

db ETC Plc (Formerly db ETC Metals Plc)

Report and Financial Statements

For the period from 6 August 2009 to 31 December 2009

db ETC Plc (Formerly db ETC Metals Plc)

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Corporate information

DIRECTORS

Christopher Byrne - resigned 11 May 2010
Peter Gatehouse - resigned 11 May 2010
Ed Fletcher - appointed 11 May 2010
Ogier Corporate Director (Jersey) 3 Limited - appointed 11 May 2010
Ogier Corporate Director (Jersey) 4 Limited - appointed 11 May 2010

SECRETARY (from 11 May 2010 to date)

Deutsche International Corporate Services Limited
St Paul's Gate
New Street
St Helier
Jersey JE4 8 ZB
Channel Islands

SECRETARY (from incorporation to 11 May 2010)

Ogier SPV Services Limited
Whiteley Chambers
Don Street
St Helier
Jersey JE4 9WG
Channel Islands

INDEPENDENT AUDITORS

KPMG Channel Islands Limited
5 St Andrew's Place
Charing Cross
Jersey
JE4 8WQ
Channel Islands

REGISTERED OFFICE (from 11 May 2010 to date)

St Paul's Gate
New Street
St Helier
Jersey JE4 8 ZB
Channel Islands

REGISTERED OFFICE (from incorporation to 11 May 2010)

Whiteley Chambers
Don Street
St Helier
Jersey JE4 9WG
Channel Islands

Report of the directors

The directors present their report and the audited financial statements of db ETC Plc "the Company" for the period from 6 August 2009 to 31 December 2009.

INCORPORATION

The Company was incorporated in Jersey, Channel Islands on 6 August 2009.

PRINCIPAL ACTIVITIES

The principal activity of the Company, shall be to issue from time to time secured exchange traded securities ("ETC Securities") under the Secured ETC Precious Metals Linked Securities Programme (the "Programme").

The Company has not yet recorded any gains or losses during the period to 31 December 2009. Accordingly, no income statement, statement of comprehensive income or statement of cash flows have been presented.

Any expenses incurred by the Company prior to the date of the first issue of the ETC Securities will be borne by Deutsche Bank AG, London Branch.

On 16 April 2010, the Company changed its name from db ETC Metals Plc to db ETC Plc.

MANAGEMENT REPORT

As at the financial year end, the Company had not yet commenced trading.

DIVIDEND

The directors do not recommend the payment of dividend for the period under review.

DIRECTORS

The directors of the Company during the period and up to the date on which the financial statements were approved are shown on page 1.

SECRETARY

On 6 August 2009, Ogier SPV Services Limited were appointed as Secretary. Ogier SPV Services Limited resigned as Secretary on the 11 May 2010. Deutsche International Corporate Services Limited was appointed Secretary as of the 11 May 2010.

AUDITORS

KPMG Channel Islands Limited were auditors during the period and have expressed a willingness to continue in office.

By order of the board


Secretary

Date: 14th May 2010

Responsibility statement

The directors are responsible for preparing the management report and the financial statements in accordance with applicable law and regulations.

With regard to Regulation 2004/109/EC of the European Union (the "EU Transparency Directive"), the directors confirm to the best of their knowledge that:

- the financial statements for the period ended 31 December 2009 give a true and fair view of the assets, liabilities, financial position and profit or loss of the Company as required by IAS 34; and
- the management report of the Directors gives a true and fair view of the important events that have occurred during the period and their impact on the financial statements.

The directors further indicate that the financial statements for the period ended 31 December 2009 have been audited.

On behalf of the board



Director

Date: 14 May 2010

Statement of Directors' Responsibilities

The directors are responsible for preparing the financial statements in accordance with applicable law and International Financial Reporting Standards.

Companies Law requires the directors to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgments and estimates which are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies (Jersey) Law 1991. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

KPMG Channel Islands Limited
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Jersey JE4 8WQ
Channel Islands

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Charing Cross, St Helier
Jersey JE4 8WQ
Channel Islands

Independent auditor's report to the members of db ETC Plc

We have audited the financial statements of db ETC Plc for the period ended 31 December 2009 which comprise the Statement of Financial Position, the Statement of Changes in Equity and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Article 113A of the Companies (Jersey) Law 1991. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the financial statements in accordance with applicable law and International Financial Reporting Standards are set out in the Statement of Directors' Responsibilities on page 4.

Our responsibility is to audit the financial statements in accordance with the relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies (Jersey) Law 1991. We also report to you if, in our opinion, the company has not kept proper accounting records or if we have not received all the information and explanations we require for our audit.

We read the other information accompanying the financial statements and consider whether it is consistent with those statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

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Independent auditor's report to the members of db ETC Plc – continued

Basis of audit opinion - continued

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements:

- give a true and fair view, in accordance with International Financial Reporting Standards and of the state of the company's affairs as at 31 December 2009; and
- have been properly prepared in accordance with the Companies (Jersey) Law 1991.



Eric J. Bertrand
for and on behalf of KPMG Channel Islands Limited
Chartered Accountants

14 May 2010

Statement of financial position as at 31 December 2009

	Notes	31-Dec-09 GBP
ASSETS		
Current assets		
Cash	3	2
Total assets		<u>2</u>
EQUITY		
Share capital	4	2
Total equity attributable to equity holders of the Company		<u>2</u>
Total equity		<u>2</u>

During the financial period the Company did not trade and received no income and incurred no expenditure. Consequently, during the period the Company made neither a profit nor a loss.

The financial statements on pages 7 to 10 were approved by the board of directors and authorised for issue on 14/05/10 and were signed on its behalf by:



Director

Statement of changes in equity for the period from 6 August 2009 to 31 December 2009

	Issued share capital GBP	Total GBP
Balance at 6 August 2009	-	-
Issue of ordinary shares	2	2
Balance at 31 December 2009	<u>2</u>	<u>2</u>

Notes to the financial statements for the period ended 31 December 2009

1. GENERAL INFORMATION

db ETC plc (formerly db ETC Metals Plc) is a public company incorporated with limited liability under the laws of Jersey on 6 August 2009 and having its registered office at St. Paul's Gate, New Street, St. Helier, Jersey JE4 8ZB, Channel Islands (previously being Whiteley Chambers, Don Street, St Helier, Jersey, JE4 9WG, Channel Islands). It is registered with the Jersey Financial Services Commission with Company number 103781.

The Company has no direct employees.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and IFRS interpretations issued and effective or issued and early adopted at the time of the preparing these statements.

The Company has not yet recorded any gains or losses during the period to 31 December 2009. Accordingly, no income statement, statement of comprehensive income or statement of cash flows have been presented.

Any expenses incurred by the Company prior to the date of the first issue of the ETC Securities will be borne by Deutsche Bank AG, London Branch.

The Company is required to prepare its first financial statements as at 31 December 2009 as per its Memorandum.

(b) Basis of measurement

The financial statements have been prepared on the historical cost basis.

(c) Use of estimates and judgements

The preparation of financial statements in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily available from other sources. Actual results may differ from these estimates.

(d) Functional currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The financial statements are presented in pound sterling ("GBP"), which is the Company's functional and presentation currency.

(e) Financial assets

The Company initially recognises financial assets on the date that they are originated at fair value and they are subsequently measured at amortised cost using the effective interest method. They are derecognised when the right to receive cash flows from the assets has expired; or when the Company has transferred its contractual right to receive the cash flows of the financial assets, and substantially all the risks and rewards of ownership; or when control is not retained.

(f) Taxation

The Company is liable to Jersey income tax at 0%.

3. CASH

31-Dec-09
GBP

Ogier client account

2

Notes to the financial statements for the period ended 31 December 2009

4. SHARE CAPITAL

	31-Dec-09 GBP
<i>Authorised</i>	
10,000 shares of £1 each	<u>10,000</u>
<i>Issued</i>	
2 shares of £1 each	<u>2</u>

At the period end the share capital is fully paid. The Company is not exposed to externally imposed capital requirements and accordingly the directors do not actively manage its ordinary share capital.

5. RELATED PARTY TRANSACTIONS

Christopher Byrne is a partner of Ogier, which is an associated partnership of the Ogier Group Limited Partnership, the owner of Ogier Fiduciary Services (Jersey) Limited. Ogier Fiduciary Services (Jersey) Limited is the holding company of Ogier Corporate Trustee Limited and Ogier SPV Services Limited. Peter Gatehouse is a director of Ogier SPV Services Limited. Ogier Corporate Director (Jersey) 3 Limited and Ogier Corporate Director (Jersey) 4 Limited act solely in the capacity as a director of Jersey companies, pursuant to the Companies (Jersey) Law 1991, as amended. A fee of GBP 8,127 was paid to Ogier, by Deutsche Bank AG, London Branch, regarding provision of Directors from incorporation to 31 December 2009. Ed Fletcher as director of the Company and Alan Booth acting as alternate director for and on behalf of Ed Fletcher are employees of Deutsche Bank International Limited. Deutsche International Corporate Services Limited, which acts as administrator to the company, is a subsidiary of Deutsche Bank International Limited. No Fee for the year ended 31 December 2009 was charged to the company by Deutsche International Corporate Services Limited.

6. ULTIMATE CONTROLLING PARTY

The Company is wholly owned by db ETC Charitable Trust. The trustees being, Ogier Corporate Trustee (Jersey) Limited. In the opinion of the directors, the db ETC Metals Charitable Trust is the ultimate controlling party.

7. RISK MANAGEMENT

As at the year end, the Company had not yet commenced trading. Accordingly, the directors do not believe that the Company is exposed to any significant operational, credit, liquidity or market risk. The maximum credit risk exposure at the balance sheet date is £2.

8. POST BALANCE SHEET EVENTS

The directors are of the belief that the Company shall begin to trade and issue ETC Securities pursuant to a programme in June or July 2010.