



15 January 2018

The Directors  
Gold Bullion Securities Ltd  
Ordnance House,  
31 Pier Road,  
St Helier,  
Jersey, JE4 8PW

Dear Sirs,

**Audit of Gold Bullion in respect of Gold Bullion Securities**

Gold Bullion Securities Ltd (the "Client") has engaged Inspectorate International Limited ("Inspectorate") to conduct two inspections per year of the gold bullion held on behalf of Gold Bullion Securities at the vault of HSBC Bank plc, London (the "Custodian").

It is with pleasure that we submit below our reports to the Client in accordance with the agreed procedures for the Audit Reference Date of 31 December 2018.

Name of Account	Law Debenture Trust Plc as Trustee for Gold Bullion Securities
Material	London Good Delivery Gold Bars
Location	HSBC Bank plc, London
Results	As at the close of business on 31 December 2018, Gold Bullion Securities held title to 6,414 London Good Delivery Gold Bars with a weight of 2,578,554.202 fine troy ounces.

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Description of Activity	<p>Over the course of the inspection, we performed procedures including but not limited to:</p> <ol style="list-style-type: none"><li>1. Compared the records of the Custodian to the records provided by the Administrator to verify that the gold bars are held in the name of the applicable account;</li><li>2. Reconciled the total weight of gold bullion as recorded by the Administrator to the records of the Custodian as at the Audit Reference Date;</li><li>3. Visually checked each bar for the bar number, brand and purity;</li><li>4. Weighed a random sample of gold bars, equating to approximately 2.5 percent of the bar list. Bars were weighed in troy ounces to the nearest thousandth of an ounce. Details of each bar weighed were recorded;</li><li>5. Reconciled the physical movement of bars which occurred during the inspection period between 31 December 2018 and 15 January 2019.</li></ol>
Anomalies	<p>No anomalies were identified in respect of the gold bars as at 31 December 2018.</p>

The audit was carried out to the best of our knowledge and this report reflects our findings as at the time and place of the audit only.

For and on behalf of  
INSPECTORATE INTERNATIONAL LIMITED

Paul Alston