triple Leveraged ETCs aim to provide a leveraged exposure to daily changes in currency exchange rates. However, it is possible for the actual performance to diverge from this objective due to, among other things, the Collateral Yield and the volatility in currency exchange rates over time.
- Please see the prospectus of ETFS Foreign Exchange Limited for a more detailed explanation and a more complete list of risks, available at www.etfsecurities.com

Index performance

MSFXSM 3x Short Euro Index (TR)



The index performance shown here is the back tested performance of the corresponding MSFXSM Total Return Index and not the performance of the security. Please refer to the section headed "Important Information" on the following page.

Trading data and listings

Trading	Normal exchange hours
NAV	Daily NAV at www.etfsecurities.com
Base currency	USD
Minimum investment	1 security
Security codes	
Listing	London Stock Exchange (LSE)
Currency	USD
Exchange code	SEU3
ISIN	JE00B3N9C970
SEDOL	B3N9C97
Bloomberg	SEU3 LN
Reuters	SEU3.L

Security features

Index	MSFX SM Triple Short Euro Index (TR)
Product manager	ETFS Management Company (Jersey) Limited
Issuer	ETFS Foreign Exchange Ltd
Registrar	Computershare
Management fee	0.98% p.a.
Entry/Exit fees	None when traded on Exchange
Legal Form	Secured, undated, debt security
Open-ended	Yes
UCITS 3¹	Eligible investments
ISA/SIPP/CTF (UK)	Yes, eligible
Domicile	Jersey
Home regulator (prospectus)	Financial Services Authority (FSA UK)
EU Passport	Germany, Italy, France, Netherlands, Denmark, Sweden, Spain

About the index

MSFXSM Triple Short Euro Index (TR) is a total return index reflecting the performance of a fully collateralised position in currency forward contracts which are rolled on a daily basis. The index provides long exposure to (i) movements in exchange rates between the local currency (AUD) and USD and (ii) an interest differential component based on USD interest rates less local borrowing costs - to the extent either are incorporated in forward contract prices.

The methodology which Morgan Stanley & Co. Inc. uses in order to calculate the index is set out in the MSFXSM Indices Manual available at:

<http://www.morganstanley.com/institutional/research/msfx.html>

Triple Short Currency Indices reflect a leveraged exposure to the Daily Currency Exposure of minus three times (-3x). Each Triple Short Currency Index provides the same Daily Collateral Yield as the corresponding Short Currency Index.

The historical data about the indices is available on the website above as well as on Bloomberg: <ALLX> <MSCE> <GO>.



For more information

About ETF Securities

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Other sources of information

www.londonstockexchange.com/etcs

www.deutsche-boerse.com

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