

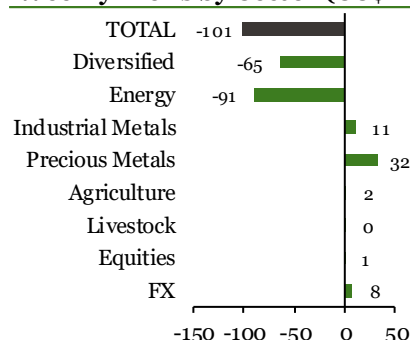
26 March 2018

ETF Securities Weekly Flows Analysis

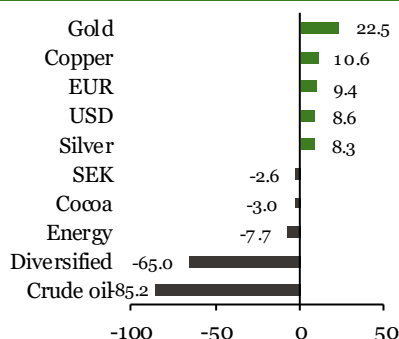
Precious metals favoured in a week of volatility

- **Gold and silver inflows dominated in a week of political volatility.**
- **Profit-taking follows rise in oil prices.**
- **Investors appeared to sell diversified commodity baskets as volatility intensified.**

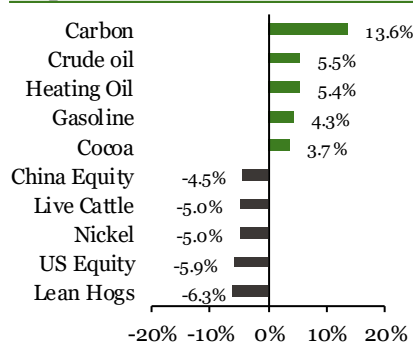
Weekly Flows by Sector (US\$m)



Top 5 Inflows/Outflows (US\$m)



Top 5 / Bottom 5 Performers



Source: ETF Securities

Note: see next page (*)

A rally in gold and silver prices piqued investor interest in precious metal ETPs. A 2.8% rise in gold prices and a 0.3% rally in silver prices last week aided inflows into precious metal ETPs. Silver saw a second consecutive week of inflows of US\$8.3mn. Gold inflows of US\$22.5mn reversed most of the prior week's outflows. Gold prices started rallying mid-week when the Federal Reserve Open Market Committee (FOMC) released its latest policy statement and projections. The market interpreted the Fed's position as dovish, as the median forecast for end of year rates had not changed. The US Dollar basket declined by 0.65% on the day of the release of the statement, providing a tailwind for precious metal prices. Although we think the market generally missed the fact the dispersion of dots in the 'dot plot' (the map of the FOMC participant's views on where policy rates will end the year), shifted significantly from December 2017, with an equal number of participants now expecting four rate hikes in total this year as those expecting three. It will likely only take a small nudge to get more Fed participants to expect higher rates. Gold rallied harder towards the end of the week as its haven quality came into focus due to fears of a trade war intensifying. On Thursday, the Trump Administration announced it will impose tariffs on Chinese imports. Details are vague, but the Administration is expected to offer further information in the next 15 days. Up to US\$60bn in annual imports from China are targeted with a 25% tariff. The Chinese response so far has been limited, with the Ministry of Commerce only announcing a reciprocal tariff on 128 US products accounting for US\$3bn in imports. However, that does not preclude further action. The market fears that this could escalate into a full blown trade war. Also on Thursday, former United Nations ambassador John Bolton joined the Trump Administration, replacing H.R. McMaster as national security adviser. He is seen as a policy hawk, who will take a tough stance on Iran and North Korea. Bolton believes that the current Iranian nuclear deal is irreconcilable. Having such a hawk as an advisor to the President appears to have raised the geopolitical premium in gold price.

Political volatility drove US\$65mn out of diversified commodity baskets as investors considered de-risking and taking profit on earlier gains. That outflow reversed all of the inflows from the prior two weeks and was the largest outflow since June 2017. However, some investors saw last week's price capitulation in cyclical assets as a buying opportunity. For example there were US\$10.6mn inflows into copper ETPs as the price of copper fell 3.7%. That was the highest inflow in seven weeks.

Oil prices rallied 5.5%, driving profit-taking from crude oil ETPs. An unexpected draw on inventory ignited oil prices mid-week, and then the instalment of an Iran-hawk into the Trump Administration sent prices substantially higher as a geopolitical premium entered the oil price. ETP investors continued to take profit, with US\$90.4mn of withdrawals. That marked the highest outflow since November 2017. At the same time there were US\$5.2mn of inflows into short crude oil ETPs, the highest since December 2017.

Note: All flow and AUM data in this report are based on ETF Securities ETP numbers to 23 March 2018 and are denominated in USD unless otherwise indicated. Investments may go up or down in value and you may lose some or all of the amount invested.

Past performance does not guarantee future results.

ETF Securities Commodity ETP Flow Trends

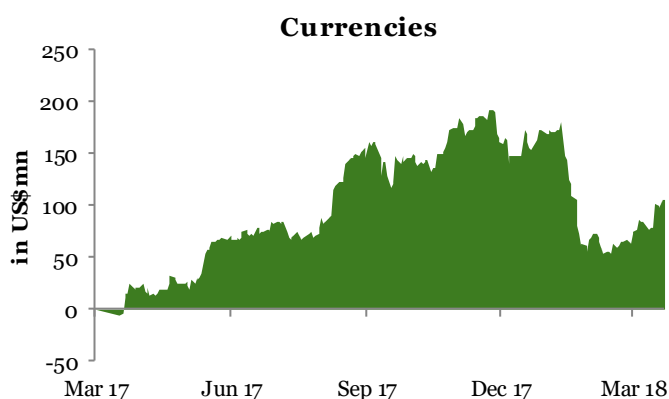
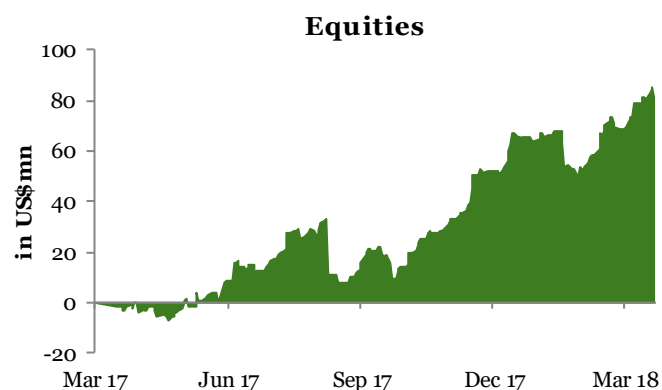
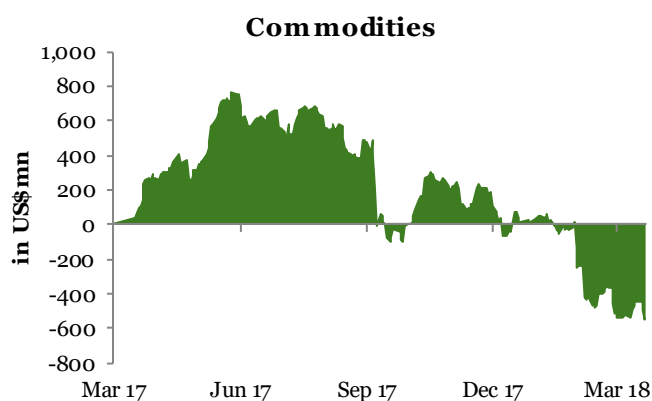
	ETP FLOWS (in US\$m)				ASSETS (in \$m)	PERFORMANCE (US\$)			
	-1 Week	-1 Month	YTD	-1 Year		-1 Week	-1 Month	YTD	-1 Year
TOTAL	-101.4	-150.9	-611.4	-658.5	21,026				
Diversified	-65.0	-7.4	-3.1	-118.9	542				
Precious Metals	32.1	-36.7	-487.4	-345.6	16,141				
Basket	3.5	16.8	71.7	101.7	594	2.7%	1.2%	1.2%	2.2%
Gold	22.5	-109.7	-484.4	-515.8	12,863	2.8%	1.4%	3.8%	7.5%
Silver	8.3	66.9	-0.4	113.8	1,445	0.3%	-0.5%	-2.1%	-6.7%
Platinum	0.1	-9.0	-81.3	-5.5	884	0.4%	-3.7%	2.8%	-1.5%
Palladium	-2.3	-1.7	7.0	-39.9	355	-0.1%	-5.3%	-6.7%	20.2%
Energy	-90.5	-101.1	-329.7	-704.2	1,412				
Basket	-7.7	-13.0	-35.7	-11.0	64	3.2%	2.1%	1.4%	14.2%
Crude oil	-85.2	-89.3	-288.4	-708.3	1,222	5.5%	4.2%	5.8%	36.5%
Natural Gas	0.9	-1.1	-5.3	22.1	84	-3.0%	-1.9%	-10.5%	-31.2%
Heating Oil	1.5	1.2	0.7	0.9	6.3	5.4%	2.6%	-0.6%	32.2%
Gasoline	0.1	0.9	-0.8	-8.7	30.9	4.3%	2.0%	1.6%	24.3%
Carbon	-0.2	0.2	-0.1	0.8	3.6	13.6%	29.0%	58.0%	195.6%
Industrial Metals	11.3	11.5	183.8	122.7	1,140				
Basket	1.2	27.8	-28.3	-45.6	364	-3.0%	-6.6%	-7.1%	11.2%
Aluminium	0.1	-12.7	0.1	0.4	133	-1.7%	-4.5%	-10.2%	2.3%
Copper	10.6	-13.5	9.7	-3.5	270	-3.7%	-7.4%	-9.8%	10.4%
Nickel	0.2	8.7	201.4	176.4	342	-5.0%	-6.0%	1.1%	28.3%
Zinc	0.0	2.6	1.4	-0.4	25	-1.2%	-8.2%	-2.9%	13.6%
Tin	-0.1	-0.9	-0.1	-3.9	3.1	-1.0%	-3.9%	4.2%	6.4%
Lead	-0.6	-0.5	-0.4	-0.7	2.2	-1.7%	-7.5%	-5.8%	-2.0%
Agriculture	1.9	-74.0	63.0	233.2	869				
Basket	-2.1	-61.8	49.2	99.4	371	-1.3%	-1.5%	2.0%	-7.9%
Wheat	0.9	-6.6	-8.5	-2.8	133	-1.6%	-0.8%	5.0%	-10.2%
Corn	-0.5	4.3	11.3	6.3	64	-1.4%	0.8%	5.5%	-7.5%
Soybeans	-0.2	0.1	6.6	12.3	25	-2.0%	-1.8%	5.9%	0.1%
Cotton	-0.3	-0.9	-1.6	-3.8	14	-1.2%	0.6%	2.7%	6.1%
Coffee	-0.6	7.8	19.4	88.8	126	-0.7%	-3.1%	-8.6%	-23.1%
Sugar	7.7	17.5	29.6	55.9	69	-0.6%	-6.6%	-16.7%	-32.3%
Soybean Oil	-0.1	0.0	0.3	0.2	3.0	-1.7%	-3.5%	-6.0%	-6.2%
Cocoa	-3.0	-34.4	-43.2	-23.1	64	3.7%	19.2%	36.3%	19.0%
Livestock	0.3	0.8	1.2	-2.2	8				
Basket		-0.1	0.1	-0.4	1.5	-5.4%	-8.8%	-9.5%	-6.9%
Lean Hogs	0.3	0.7	1.0	-1.5	5.1	-6.3%	-9.4%	-13.8%	-8.0%
Live Cattle		0.2	0.1	-0.4	1.8	-5.0%	-8.5%	-7.5%	-6.6%
Equities	0.7	10.2	17.2	82.5	272				
US			-3.3	8.2	38	-5.9%	-5.6%	-2.8%	12.6%
Europe	0.3	8.3	13.2	61.3	185	-3.3%	-4.4%	-7.6%	-3.9%
Asia	-0.5	0.2	1.1	2.6	4	-4.5%	-4.1%	-3.4%	9.9%
Australia	0.9	1.7	6.2	10.4	45.2	-2.1%	-2.2%	-2.7%	6.6%
FX	7.8	45.8	-56.6	74.0	642				
G10	0.1	0.3	-0.2	-4.8	3.0	-0.9%	-0.5%	-2.9%	-10.2%
USD	8.6	30.9	-68.7	35.4	454	1.2%	-2.1%	-3.8%	1.7%
CAD	0.2	0.3	0.6	0.9	3.9	0.0%	0.2%	0.9%	8.3%
EUR	9.4	35.9	1.6	112.7	527	1.2%	1.0%	2.4%	4.1%
GBP	2.6	2.9	2.9	6.0	142	0.1%	-1.6%	0.0%	-6.4%
CHF		0.2	1.0	-11.0	16.7	-0.7%	1.3%	3.5%	-0.8%
NOK		-9.3	-5.7	4.7	14.5	-1.0%	-1.2%	-3.3%	-3.7%
SEK	-2.6	-3.9	-7.3	-1.9	6.8	0.5%	1.3%	5.7%	0.1%
JPY	-1.5	35.6	-32.0	12.5	84	0.0%	0.1%	1.0%	3.9%
CNY		0.0	-0.1	-0.8	2.7	-0.3%	-0.6%	-3.7%	-5.6%
INR				-0.7	0.5	-0.9%	-2.0%	-4.6%	-4.7%
AUD		-0.3	-2.4	-0.6	7.6	-0.4%	-1.3%	0.2%	-2.6%
NZD				-0.8	1.7				
Commodity FX		0.0	-0.2	-6.9	0.5				

(*) All data as at 23 Mar 18, based on ETF Securities global commodity ETP flows and assets. In FX due to being pair trades there is double counting. Price performance is based on NAV data for commodities, indices for Bonds & Equities, Trade weighted indices for FX

Source: ETF Securities, Bloomberg

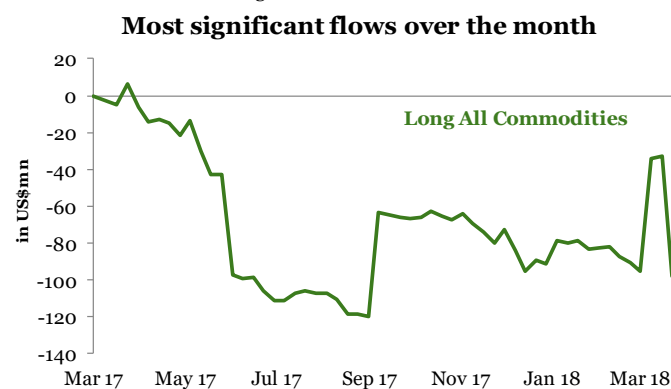
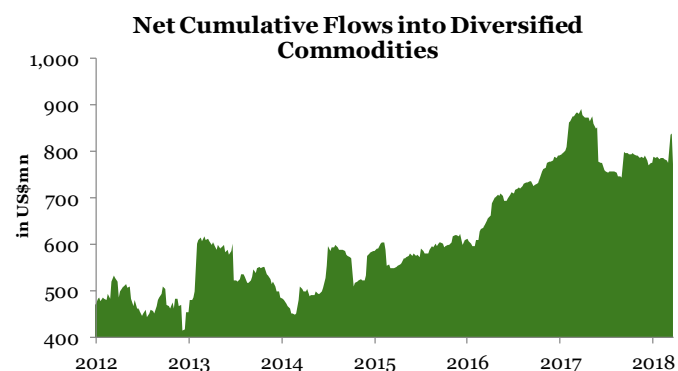
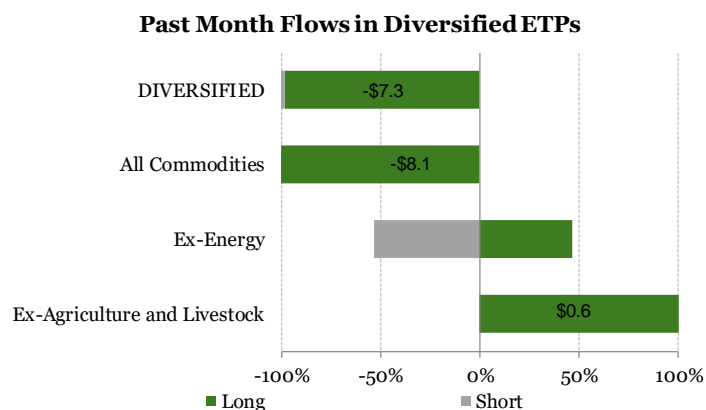
**Investments may go up or down in value and you may lose some or all of the amount invested.
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Net Cumulative Flows by Asset Classes over the past year



All Commodity ETPs Flows Analysis

	FLOWS (in \$m)				AUM (in \$m)
	-1 Week	-1 Month	YTD	-1 Year	
Diversified	-65.0	-7.4	-3.1	-118.9	542
All Commodities	-65.1	-8.1	-6.8	-104.8	447
Ex-Energy	0.1	0.0	0.0	-0.1	1
Ex-Ags and Liv		0.6	3.8	-14.0	94

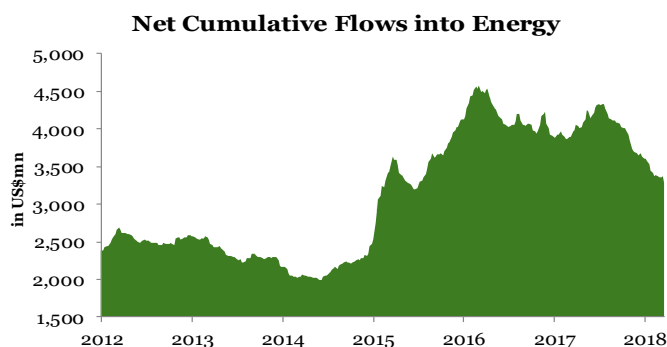
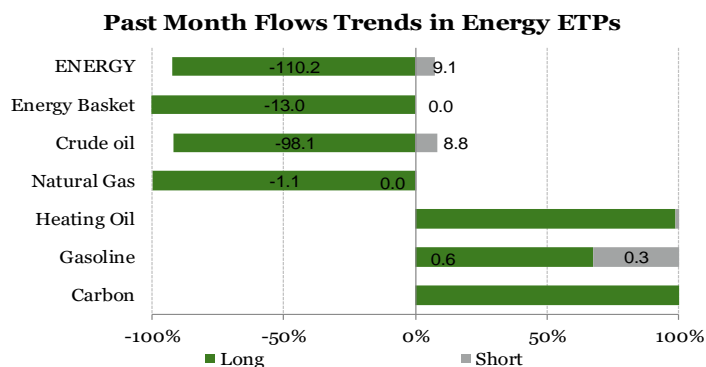


Source: ETF Securities

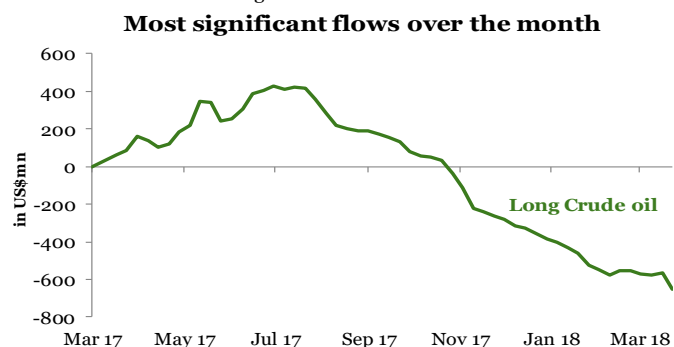
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Energy ETPs Flows Analysis

	FLOWS (in \$m)				AUM (in \$m)
	-1 Week	-1 Month	YTD	-1 Year	
Energy	-90.5	-101.1	-329.7	-704.2	1,412
Energy Basket	-7.7	-13.0	-35.7	-11.0	64
Crude oil	-85.2	-89.3	-288.4	-708.3	1,222
Natural Gas	0.9	-1.1	-5.3	22.1	84
Heating Oil	1.5	1.2	0.7	0.9	6
Gasoline	0.1	0.9	-0.8	-8.7	31
Carbon	-0.2	0.2	-0.1	0.8	4

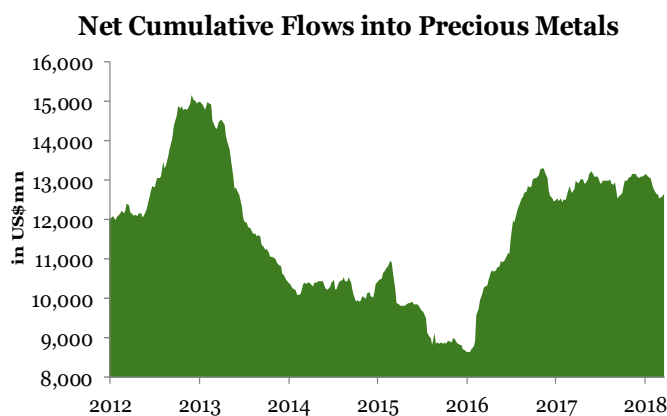
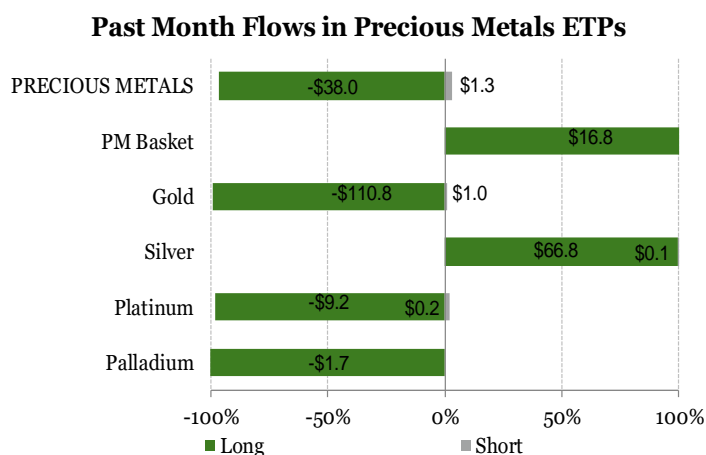


Source: ETF Securities

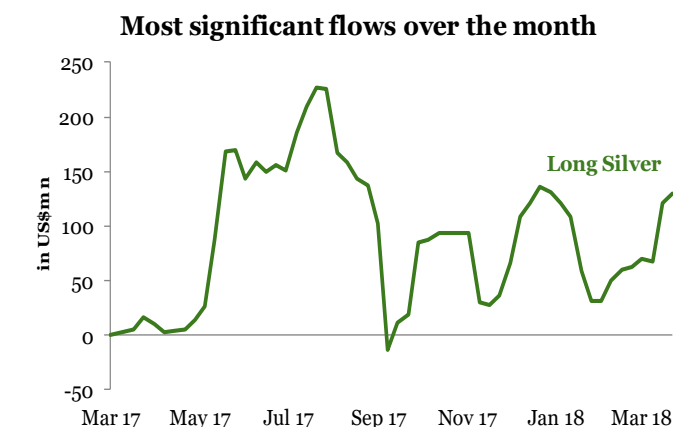


Precious Metals ETPs Flows Analysis

	FLOWS (in \$m)				AUM (in \$m)
	-1 Week	-1 Month	YTD	-1 Year	
Precious Metals	32.1	-36.7	-487.4	-345.6	16,141
PM Basket	3.5	16.8	71.7	101.7	594
Gold	22.5	-109.7	-484.4	-515.8	12,863
Silver	8.3	66.9	-0.4	113.8	1,445
Platinum	0.1	-9.0	-81.3	-5.5	884
Palladium	-2.3	-1.7	7.0	-39.9	355

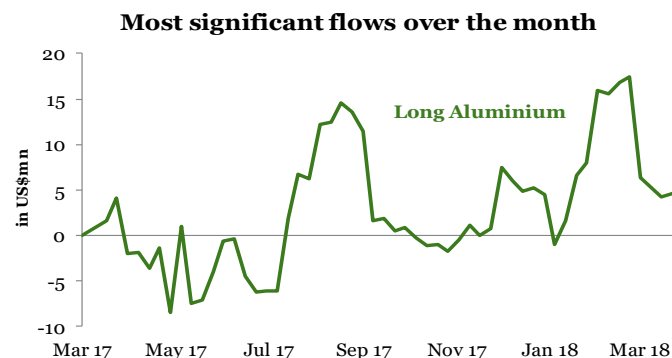
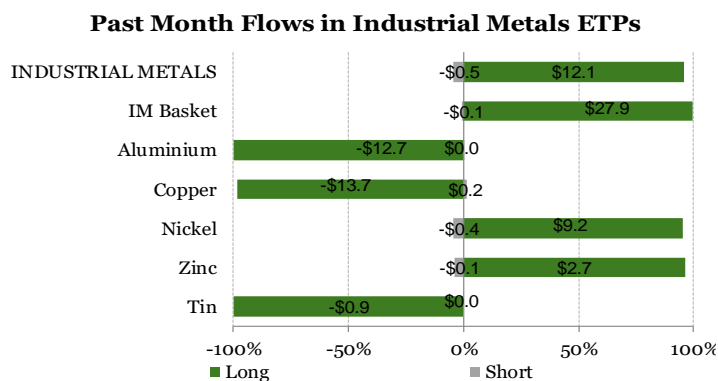
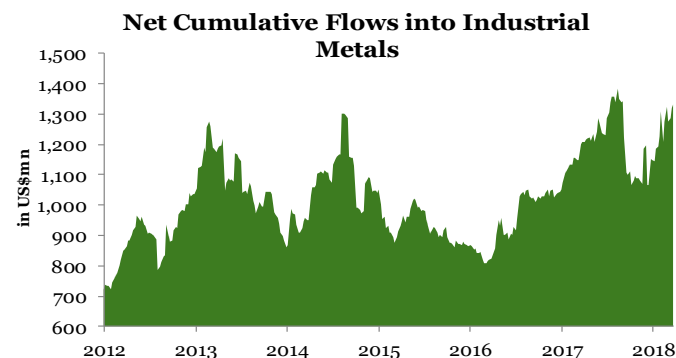


Source: ETF Securities



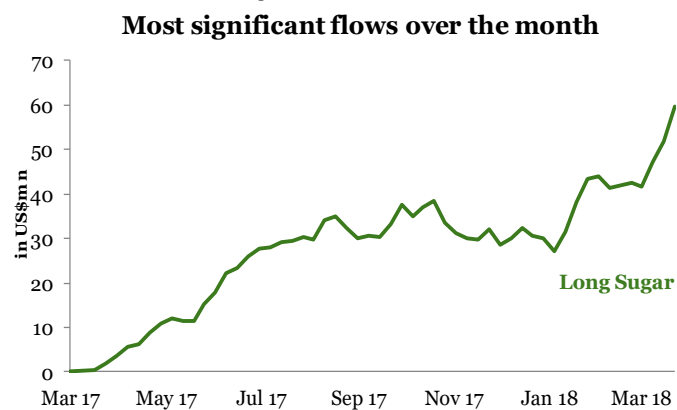
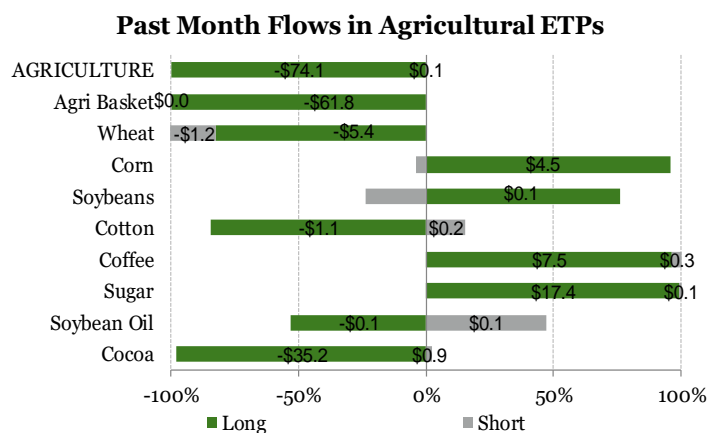
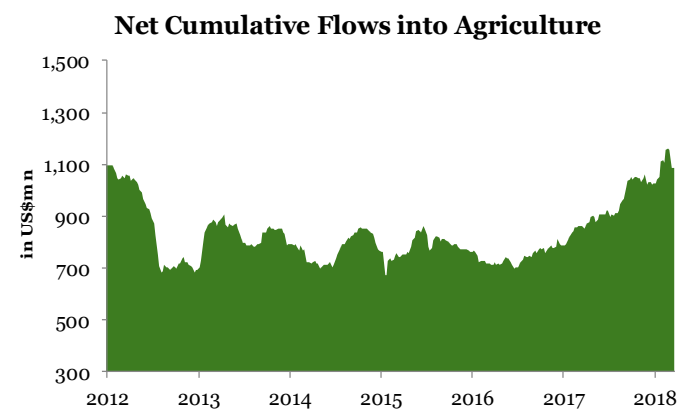
Industrial Metals ETPs Flows Analysis

	FLOWS (in \$m)				AUM (in \$m)
	-1 Week	-1 Month	YTD	-1 Year	
Industrial Metals	11.3	11.5	183.8	122.7	1,140
IM Basket	1.2	27.8	-28.3	-45.6	364
Aluminium	0.1	-12.7	0.1	0.4	133
Copper	10.6	-13.5	9.7	-3.5	270
Nickel	0.2	8.7	201.4	176.4	342
Zinc	0.0	2.6	1.4	-0.4	25
Tin	-0.1	-0.9	-0.1	-3.9	3
Lead	-0.6	-0.5	-0.4	-0.7	2



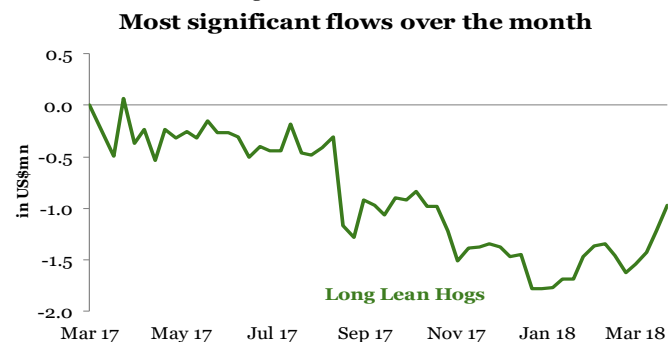
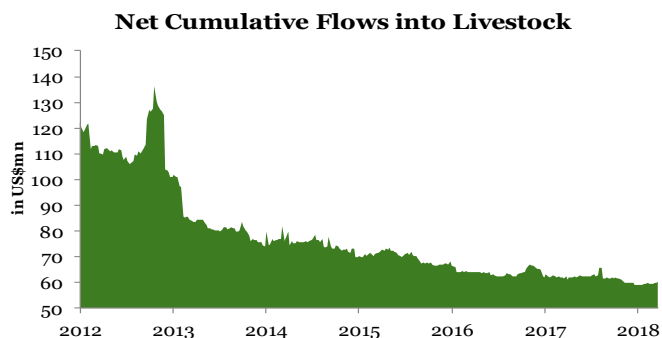
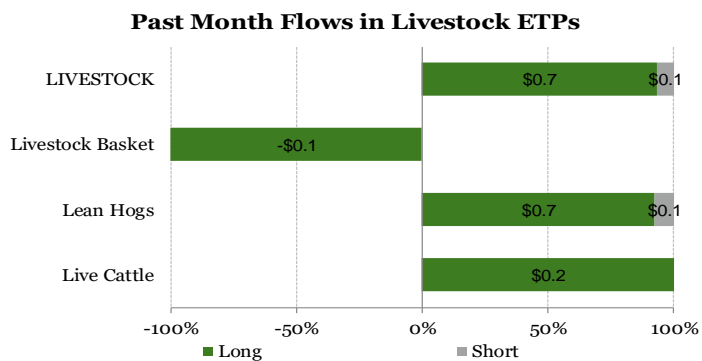
Agriculture ETPs Flows Analysis

	FLOWS (in \$m)				AUM (in \$m)
	-1 Week	-1 Month	YTD	-1 Year	
Agriculture	1.9	-74.0	63.0	233.2	869
Agri Basket	-2.1	-61.8	49.2	99.4	371
Wheat	0.9	-6.6	-8.5	-2.8	133
Corn	-0.5	4.3	11.3	6.3	64
Soybeans	-0.2	0.1	6.6	12.3	25
Cotton	-0.3	-0.9	-1.6	-3.8	14
Coffee	-0.6	7.8	19.4	88.8	126
Sugar	7.7	17.5	29.6	55.9	69
Soybean Oil	-0.1	0.0	0.3	0.2	3
Cocoa	-3.0	-34.4	-43.2	-23.1	64



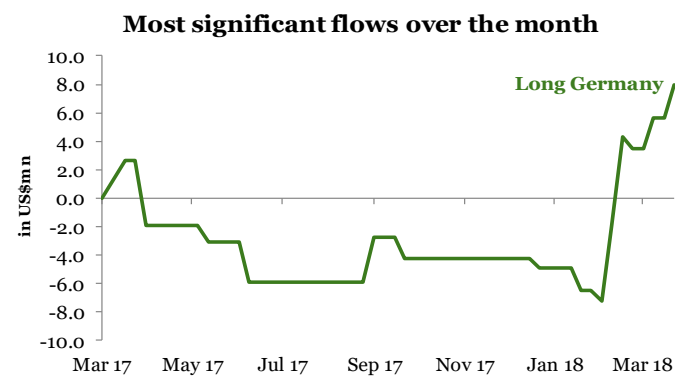
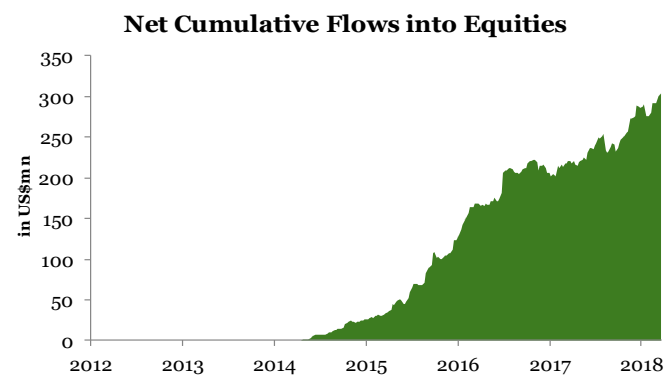
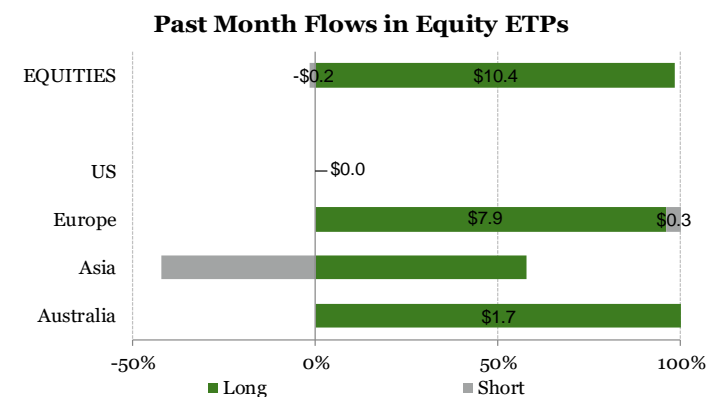
Livestock ETPs Flows Analysis

	FLOWS (in \$m)				AUM (in \$m)
	-1 Week	-1 Month	YTD	-1 Year	
Livestock	0.3	0.8	1.2	-2.2	8
Livestock Basket		-0.1	0.1	-0.4	1
Lean Hogs	0.3	0.7	1.0	-1.5	5
Live Cattle		0.2	0.1	-0.4	2



Equity ETPs Flows Analysis

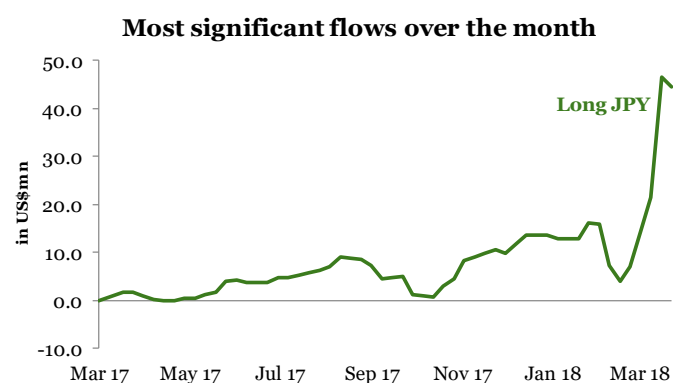
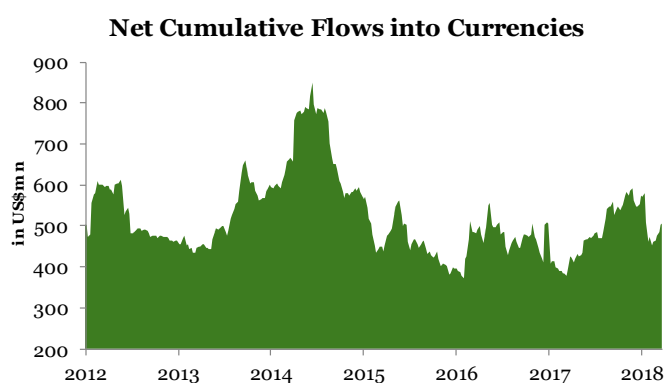
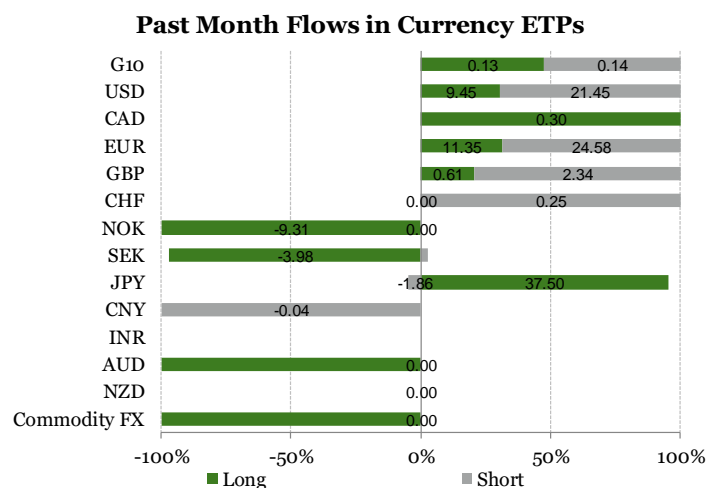
Region	FLOWS (in \$m)				AUM (in \$m)
	-1 Week	-1 Month	YTD	-1 Year	
Region	0.7	10.2	17.2	82.5	272
US			-3.3	8.2	38
Europe	0.3	8.3	13.2	61.3	185
Asia	-0.5	0.2	1.1	2.6	4
Australia	0.9	1.7	6.2	10.4	45



Currency ETPs Flows Analysis

FX	FLOWS (in \$m)				AUM (in \$m)
	-1 Week	-1 Month	YTD	-1 Year	
FX	7.8	45.8	-56.6	74.0	642
G10	0.1	0.3	-0.2	-4.8	3
USD	8.6	30.9	-68.7	35.4	454
CAD	0.2	0.3	0.6	0.9	4
EUR	9.4	35.9	1.6	112.7	527
GBP	2.6	2.9	2.9	6.0	142
CHF		0.2	1.0	-11.0	17
NOK		-9.3	-5.7	4.7	15
SEK	-2.6	-3.9	-7.3	-1.9	7
JPY	-1.5	35.6	-32.0	12.5	84
CNY		0.0	-0.1	-0.8	3
INR				-0.7	1
AUD		-0.3	-2.4	-0.6	8
NZD				-0.8	2
Commodity FX		0.0	-0.2	-6.9	0

n.b. Due to each currency being a pair, there is double counting in the flow data



Important Information

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