

Perth Mint Gold

(ASX: PMGOLD)

PRODUCT DISCLOSURE STATEMENT

ISSUER

GOLD CORPORATION

ABN 98 838 298 431

A statutory authority of the Government of Western Australia

31 July 2020



THE PERTH MINT
AUSTRALIA

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Term Sheet

This Term Sheet forms part of the Terms and Conditions of the Perth Mint Gold (“PMG”).

Issuer Gold Corporation, a statutory authority of the Government of Western Australia.

ASX Code PMGOLD.

Underlying Parcel 1/100th of a troy ounce of fine gold.

Guarantees each PMG will be fully covered by 1/100th of a troy ounce of fine gold held by Gold Corporation.

The liabilities of Gold Corporation, including its obligations under the PMG Terms and Conditions, are guaranteed under section 22 of the *Gold Corporation Act 1987*, an Act of the Western Australian Parliament.

Issue Date 9 May 2003.

Management Fee 0.00% - 0.15% annually, paid by annual redemption of PMGs at the end of the calendar year (inclusive of any applicable GST).

Exercisable at any time.

Settlement Method Physical gold (deliverable or stored at The Perth Mint) or cash.

PHYSICAL SETTLEMENT

Physical Forms

(a) London Good Delivery Bar (approximately 400 troy ounces and minimum purity of 99.50%).

(b) Perth Mint coin and bar products (subject to availability).

Settlement Date

(a) In the case of London Good Delivery Bars, 20 Business Days after Exercise Date.

(b) In the case of Perth Mint coin or bar products, as determined by Gold Corporation and dependent on availability.

Number of PMGs Required Variable, depending on the Physical Form selected by Holder.

Physical Settlement Fee Variable, depending on the Fabrication Charges of the Physical Form and costs of delivery method selected by Holder and any Taxes and Duties incurred by Gold Corporation in effecting Physical Settlement. Other costs (a Non-Delivery Fee) may be incurred if Holder fails to take delivery of his/her Physical Form.

CASH SETTLEMENT

Settlement Date 5 Business Days after the Exercise Date.

Cash Settlement Reduction Amount \$100.

STORAGE SETTLEMENT

Settlement Date 5 Business Days after the Exercise Date (subject to the Holder having a Depository Account at the time of Exercise).

Stored as Unallocated Gold with The Perth Mint and subject to the terms and conditions of the relevant Depository Account.

This Term Sheet is only a summary of the key features of the PMG. Investors should read this entire Product Disclosure Statement (“PDS”) including the Terms, which replaces the Product Disclosure Statement for the Perth Mint Gold Quoted Product dated 21 February 2019, before making an investment decision. All fees payable from time to time are set out in the Exercise Product & Price Schedule in Part 12 of this PDS.

Note: There is no application form in this PDS because PMGs can only be purchased by investors on the ASX.

Additional information about Perth Mint Gold

If you have any questions about the procedure for investing in Perth Mint Gold or how to complete the Exercise Notice, please contact Gold Corporation on 1300 651 465 or visit the investment section of Gold Corporation's website at www.perthmint.com.

Gold Corporation may waive any or all fees payable under the Terms at Gold Corporation's discretion, at any time.

DISCLOSURES

Product Disclosure Statement: This Product Disclosure Statement (the "PDS") replaces the Product Disclosure Statement for the Perth Mint Gold Quoted Product dated 21 February 2019. This PDS has been prepared by Gold Corporation ABN 98 838 298 431 ("Gold Corporation"), a statutory authority of the Government of Western Australia established under the *Gold Corporation Act 1987*, and the issuer of Perth Mint Gold ("PMG").

A copy of this PDS has not been and is not required to be lodged with the Australian Securities and Investment Commission ("ASIC"). ASIC takes no responsibility for the contents of this PDS. Nevertheless a PDS In-use notice has been lodged with ASIC.

Gold Corporation is exempt from the *Corporations Act* (except Chapter 5) as it is an "exempt public authority" as defined in section 9 of the *Corporations Act*. However, this PDS has been prepared in accordance with Chapter 7 of the *Corporations Act*. Gold Corporation is bound by the provisions of the *Fair Trading Act 1987 (WA)* which prohibits Gold Corporation from engaging in conduct that is misleading or deceptive or likely to mislead or deceive by this PDS. Also, Gold Corporation will be liable for the contents of this PDS in accordance with ordinary common law principles.

Investment Decisions: It is impossible in a document of this type to take into account the investment objectives, financial situation and particular needs of each reader. Accordingly, nothing in this PDS should be construed as a recommendation by Gold Corporation, or any associate of Gold Corporation or any other person concerning an investment in PMG. Readers should not rely on this PDS as the sole or principal basis of a decision to invest in PMG and should seek independent financial and taxation

advice before making a decision whether to invest in PMG. No person is authorised by Gold Corporation to give any information or to make any representation not contained in this PDS. Any information or representation not contained in this PDS must not be relied upon as having been authorised by or on behalf of Gold Corporation. Nothing in this PDS is, or may be relied upon as, a representation as to the future performance of PMG.

Jurisdiction and Selling Restrictions: This PDS is not an offer or invitation for PMG in any place in which, or to any person to whom, it would not be lawful to make that offer or invitation. The distribution of this PDS outside Australia may be restricted by the laws of places where it is distributed and therefore persons into whose possession this document comes should seek advice on and observe those restrictions. Failure to comply with relevant restrictions may violate those laws.

THE TERMS

This PDS has been prepared by Gold Corporation in accordance with the financial product disclosure requirements under the *Corporations Act*.

The PMG product is entered into between the Investor and Gold Corporation on the terms set out in the Terms and Conditions (the "Terms") which are contained in Part 6 of this PDS. It is important that you read the Terms (including the Term Sheet) in full as these set out your rights and obligations in relation to PMG.

DISCLAIMER

The gold market is volatile. Investments in gold involve a high degree of risk and are not suitable for all persons. Losses may be incurred both as a result of gold price diminution and if any price gains do not exceed applicable management, handling, delivery and related fees. Gold Corporation has not offered or given and will not provide any investment advice in connection with this PDS or PMG. If you are in any doubt as to the suitability of precious metals as an investment you should contact your legal and financial adviser before investing in PMG.

The meaning of any capitalised term appearing in this PDS is explained in Part 7.

1. Information about Perth Mint Gold

WHAT IS PMG?

Perth Mint Gold (“PMG”) is essentially a right created on-market by Gold Corporation to enable you to invest in gold on the Australian Securities Exchange (“ASX”).

PMG is structured as a call option in accordance with the ASX Operating Rules. Each PMG entitles you to acquire one hundredth of a troy ounce of fine gold and may be exercised by you at any time.

The ASX price of PMG is intended to track closely the international over-the-counter spot price of gold unhedged in Australian dollars, and will be based on the market value of the gold backing a PMG at the time of trading.

PMG IS A WA GOVERNMENT GUARANTEED PRODUCT

One of PMG’s strengths is the status of its issuer. Gold Corporation is a statutory authority of the Government of Western Australia. At the date of this PDS the Government of Western Australia’s domestic debt is rated A-1+ by the US international credit rating agency, Standard and Poor’s, its highest short term rating category, and its long term rating is AA+.

The liabilities of Gold Corporation, including its obligations under the PMG Terms and Conditions, are guaranteed under section 22 of the *Gold Corporation Act 1987*, an Act of the Western Australian Parliament.

PMG IS FULLY COVERED BY GOLD

PMG will be fully covered by unallocated gold held by Gold Corporation. Gold Corporation will hold one hundredth of a troy ounce of fine gold (which is the amount of pure physical gold) for each PMG it sells to you.

Every 100 PMGs you own will entitle you (upon exercise) to 1 troy ounce of fine gold from Gold Corporation.

Unallocated gold held by The Perth Mint is predominantly stored as

- Physical gold that is in unsegregated form in Gold Corporation’s operations (refining, minting)
- Physical gold bars and coins segregated from any other precious metals held in Gold Corporation’s vaults
- Gold held in Gold Corporation’s London metal accounts

Every ounce of unallocated gold is 100% backed by gold held by Gold Corporation. The gold that Gold Corporation holds to back unallocated metal is recorded on the Perth Mint balance sheet as an asset, whilst the unallocated ounces sold to investors are recorded as a liability.

WHAT ARE THE BENEFITS OF INVESTING IN PMG?

The possible benefits of investing in PMG include:

- acquiring a non-leveraged product that tracks closely the international over-the-counter market spot price of gold (unhedged in Australian dollars);
- owning an investment managed by Gold Corporation, a statutory authority of the Government of Western Australia;
- gaining a Government guaranteed right to acquire physical gold from Australia’s leading precious metals mint, which has over a century’s involvement in the nation’s gold industry;
- owning an investment that can be traded on the ASX, which provides a transparent and regulated market; and
- avoiding the risks and costs associated with personal storage of gold bullion.

WHAT ARE THE RISKS OF INVESTING IN PMG?

When reading this PDS, you also should consider carefully the risks described in greater detail in Part 3 of the PDS (on pages 13 - 15). The risks include, without limitation:

- general market risks;
- risk of non-performance by Gold Corporation;
- risk of changes in the PMG Management Fee, Physical Settlement Amount, Storage Settlement Amount and Cash Settlement Reduction Amount;
- market liquidity risk; and
- volatility risk in the international gold and currency markets.

As with any investment, it is very important that you understand and appreciate the risks involved in investing in PMG. Losses may be incurred as a result of gold price declines and adverse currency movements, or if any price gains do not exceed your Physical Settlement Amount, Storage Settlement Amount or Cash Settlement Reduction Amount (as applicable) and the PMG Management Fee.

HOW DO I OBTAIN PMG?

You can buy a PMG only on the ASX. You cannot subscribe for a PMG directly from Gold Corporation.

PMG QUOTED ON THE ASX

Gold Corporation was granted approval by ASX, for the admission of PMG to quotation as an AQUA product on the ASX trading market. You are able to acquire PMGs through your stockbroker. Gold Corporation has made a primary issue to GoldCorp Australia (see “How are PMGs created?” on the next page).

AQUA RULES

The ASX’s AQUA Rules enables quotation of managed funds, ETFs and structured products on ASX. Trading for structured products quoted on ASX under the AQUA Rules operates in the same way that warrants are traded on the ASX market.

The ASX AQUA Rules in Section 10A of the ASX Operating Rules are based upon, and similar to the ASX Warrant Rules in Section 10 of the ASX Operating Rules. The key difference in principle between the ASX Warrant Rules and the ASX AQUA Rules, in respect of products such as PMG, is that the AQUA Rules provide greater flexibility in product structures and the underlying instruments.

The AQUA Rules are considered to be more appropriate than the Warrant Rules for PMGs as the underlying instrument is gold bullion rather than equities and the PMGs have no maturity.

Unlike the Warrant Rules, the AQUA Rules do not require Gold Corporation to lodge a statement of assets, liabilities and equity or to make a copy of its current annual report available to Holders. However, Gold Corporation is required to table its annual report to the Parliament of Western Australia and makes it available at its website.

The Warrant Rules include provisions dealing with payment of the intrinsic value of expiry of unexercised warrants and the liquidated damages payable for failure to deliver exercised deliverable warrants, neither of these are required under the AQUA Rules and so will not apply to PMGs. However, under Clause 11 of the Terms, any failure by Gold Corporation to deliver the Underlying Parcel or the Cash Settlement Amount will result in Gold Corporation being required to deliver or pay 110% of the Underlying Parcel.

DEFERRED SETTLEMENT PERIOD

There will be a period of deferred settlement trading for the PMG around 31 December of each year. This is to allow for redemption of the number of PMGs corresponding to the amount of the PMG Management Fee payable by the Holder (see clause 9 in Part 6 of this PDS). While you may transact (i.e. buy or sell PMGs) on the ASX, settlement of these transactions will not occur until the second day after re-commencement of trading on a normal T+2 basis. This deferred settlement trading period is expected to commence on the fifth trading day prior to 31 December of each year, with normal T+2 settlement recommencing on the fifth trading day following 31 December. The exact dates for deferred settlement trading (if any) will be advised by the Issuer making an announcement via ASX prior to commencement of deferred settlement trading.

For example, if you sell on the first day of deferred settlement trading, you will remain registered as the Holder of the PMGs on 31 December. You will not receive the proceeds of your sale until 2 days after the recommencement of trading on a T+2 basis.

During the deferred settlement trading period, the PMGs will trade on a “post-reset” basis. This means that trading during this period will be treated as if trades occurred on a normal T+2 basis.

HISTORICAL AMENDMENTS MADE TO THIS PDS

The amendments to the Product Disclosure Statement dated 7 May 2003 made by the PDS dated 1 July 2010 are as follows:

- Application has been made for the PMGs to be listed under the ASX AQUA Rules in Section 10A of the ASX Operating Rules instead of being listed under the ASX Warrant Rules in Section 10 of the ASX Operating Rules. The PMGs are now described as an option rather than a warrant.
- The ASX code will change from ZAUWBA to PMGOLD.
- Physical Settlement is no longer subject to a minimum of 100 PMGs.
- The Exercise Price has been reduced from \$0.50 per ounce to zero.
- The 31 December 2013 Expiry Date of the PMGs has been removed.
- The restriction on Gold Corporation from expiring PMG if there were more than 10 million PMGs held has been removed. Gold Corporation will now be able to expire the PMGs at any time with six months notice.

- The PMG Management Fee has been reduced to 0.15% per annum.
- The requirement to expire the PMGs in the event of a Force Majeure has been removed. Instead, once a Force Majeure has occurred and is continuing, the obligations of Gold Corporation under the PMGs will be suspended and deferred until the event giving rise to the Force Majeure ceases to exist.
- Under ASX Operating Rules, Gold Corporation is obliged to either make markets by quoting buy and sell offers for PMG or appoint Market Maker(s) to ensure that a reasonable bid and volume is maintained in the market for 90% of the time that the ASX trading market is open. For further information, see section “Market Making in PMGs?” on page 7.

These changes were consequential changes to the PDS and the PMG Terms, and, as such, the changes were made by a resolution approved by 75% or more of votes cast by PMG Holders (disregarding the Issuer and its associates).

The amendments to the Product Disclosure Statement dated 1 July 2010 made by the PDS dated 21 February 2019 are as follows:

- Add Storage Settlement.
- Updates to historical information listed in the PDS.
- Update to tax information described in section 4 of the PDS

The amendments to the Product Disclosure Statement dated 21 February 2019 made by this PDS dated 31 July 2020 are as follows:

- Clarify the PMGs track the price of gold unhedged in Australian dollars.
- Clarify the PMGs are backed by unallocated gold held by The Perth Mint
- Amend the PMG Management Fee so that there is no annual PMG deduction for Holders of less than 667 PMGs.
- Clarify the PMG Management Fee is inclusive of GST.
- Update to tax information described in section 4 of the PDS in respect of GST.
- Updates to historical information listed in the PDS.
- Other minor amendments and clarifications.

YOU ARE BOUND BY THE PMG TERMS AND CONDITIONS WHEN YOU BUY A PMG

Perth Mint Gold is issued by Gold Corporation on the Terms set out in this PDS and in particular in Part 6. You should ensure that you read and understand the Terms. By purchasing a PMG on ASX you will become bound by the Terms.

HOW ARE PMGS CREATED?

Gold Corporation has issued 321,500,000 units of PMGs as treasury stock to GoldCorp Australia ABN 49 230 812 547 (“GoldCorp”), a body corporate created under the *Gold Corporation Act 1987*, representing the authorised amount of PMGs that can be sold to general investors through the ASX under this PDS (approximately 100 tonnes of gold).

MARKET MAKING IN PMGS?

Under ASX Operating Rules, Gold Corporation is obliged either to make markets by quoting buy and sell offers for PMG or appoint Market Maker(s) to ensure that a reasonable bid and volume is maintained in the market for 90% of the time that the ASX trading market is open.

By quoting PMG buy and sell offers, the Market Maker(s) will provide:

a) Reference Pricing

The provision of continuous buy offers and sell offers (while PMG treasury stock is available) by the Market Maker(s) will provide investors with information about the intra-day over-the-counter spot gold price and provide a link between the spot gold market and PMG trading on the ASX.

b) Liquidity

The Market Maker(s) will act as buyers or sellers of last resort, enabling investors to acquire or dispose of PMG for cash settlement via the ASX. Liquidity is also available by exercising the PMGs at any time.

However, if the number of PMGs sold equals the total issued PMG treasury stock, Gold Corporation will inform the market immediately via ASX’s CAP that there are no more PMGs available for offer from Gold Corporation. The Market Maker(s) therefore will cease to quote sell offers for PMGs until Gold Corporation notifies the market that it has available PMG treasury stock on which the Market Maker(s) can resume quoting sell offers. During this time, the Market Maker(s) will continue to maintain reasonable PMG bid prices and volumes to enable investors to sell their PMGs.

HOW MUCH DOES PMG COST?

All fees that you must pay for the PMG are set out in the Exercise Product & Price Schedule in Part 12 of this PDS. This Schedule will vary during the life of the PMG because some of the costs (such as manufacturing the gold bar or coin you choose for delivery) will change from time to time. Gold Corporation will provide notification of any such change by updating its Exercise Product & Price Schedule and making it available from the investment section of its website at www.perthmint.com. A summary of all the costs and fees payable is set out below.

PURCHASE PRICE

The cost of PMG will be equal to the price you pay to buy a PMG on the ASX.

BROKERAGE FEES

You may incur brokerage fees on the purchase and sale of a PMG on the ASX if you use a broker.

HOLDING FEES

If you hold 667 or more PMGs at the close of trading on 31 December, you will incur the PMG Management Fee (including in respect of any PMGs sold during the deferred settlement period – please refer to Deferred Settlement Period on page 6 for more information)..

PMG MANAGEMENT FEE

The PMG Management Fee covers the following operating expenses incurred by Gold Corporation:

- (a) any shipment, storage and insurance costs associated with the management of the gold underlying each PMG;
- (b) the cost of making this product available to you;
- (c) registry and CHES costs associated with trading in PMG by its Holders;
- (d) any other costs incurred by Gold Corporation at any time in the future in the management of this product. At the date of issue of this PDS, Gold Corporation is not aware of any such costs.

The PMG Management Fee will vary over the life of the PMGs because storage, insurance, CHES, registry and other management costs will change. Gold Corporation will give Holders three months' written notification of any change to the PMG Management Fee.

The PMG Management Fee is currently fixed at a rate of 1 PMG for every 667 PMGs held by a Holder (equivalent to 0.15% annually) and includes any applicable GST.

The PMG Management Fee is incorporated into the daily bid and ask prices quoted by the Market Maker(s) and will be charged each year at the close of trading on ASX on 31 December. If you become a Holder after 31 December, then you will be charged the PMG Management Fee on the following 31 December. Cash payment of this fee will not be required or accepted by Gold Corporation. Instead, Gold Corporation will deduct the appropriate number of PMGs from your holding at a rate of 1 PMG for every 667 PMGs held, according to the following schedule:

- if you hold less than 667 PMGs, no PMG will be deducted;
- if you hold 667 to 1333 PMGs, 1 PMG will be deducted;
- if you hold 1334 to 2000 PMGs, 2 PMGs will be deducted;
- if you hold 2001 to 2667 PMGs, 3 PMGs will be deducted; and so on.

A revised Holdings Statement will be sent to you as soon as possible after such deduction is made showing the number of PMGs redeemed by Gold Corporation to pay your PMG Management Fee (including any applicable GST) and the number of PMGs you continue to hold

Please note that "Holder" in this PDS refers to the legal owner of the PMGs. If you own PMGs via a custodian, platform, or any other third party, then you will be the beneficial owner of the PMGs but will not be the legal owner (and you will therefore not be a "Holder" for the purposes of this PDS). In such cases, even if you hold less than 667 PMGs, the legal owner of your PMGs may own 667 or more PMGs and will therefore be charged the PMG Management Fee, which they may pass onto you..

EXERCISE FEES AND REDUCTIONS

If you exercise your PMG, you also will have to pay the following fees depending on which form of settlement you choose:

PHYSICAL SETTLEMENT

- (a) Physical Settlement Fee (including Fabrication Charges which will differ depending upon the type of physical gold form you choose); and
- (b) if you fail to take delivery of the gold, any costs incurred by Gold Corporation in selling your gold (including the costs of returning the gold to Gold Corporation, if required) and making a cash payment to you.

CASH SETTLEMENT

- (a) Cash Settlement Reduction Amount.

STORAGE SETTLEMENT

No exercise fees are applicable to Holder's electing Storage Settlement. Holders electing Storage Settlement must hold or open a Depository Account with The Perth Mint. As at the date of this PDS, there are no storage fees applying to online Depository Accounts holding Unallocated Gold. There may be transaction fees to buy and sell within your Depository Account and fabrication fees and storage fees should you wish to convert your Unallocated Gold into allocated bars or coins. To obtain more information regarding Depository Accounts please contact The Perth Mint Depository office on 08 9421 7250 or go to our website: www.perthmint.com/storage

Further details on PMG's physical, storage and cash settlement options can be found in Part 11 of this PDS. Part 12 of this PDS is the Exercise Product & Price Schedule. This sets out all the fees payable on exercise as at the date of this PDS. If any of these fees change from time to time, an updated Exercise Product & Price Schedule will be available from the investment section of Gold Corporation's website at www.perthmint.com.

GOLD CORPORATION MAY WAIVE FEES

Gold Corporation may waive any or all fees payable under the Terms at Gold Corporation's discretion, at any time.

COMMISSIONS, FEES AND EXPENSES

There is no commission, establishment fee or additional ongoing management fee charged to you in respect of the PMG other than the fees described above.

HOW DO I EXIT MY PMG INVESTMENT?

Under the PMG Terms and Conditions you have the right to either:

- (a) sell your PMGs on the ASX through your broker; or
- (b) convert your PMGs into physical gold by sending an Exercise Notice electing Physical Settlement or Storage Settlement to Gold Corporation; or
- (c) receive a cash payment for your PMGs by sending an Exercise Notice electing Cash Settlement to Gold Corporation, at any time.

HOW DO I EXERCISE MY PMG?

You can choose one of three exercise options: physical settlement (delivered gold), cash settlement or storage settlement (storage at The Perth Mint).

In the case of PMG physical settlement, The Perth Mint can have the Gold delivered to you in a number of forms, including The Perth Mint's bars and Australian legal tender coins. You can collect Gold directly from The Perth Mint or have it delivered to you via secure carrier. A Physical Settlement Fee will be payable, made up of the cost of fabricating (or manufacturing) the type of bar or coin you have chosen (the "Fabrication Charges") and the cost of the delivery method you have chosen plus any applicable Taxes and Duties incurred by Gold Corporation in effecting Physical Settlement. The Fabrication Charges for each type of bar and coin form are set out in the Exercise Product & Price Schedule. Please contact Gold Corporation for information regarding the cost of the delivery method available to you.

A list of all deliverable products and their corresponding fees will be detailed in an Exercise Product & Price Schedule available from Gold Corporation or its website. An indicative Exercise Product & Price Schedule as at the date of this PDS can be found in Part 12 of this PDS. While Gold Corporation reserves the right to change the products listed on this Schedule, PMG gold will be deliverable in the form of the London Good Delivery Bars at all times.

If you elect not to take physical delivery, Gold Corporation can either store your gold for you at The Perth Mint or pay you the Cash Equivalent Amount of your PMGs less an Administration Fee equal to \$100 which covers Gold Corporation's costs, as at the date of this PDS, of selling the gold and paying the cash to you. However, these selling and payment costs may change from time to time and Gold Corporation will notify you of any such changes on the Exercise Product & Price Schedule available from the investment section of its website www.perthmint.com.

Further details on PMGs physical, storage and cash settlement options can be found in Part 11.

WHEN DO PMGS EXPIRE?

The PMGs expire:

- (a) at the Settlement Date after a valid Exercise Notice is received; or
- (b) you call for a liquidated damages amount to be paid, as described in clause 11 of the Terms (in Part 6 of this PDS); or
- (c) six months after the date of a CAP Announcement by Gold Corporation that it is no longer offering the PMG product, at Gold Corporation's absolute discretion.

If you have not exercised the PMG before they expire, Gold Corporation may:

- (a) sell the gold held by Gold Corporation as cover for your PMGs on the over-the-counter market and send the sale proceeds to you, less Gold Corporation's costs and expenses in selling the gold (no Physical Settlement Fee or Cash Settlement Reduction Amount will be payable in this case, see clause 12.2 of the Terms contained in Part 6 of this PDS); or
- (b) give you the option of continuing to hold your gold in a direct account with Gold Corporation. If so, Gold Corporation will provide you with information regarding our direct account facilities through which you can hold your gold. You must have opened a direct account with Gold Corporation before the PMGs expire, otherwise this option is not available to you.

As at the issue date of this PDS, Gold Corporation has no intention of removing the PMG product from the ASX or otherwise ceasing to offer the PMG product.

CAN THE PMG TERMS CHANGE?

Yes. The Terms (see Part 6 of this PDS) may be amended or varied if authorised by Holders, or if necessary to comply with the law or ASX requirements or to correct an inconsistency or error in the Terms in Part 6. You will be notified of any such changes. You should read clause 19 of the Terms to fully understand your rights and obligations if these Terms are amended.

ANNOUNCEMENTS TO ASX

The Issuer will make company announcements to ASX through the CAP for the PMGs if any event(s) occurs that will have a material effect on the price of PMGs. The Issuer will also release its financial statements through the CAP.

Where the Issuer makes an announcement through CAP, the announcement will be listed as made by "GCB" (the ASX code for the Issuer).

DISPUTES CONCERNING PMG

You may make a complaint relating to the PMG directly to Gold Corporation via telephone on 1300 651 465. If the complaint cannot be resolved in the first instance, the relevant officer will forward the complaint to senior management to instigate an investigation and seek a resolution. We will inform you of the outcome. If you are not satisfied with the way in which Gold Corporation deals with your complaint, you may refer it to:

The Parliamentary Commissioner for
Administrative Investigations
Level 2
Albert Facey House
469 Wellington Street
Perth, Western Australia, 6000
www.ombudsman.wa.gov.au

2. Information about Gold Corporation

WHO IS GOLD CORPORATION?

Gold Corporation is Australia's largest precious metals refining, minting, depository and value-adding group, providing high quality services and precious metal products to domestic and international markets. Gold Corporation was established by the *Gold Corporation Act 1987* on 30 June 1988 and is wholly owned by the Government of Western Australia. The *Gold Corporation Act 1987* also formalised the merger of the Western Australian Mint (also known as The Perth Mint) and GoldCorp Australia, a new body corporate created under the Act.

The mission of Gold Corporation is:

To provide high quality refining, processing and other services to the gold industry and to develop and market globally, innovative, value-added precious metal products at a commercial rate of return acceptable to its shareholder.

Gold Corporation's functions, as described in sections 10, 36 and 49 of the *Gold Corporation Act 1987*, include:

- providing high quality processing services to the precious metals industry;
- adding value to Australia's precious metals before export;
- generating consumer interest in, and demand for, precious metals;
- promoting and developing markets for gold;
- providing international standard storage and safekeeping facilities for precious metals and other valuables; and
- promoting Perth as an international bullion centre.

The liabilities of Gold Corporation are guaranteed by the Government of Western Australia under section 22 of the *Gold Corporation Act 1987*. Gold Corporation's Board of Directors includes a representative of the Under Treasurer of the State of Western Australia. Gold Corporation is audited annually by the State Auditor General to ensure compliance with the *Financial Administration & Audit Act 1985* and the *Gold Corporation Act 1987*.

GOLD CORPORATION'S OPERATIONS

Gold Corporation is the holding company of two wholly owned subsidiaries, the Western Australian Mint and GoldCorp Australia. Gold Corporation provides central services to the group, including treasury, bullion services and settlement, accounting, personnel management, business development, information systems, public affairs, government relations, security and records management.

Gold Corporation was formed in 1986 to manage the redevelopment of the Western Australian Mint and to mint and market Australia's first legal tender precious metal bullion coin program internationally, under a unique agreement with the Commonwealth of Australia. Gold Corporation is a significant participant in international markets for value-added precious metal investment and collectable coin products, marketing a wide range of legal tender bullion and collector coins, and precious and base metal medallions.

Perth Mint Depository, a division of Gold Corporation, has developed an international reputation as a safe haven precious metal depository. The Depository offers precious metal storage services to domestic and international private clients, trusts, superannuation funds and corporations seeking secure storage under government guarantee.

Gold Corporation also runs Australia's largest London Bullion Market Association accredited gold refinery, which refines most of Australia's gold production, gold from surrounding countries and also secondary gold, mainly from Asia. It is one of the highest throughput gold refineries in the world and also refines considerable quantities of silver.

Gold Corporation's Annual Report is available at www.perthmint.com. With regard to the financial position of the Government of Western Australia, a Quarterly Financial Results Report is available at www.treasury.wa.gov.au.

GOLD CORPORATION'S FINANCIAL POSITION

The following table highlights Gold Corporation's financial performance, and the changes in Gold Corporation's total assets, liabilities and net equity since 2015. Note at the time of the preparation of this PDS, audited financial statements for Gold Corporation for the 2020 financial year were not yet available.

All figures are in Australian dollars and are the amounts attributable to Gold Corporation only.

	FY 2019	FY 2018	FY 2017	FY 2016	FY 2015
Income	18.08bn	18.86bn	8.12bn	9.02bn	6.6bn
Net Profit (Before Tax)	13.3m	10.05m	24.45m	41.04m	19.9m
Net Profit (After Tax)	7.94m	6.67m	17.00m	29.54m	14.06m
Total Assets	4.70bn	4.13bn	3.83bn	4.29bn	3.25bn
Total Liabilities	4.57bn	4.00bn	3.70bn	4.15bn	3.12bn
Equity	128.42m	126.6m	132.9m	138.2m	121.5m

CORPORATE GOVERNANCE

The Board of Directors is the governing body of Gold Corporation. The *Gold Corporation Act 1987* empowers the Board to determine policies for the Corporation and its subsidiaries, and requires the Board to:

- develop and expand the Corporation's business for the benefit and to the greatest advantage of the people of Australia;
- operate in accordance with prudent commercial principles; and
- strive to earn a commercial rate of return on its capital.

The Board's authority is limited by the provisions in the *Gold Corporation Act 1987* and by Ministerial direction. The Board is committed to sound corporate governance principles, high standards of legislative compliance, and financial and ethical behaviour. The Board regards directorial and managerial conduct seriously and as an integral part of sound governance practices. In accordance with that, the Board has established and committed itself to a Statement of Business Principles and a Corporate Governance Charter. The Board acknowledges its accountability to the Corporation's only shareholder, the Government of Western Australia.

3. Risks of investing in Perth Mint Gold

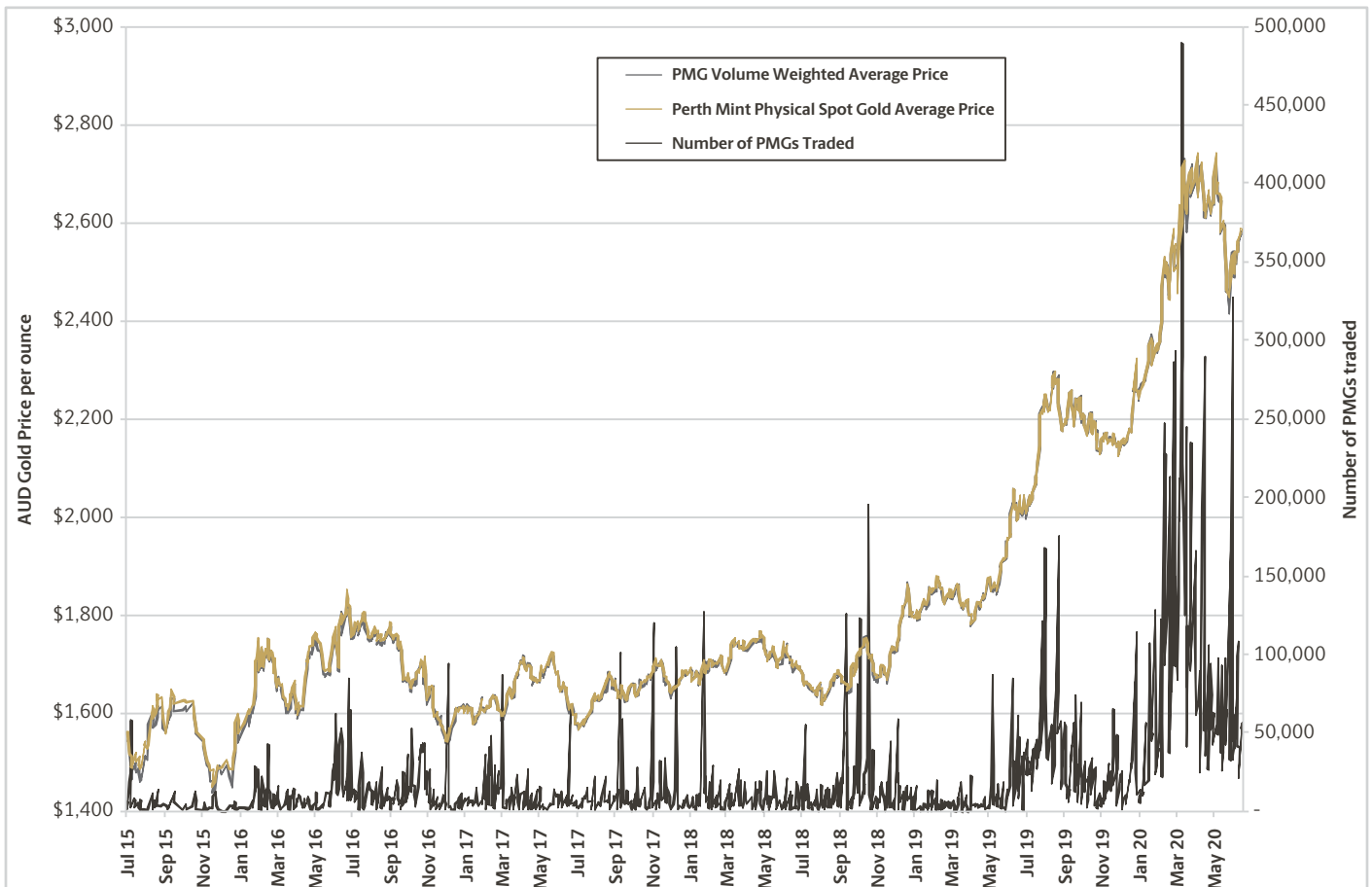
Investing in PMGs involves a degree of risk. This section is a general summary of some of these risks.

This section does not purport to be a comprehensive summary of all of the risks associated with an investment in a PMG but describes the significant risks associated with an investment in a PMG. Further, by its nature, this section cannot identify all of the relevant considerations that may be a risk for individual potential investors, and is not a substitute for independent advice.

PMG is considered by Gold Corporation to be suitable only for investors who understand fully and accept all of the following risks involved in investing in this gold ASX quoted product. This PDS does not take into account a potential investor's own financial needs, investment goals or financial circumstances. Gold Corporation recommends that you obtain independent financial advice before buying a PMG.

While the PMGs are admitted to Trading Status on the ASX markets, the Issuer must comply with its market making obligation under the ASX Operating Rules. Subject to these rules, the Issuer has appointed the Market Maker(s) to ensure that there are always buy and sell offers for PMG quoted on the ASX and that these offers track the AUD price of gold available in the worldwide wholesale over-the-counter market. Below is a graph of the volume weighted average price of PMG compared to The Perth Mint AUD spot price for physical gold from July 2015 to June 2020 as well as the volume of PMGs traded. Note that the PMG Volume Weighted Average Price is calculated by taking the average traded price completed by the Market Maker, and multiplying this by 100, so that it is comparable to The Perth Mint AUD spot price.

TRADING ANALYSIS



The Perth Mint AUD spot price for physical gold from July 2015 to June 2020

(Past performance is not an indication of future performance)

The graph demonstrates that the price of PMG tracks The Perth Mint's Australian dollar gold price. As PMGs are designed to track the AUD price of gold, investors should be aware that the price of PMGs will reflect the same risks associated with a direct investment in gold – these risks are discussed in detail below.

In addition, the market price of PMGs will be a function of supply and demand amongst investors wishing to buy and sell PMGs and the bid-offer spread that the Market Maker(s) quotes. At any time the price of PMG trading on the ASX may not reflect accurately the AUD price of gold.

GENERAL MARKET RISKS

The general economic and political climate, general movements in local and international stock markets, prevailing and future economic conditions, investor sentiment, interest rates, and other events and factors outside the control of Gold Corporation could all affect the value of your PMG.

Although the Holder may exercise their PMGs at any time, a PMG is a financial instrument with no maturity. It may fall in price at or before it is exercised or otherwise expires. The market value of your PMGs will be determined by market conditions, including:

- (a) the volatility of the over-the-counter gold and foreign exchange markets; and
- (b) the liquidity of the over-the-counter gold and foreign exchange markets.

Changing market conditions may cause a change in the PMG's price on the ASX.

GOLD PRICE AND EXCHANGE RATE VOLATILITY RISKS

Gold generally is traded internationally in US dollars (USD). As PMG will be traded on the ASX in Australian dollars (AUD), your PMG investment will be affected by movements both in the AUD/USD exchange rate and the USD gold price. Increases in the AUD gold price may arise from increases in the USD gold price and/or decreases in the AUD/USD exchange rate.

WORLD EVENTS

World events such as terrorism, war, pandemics, political and economic trends, can all have an impact on the market price of gold and the AUD/USD exchange rate and hence the market value of PMG.

The USD gold price can fluctuate significantly in response to investor sentiment, industrial demand, mine supply, central bank policies, and other factors outside the control of Gold Corporation.

The AUD/USD exchange rate is also volatile. It can fluctuate in response to changes in Australia's economic environment, political climate, stock market performance, interest rates, and other events and factors outside the control of Gold Corporation.

Investors interested in further information on the above data should visit the investment section of Gold Corporation's website at www.perthmint.com where The Perth Mint's extensive historical records of precious metal spot prices, exchange rates, London Fix prices and interest rates may be accessed free of charge.

RISK OF NON-PERFORMANCE BY GOLD CORPORATION

While Gold Corporation will fully cover each PMG with physical gold held by Gold Corporation, Holders of a PMG have no proprietary rights or beneficial interest in any such physical gold. As PMG is backed by unallocated gold, there is some credit risk in this product. The PMG is an unsecured obligation of Gold Corporation ranking equally with all other unsecured obligations of Gold Corporation. However, as the liabilities of Gold Corporation, including its obligations under the PMG Terms, are guaranteed by the Government of Western Australia under the *Gold Corporation Act 1987*, any such failure by Gold Corporation to fully cover each PMG means that you ultimately have an exposure to the Government of Western Australia.

The State's A-1+ short term credit rating, and AA+ long term credit rating, as at the date of this PDS may change from time to time in response to changes in its economic performance. Any such change in the State's credit rating may affect the perceived strength of Government Guarantee mentioned above.

RISK OF CHANGES IN THE PMG MANAGEMENT FEE

The PMG Management Fee may vary over the life of the PMG's because storage, insurance, CHES, registry and other management costs will change. Gold Corporation may increase the PMG Management Fee in subsequent periods if the costs associated with the operation of PMG increase or Gold Corporation has underestimated these costs. Gold Corporation will give Holders three months written notification of any change in the PMG Management Fee.

EXERCISE OF DISCRETION BY GOLD CORPORATION

The PMG Terms confer discretions on Gold Corporation regarding PMG Exercise. The exercise or non-exercise of these discretions could affect adversely the value of the PMG. You do not have the power to direct Gold Corporation concerning the exercise of any discretion. These discretions include, but are not limited to, those set out in clauses 7.4, 9.1, 12.1(c), 13.2 and 19.1 in the Terms contained in Part 6 of this PDS.

SUSPENSION OF TRADING BY ASX

ASX as the operator of the AQUA trading platform has the discretion to halt or suspend trading of any AQUA Product in accordance with the provisions of the ASX Operating Rules.

4. Tax Summary

INTRODUCTION

The following summary of Australian tax implications has been prepared by Baker & McKenzie for inclusion in this Product Disclosure Statement issued by Gold Corporation for the proposed offer of Perth Mint Gold (“PMG”).

This discussion is a general guide to the key Australian tax implications arising for an Australian resident individual taxpayer who acquires PMGs.

This discussion is necessarily general in nature and does not take into account the specific taxation circumstances of each individual Holder. Potential Holders should not rely on this summary and should seek their own independent advice on the taxation implications relevant to their own circumstances before making any investment decision.

Each Holder should be aware that the ultimate interpretation of the taxation law rests with the Courts and that the law, and the way the Commissioner of Taxation administers the law, may change at any time.

In this discussion, the “1936 Tax Act” means the *Income Tax Assessment Act 1936* and “CGT” refers to the capital gains tax provisions contained in the *Income Tax Assessment Act 1997* (“1997 Tax Act”). Capitalised terms used in this summary that are not defined in this summary have the same meaning as in the Product Disclosure Statement.

SUMMARY OF TAX IMPLICATIONS

TAXATION OF FINANCIAL ARRANGEMENTS

Division 230 of the *Income Tax Assessment Act 1997* contains the final stages of the taxation of financial arrangement (TOFA) reforms. .

Division 230 applies to financial arrangements that a taxpayer “starts to have” on or after 1 July 2010 (although taxpayers may have elected in early for the income year commencing on or after 1 July 2009). Various exclusions exist under the provisions. For example, financial arrangements held by individuals, superannuation entities and managed investment schemes where the

assets held are less than \$100 million and Australian depository institutions with an aggregated turnover of less than \$20 million are excluded provided the financial arrangements held are not qualifying securities or are qualifying securities that will end not more than 12 months after the time of acquisition. In this regard, it is considered that a PMG should not be regarded as a qualifying security.

As the taxation profile of each Holder is different, each Holder should seek their own independent taxation advice.

CHARACTERISATION OF PMG FOR INCOME TAX PURPOSES

Division 16E of Part III of the 1936 Tax Act applies to tax the holder of “qualifying securities” on an accruals basis. It is considered that a PMG is not a security as defined for the purposes of Division 16E. Consequently, Division 16E does not apply to a PMG.

Sections 26BB and 70B of the 1936 Tax Act treat (broadly) any gains or losses on the redemption or disposal of a traditional security as ordinary income or losses. As a PMG is an option to acquire gold bullion, it is not a security as defined and so sections 26BB and 70B will not apply on the disposal or redemption of a PMG.

UNIT TRUSTS

Broadly speaking, Division 6C of Part III of the 1936 Tax Act taxes “public trading trusts” as if they were companies. If a Holder is a unit trust that is not a public trading trust before investing in the PMG, then the investment in the PMG will not of itself cause the Holder to become a public trading trust.

Unit trusts who complete an Exercise Notice and take delivery of the gold will be holding physical gold bullion and not a financial instrument. The holding of physical gold bullion is not an “eligible investment business” for the purposes of Division 6C of Part III of the 1936 Tax Act.

HOLDERS WHO HOLD PMG ON CAPITAL ACCOUNT

For CGT purposes, a PMG is a “CGT asset”. The CGT asset is the option itself and not the Underlying Parcel (that is, gold). The CGT consequences of an investment into PMG are summarised below.

Exit mechanism	Capital gains tax impact
Sale of PMG on ASX	Disposal of PMG is a taxable CGT event.
	Discount may be available if PMG held for more than 12 months.
Physical Settlement / Storage Settlement	No CGT event. Costs of acquisition and exercise of PMG become part of cost base of the gold.
Cash Settlement	Cancellation of PMG on the Cash Settlement is a taxable CGT event, with the Cash Settlement Amount being the capital proceeds for CGT purposes.

Fee/Reduction	Capital gains tax impact
PMG Management Fee	Not deductible in the year in which it is incurred.
	Forms part of the cost base of the PMG. Can be utilised to reduce any capital gain on the disposal or cancellation of the PMG.
	Does not form part of the reduced costs base of the PMG and so cannot increase any capital loss on disposal or cancellation of a PMG.
	Not a cost of acquiring or exercising the PMG. Will not become part of the cost base of any physical gold a Holder acquires through exercising the PMG.
Cash Settlement	Is not a separate fee charged by Gold Corporation. It reduces the capital Reduction Amount proceeds for CGT purposes received by a Holder on a Cash Settlement.

HOLDERS WHO HOLD PMG ON REVENUE ACCOUNT

If a PMG is held on revenue account (because the Holder acquired the PMG in the course of carrying on a business of trading in options, or as part of a profit making scheme), the Holder may be taxed on any gain made on their investment as ordinary income. The gain would be determined by reference to consideration received on disposal of the PMG (which, in the case of an election to cash settle, should be the Cash Settlement Amount received on settlement). Where a Holder elects physical settlement of a PMG, then the taxable gain should be determined on the future disposal of the gold. In this case, the Holder should be entitled to a deduction for the PMG Management Fee at the time it is payable.

STAMP DUTY AND GST

No stamp duty should be payable on the acquisition or subsequent trading in a PMG. No stamp duty should be payable if either the Physical Settlement, Cash Settlement or Storage Settlement option is taken.

No GST should apply on the issue, acquisition or subsequent trading in a PMG as these transactions are treated as input taxed financial supplies. No GST should be payable if either the Physical Settlement, Cash Settlement or Storage Settlement option is taken.

GST will be payable by the Holder on the PMG Management Fee (unless the Holder is not a resident of Australia and is not in Australia in which case GST may not apply). The amount of applicable GST will be factored into calculation of the Redeeming PMGs.

The revised Holdings Statement sent to an Issuer after such deduction is made will show the number of PMGs redeemed by Gold Corporation to pay your PMG Management Fee (including any applicable GST) and the number of PMGs you continue to hold.

GST may also be payable on any brokerage fees should the Holder use a broker to deal in PMGs.

5. Consents and Disclosures

CONSENTS

Baker & McKenzie, solicitors, has given its written consent to being named as having acted as solicitors to Gold Corporation in connection with Perth Mint Gold pursuant to this PDS. Baker & McKenzie has given its written consent to being named as having acted as tax advisers to Gold Corporation in connection with Perth Mint Gold pursuant to this PDS and to the inclusion of the taxation summary in this PDS in the form and context in which it appears. Baker & McKenzie take no responsibility for any part of this PDS other than the tax summary. Baker & McKenzie does not make any statement in this PDS nor does any statement herein purport to be based on a statement made by Baker & McKenzie. Baker & McKenzie has not authorised or caused the issue of this PDS.

INTERESTS OF EXPERTS AND ADVISERS

No expert and no firm in which an expert is a partner, has at the date of this PDS any material interest in connection with the formation or promotion of either Gold Corporation or the PMG. Baker & McKenzie will receive legal fees for their professional services in connection with this PDS as solicitors to Gold Corporation.

DIRECTOR AND RELATED ENTITY INTERESTS

Neither Gold Corporation nor its related bodies corporate, nor any director or proposed director of Gold Corporation, nor any firm in which a director or proposed director of Gold Corporation is a partner, has, at the date of this PDS, any material interest in connection with the formation or promotion of either Gold Corporation or the PMG.

6. Terms and Conditions

PERTH MINT GOLD (“PMG”)

Terms of the PMGs: The PMGs are issued by Gold Corporation (the “Issuer”) to GoldCorp Australia (“GoldCorp”) as subscriber. Gold Corporation has issued the PMGs to GoldCorp under the following Terms:

1. Title and transfer of PMG

1.1 The Issuer will grant the relevant PMGs to the subscriber in return for the subscriber paying consideration to the Issuer.

1.2 The PMGs will be CHESS Approved Securities. Certificates will not be issued to Holders.

1.3 PMGs are transferable in accordance with the ASX Operating Rules and ASX Settlement Operating Rules.

1.4 Title to a PMG will pass to a Holder upon registration of a transfer of the PMGs in the Register. No PMG transaction may take place on the ASX after the close of business on the Expiry Date.

2. Register of PMGs

2.1 The Issuer must maintain a Register of PMGs, in accordance with the ASX Operating Rules and the ASX Settlement Operating Rules.

2.2 The property in the PMG, being the rights conferred on the Holder under clause 4, is situated at the place where the Register is located.

2.3 Except as otherwise provided in these Terms, the Issuer must recognise the registered Holder from time to time as the absolute owner of the PMG and all persons must act accordingly.

3. Status of PMGs

3.1 The PMGs are unsecured obligations of the Issuer. However, the Issuer is a statutory authority of the Government of Western Australia established under the *Gold Corporation Act 1987*. Under section 22 of the *Gold Corporation Act 1987*, the cash equivalent of gold due, payable and deliverable by Gold Corporation or GoldCorp is guaranteed by the Treasurer, in the name and on behalf of the Crown in right of the State.

3.2 The Issuer will fully cover each PMG at all times until the Expiry Date or until the Holder gives a valid Exercise Notice by buying and holding the relevant amount of gold in:

(a) the form of gold bars segregated physically from any other precious metal held in Gold Corporation’s vaults; and/or

(b) in a physical unsegregated form in Gold Corporation’s operations in Perth; and/or

(c) Gold Corporation’s London metal accounts.

4. Nature of PMGs

4.1 Each PMG:

(a) confers on the Holder the right, but not the obligation, to acquire the Underlying Parcel from the Issuer, on giving the Issuer a valid Exercise Notice electing Physical Settlement or Storage Settlement of the PMG; and

(b) does not confer on the Holder any right to or interest in any Underlying Parcel unless and until the right in sub-clause (a) above is validly exercised; or

(c) confers on the Holder the right, but not the obligation, to obtain the Cash Settlement Amount from the Issuer, on giving the Issuer a valid Exercise Notice electing Cash Settlement of the PMG.

5. Exercise of PMGs

5.1 PMGs may be exercised at any time before the Expiry Date (see clause 12).

5.2 The Holder may exercise the PMG at any time before 5.00pm Perth time on the Expiry Date by giving to the Issuer a valid Exercise Notice.

5.3 Where an Exercise Notice has been issued to exercise a PMG under this clause 5 and it is received before 5.00pm Perth time on a Business Day, the PMG is deemed to be exercised on that Business Day. Where the Exercise Notice is received after 5.00pm Perth time on a Business Day or a non-Business Day, the PMG is deemed to be exercised on the next Business Day that follows immediately after.

Exercise Notice Irrevocable

5.4 An Exercise Notice given to the Issuer cannot be revoked.

Validity of Exercise Notice

5.5 An Exercise Notice is valid if and only if:

(a) it is given by the Holder, or a person who claims to be entitled to be registered as the Holder, to the Issuer; and

(b) the PMGs to be exercised have not expired; and

(c) the Holder elects either Physical Settlement, Cash Settlement or Storage Settlement on its Exercise Notice; and

- (d) where the Holder elects Physical Settlement on its Exercise Notice:
- (i) the Holder has nominated an approved Physical Form for delivery of the Underlying Parcel on its Exercise Notice; and
 - (ii) the Holder elects a Physical Settlement method in accordance with clause 7; and
 - (iii) the Holder has authorized the Issuer to redeem the number of PMGs necessary to pay for the Physical Settlement Fee before delivering the Underlying Parcel. The number of PMGs to be redeemed will be that number that corresponds to the amount of the Physical Settlement Fee, calculated pursuant to the London Fix on the Exercise Date (or the earliest London Fix thereafter if there is no London Fix on the Exercise Date) divided by the WM/Reuters Australian Dollar 4pm Reference Rate on the Exercise Date (or the earliest WM/Reuters Australian Dollar 4pm Reference Rate thereafter if there is no WM/Reuters Australian Dollar 4pm Reference Rate on the Exercise Date) (the "Redeeming PMGs");

- (e) where the Holder elects Storage Settlement on its Exercise Notice:
- (i) the Holder is a holder of a Depository Account; or
 - (ii) if the Holder is not a holder of a Depository account, the Holder opens a Depository account within a reasonable period of time following the submission of the Exercise Notice, as determined by Issuer in its sole discretion.

5.6 If the number of PMGs included in the Exercise Notice exceeds the number of PMGs held by the Holder, the Exercise Notice is valid only to the extent of the number of PMGs held by the Holder.

5.7 If more than one Exercise Notice is given in respect of a PMG, the valid Exercise Notice will be the Exercise Notice which the Issuer knows or reasonably believes was given by the last of those persons who became entitled to be the Holder of those PMGs before 5.00 pm Perth time on the Exercise Date.

5.8 The Issuer's registrar will certify to the Issuer that a person purporting to exercise PMGs is the Holder of the number of PMGs being exercised.

5.9 The Issuer may determine whether an Exercise Notice is valid. An invalid Exercise Notice will be void. The Issuer will promptly notify the Holder that an Exercise Notice is invalid.

6. Effect of Valid Exercise Notice

6.1 If the Holder complies with clause 5:

- (a) the Issuer will undertake all acts necessary to effect the settlement, on the Settlement Date, for the number of PMGs exercised; and
- (b) the PMGs that are exercised will expire.

7. Physical Settlement

7.1 On its Exercise Notice, the Holder must elect one only of the following two methods of Physical Settlement:

- (a) in person – if the Holder elects to collect the Physical Form of the Underlying Parcel corresponding to the PMGs exercised in person, the Holder must provide identification documents sufficient to meet the requirements of the legislations administered by AUSTRAC to prove that it is the Holder of the PMGs; or
- (b) the Issuer's agent – if the Holder elects this option, the Issuer will arrange shipment of the Holder's Physical Form of the Underlying Parcel to the Holder's registered address. The Holder must provide the Issuer and the Issuer's agent with identification documents sufficient to meet the requirements of the legislations administered by AUSTRAC. The Holder may request, and the Issuer will use its best endeavours to deliver, at an appropriate delivery time. The Holder agrees to pay all shipment and insurance costs as part of the Physical Settlement Fee.

7.2 The Holder acknowledges that:

- (a) under clause 7.1(a), the Issuer is deemed to have delivered or caused to be delivered to the Holder the Physical Form of the Underlying Parcel, for the purpose of clause 11.1, when the Issuer makes the Physical Form of the Underlying Parcel available for collection;
- (b) under clause 7.1(b), the Issuer is deemed to have delivered or caused to be delivered to the Holder the Physical Form of the Underlying Parcel, for the purpose of clause 11.1, when the Physical Form of the Underlying Parcel is released by the Issuer from The Perth Mint;
- (c) the purity of the Physical Form of the Underlying Parcel delivered to the Holder will be no less than 99.50%;
- (d) the Issuer is not obliged to offer shipment of the Physical Form of the Underlying Parcel under clause 7.1(b).

7.3 If the Holder fails to take delivery of its Physical Form of Underlying Parcels within 20 Business Days of the Settlement Date, then the Issuer, in its absolute discretion, may sell the Physical Form of the Underlying Parcels and

pay to the Holder the sale proceeds after deducting the Physical Settlement Fee (if this has not already been paid) and the Issuer's costs in selling the Physical Form of the Underlying Parcels (including the costs of returning the Physical Form to the Issuer, if any) and making a cash payment. The Holder acknowledges that these costs (the "Non-Delivery Fee") may change from time to time. The Issuer agrees to notify the Holder of the Non-Delivery Fee in the Exercise Product & Price Schedule from time to time. The Holder agrees and acknowledges that the Physical Settlement Fee will not be refunded.

7A. Storage Settlement

7A.1 If the Holder elects Storage Settlement on its Exercise Notice, the Issuer will arrange for the Underlying Parcel to be transferred to the Holder's Depository Account where it will be held as Unallocated Gold.

7A.2 The Holder acknowledges that:

- (a) under clause 7A.1, following transfer to the Depository Account, the Issuer will be deemed to have delivered or caused to be delivered to the Holder, an Underlying Parcel for the purposes of clause 11.1, on the date that the Underlying Parcel is registered in the Holder's Depository Account;
- (b) following transfer to the Depository Account, the Holder's physical gold will be held as Unallocated Gold under the terms and conditions applying to the relevant Depository Account and the Issuer's obligations in respect of the Holder's exercised PMGs will have been satisfied in full; and
- (c) if the Holder does not open a Depository Account the Issuer will not be able to effect Storage Settlement and the Issuer may declare the Holder's Exercise Notice to be invalid in accordance with clause 5.5.

8. Cash Settlement

8.1 If the Holder elects Cash Settlement on its Exercise Notice, the Issuer will pay the Holder, in cleared funds, the Cash Settlement Amount by bank transfer to an account in the Holder's name as it appears on the Register or cheque drawn to the Holder's name as it appears on the Register and sent to the Holder's address as recorded on the Register.

8.2 The Holder acknowledges that under clause 8.1, the Issuer is deemed to have paid the Cash Settlement Amount, for the purpose of clause 11.1, on the date the bank transfer is made or cheque is sent or posted to the Holder's address as recorded on the Register.

9. Fees

9.1 Notwithstanding any of the fees described in this clause 9, the Issuer may waive any or all of these fees at the Issuer's absolute discretion.

Physical Settlement Fee

9.2 A Holder must pay the Physical Settlement Fee if the Holder elects Physical Settlement on the Exercise Notice. The Issuer will determine the number of PMGs that correspond to the amount of the Physical Settlement Fee (the "Redeeming PMGs").

9.3 The Physical Settlement Fee includes:

- (a) Fabrication Charges, if applicable; plus
- (b) shipment and freight insurance costs, if applicable; plus
- (c) any applicable Taxes and Duties incurred by Gold Corporation in effecting Physical Settlement;

9.4 The Issuer will notify the Holder the amount of the Physical Settlement Fee and the corresponding number of Redeeming PMGs as soon as practicable after receipt of the Holder's Exercise Notice. At the close of trading on the Exercise Date, the Issuer will redeem the Redeeming PMGs. The payment due to the Holder by the Issuer after redemption of the Redeeming PMGs will be set off by the Issuer against the outstanding Physical Settlement Fee.

PMG Management Fee

9.5 A Holder must pay the annual PMG Management Fee, which will be determined by the Issuer in accordance with clause 9.6. The Issuer will give the Holder three months written notice of any change in the PMG Management Fee. The PMG Management Fee becomes due and payable on 31 December of each year.

9.6 The Issuer will determine annually the number of PMGs that correspond to the amount of the PMG Management Fee (the "Redeeming PMGs"). At the close of trading on ASX on 31 December of each year, the Issuer will redeem the Redeeming PMGs. The payment due to the Holder by the Issuer after redemption of the Redeeming PMGs will be set off by the Issuer against the outstanding PMG Management Fee and will constitute payment by the Holder of the PMG Management Fee (including any applicable GST).

9.7 As soon as possible after the redemption of the Redeeming PMGs, the Issuer will give the Holder a written notice setting out the amount of the PMG Management Fee and the number of PMGs that have been redeemed.

9.8 A Holder acknowledges that the Market Maker(s) will adjust the bid and ask prices of PMG to account for the PMG Management Fee.

10. Termination of Delivery Contract

10.1 The delivery contracts arising under clause 7 terminate automatically at the close of business on the Settlement Date unless the person who gave the Issuer an Exercise Notice is registered as the Holder of the PMGs being exercised.

11. Failure to Perform

Failure of Issuer to Perform

11.1 If the Issuer does not by the Settlement Date, for each Minimum Exercise Set exercised, deliver or cause to be delivered to the Holder, an Underlying Parcel or pay the Cash Settlement Amount, the Issuer must, if required in writing by the Holder, either:

- (a) deliver to the Holder 110% of the Underlying Parcel due on the Settlement Date; or
- (b) pay to the Holder the cash equivalent of 110% of the Underlying Parcel calculated pursuant to the London Fix on the Exercise Date (or the earliest London Fix thereafter if there is no London Fix on the Exercise Date) divided by the WM/Reuters Australian Dollar 4pm Reference Rate on the Exercise Date (or the earliest WM/Reuters Australian Dollar 4pm Reference Rate thereafter if there is no WM/Reuters Australian Dollar 4pm Reference Rate on the Exercise Date).

Acknowledgment

11.2 The Holder and the Issuer acknowledge to each other that the amount of damages calculated in accordance with clause 11.1 is a genuine pre-estimate of the damage that the Holder would suffer from the failure of the Issuer to perform its obligations under clauses 6, 7 and 8 (whichever is applicable) and that on the receipt of a notice under clause 11.1, the Issuer is relieved of its obligations under clauses 6, 7 and 8 and its only obligation is to make the payments required by clause 11.1

12. Expiry of PMGs

12.1 A PMG expires under any of the following circumstances:

- (a) when the Underlying Parcel is transferred or the Cash Settlement Amount is paid after a valid Exercise Notice has been given to the Issuer; or
- (b) when the Holder gives the Issuer notice under clause 11.1; or
- (c) six months after the date of a CAP Announcement by the Issuer that it is no longer offering the PMG product, at the Issuer's absolute discretion; or

(d) if the Issuer has bought back all outstanding PMGs so that there are no longer any Holders recorded and the Issuer notifies the ASX that the PMGs have expired.

12.2 If a PMG expires under clauses 12.1(d) and it has an intrinsic value, the Issuer will pay to the Holder the intrinsic value of the PMG, being the London Fix on the Business Day after the Expiry Date (or the earliest London Fix thereafter if there is no London Fix on the Business Day after the Expiry Date) divided by the WM/Reuters Australian Dollar 4pm Reference Rate on the Business Day after the Expiry Date (or the earliest WM/Reuters Australian Dollar 4pm Reference Rate thereafter if there is no WM/Reuters Australian Dollar 4pm Reference Rate on the Business Day after the Expiry Date) less the Issuer's costs and expenses in storing and selling the gold.

Effect of PMG Expiry

12.3 When a PMG expires, it is automatically and permanently cancelled and all rights and obligations created by or in respect of it are terminated except:

- (a) in respect of any payment required under clauses 11.1 or 12.2; and
- (b) for any other rights the Holder may have arising out of a breach of the Terms by the Issuer.

13. Dealing in PMGs by Issuer

13.1 The Issuer may at any time deal in PMGs at any price in the open-market on its own account or through its Market Maker(s).

13.2 Any PMGs purchased by the Issuer will not be cancelled automatically and may be resold, however, they may be cancelled at the discretion of the Issuer.

14. Further Issues of PMGs

14.1 The Issuer may, with consent of the ASX, issue further PMGs having the same Terms as these PMGs so as to form a single series with these PMGs.

15. Taxation of PMGs

15.1 The Issuer is not liable for any Taxes and Duties incurred by a Holder arising from the ownership, transfer or exercise of a PMG.

15.2 Holders must pay all Taxes and Duties in connection with the ownership, transfer and exercise of their PMGs.

16. Force Majeure

16.1 If a Force Majeure has occurred and is continuing, then, subject to ASX consent, the obligations of the Issuer under the PMGs will be suspended and deferred until the event giving rise to the Force Majeure ceases to exist.

17. Law Governing PMGs

17.1 The PMGs are governed by the law of New South Wales.

18. Suspension of PMG Trading

18.1 The ASX may, under the ASX Operating Rules, suspend the PMGs from trading.

19. Amendment of Terms

19.1 The Issuer may amend these Terms where:

- (a) the amendment is authorised by a resolution of Holders; or
- (b) subject to ASX's consent, the amendment is desirable in the Issuer's reasonable opinion to comply with the law or rules or a requirement of the ASX or other governmental or regulatory body; or
- (c) the amendment is desirable to correct an inconsistency or error in these Terms (but only if such amendment does not, in the opinion of the Issuer, prejudice the interest of the Holders and the ASX does not object to the amendment); or
- (d) subject to ASX's consent, the Terms, in the Issuer's reasonable opinion, become impossible or unworkable to comply with (for example, if the London Bullion Market Association's Gold Fixing, or the over-the-counter spot gold market, ceases to operate or exist); or
- (e) there are no longer any Holders (except any amendment to the Expiry Date).

19.2 The Issuer must notify all Holders in writing of a proposed amendment together with a ballot paper.

19.3 Holders may return ballot papers to the Issuer by no later than 20 Business Days after the date of the notice. Each Holder is entitled to one vote for each PMG held.

19.4 A resolution is duly passed if 75% or more of the votes cast are in favour of the amendment. The registrar shall determine the validity of all ballot papers and add together all of the votes cast on valid ballot papers during the voting period.

19.5 If there are no Holders of the PMG other than the Issuer, the Issuer will proceed with the amendment after informing the ASX and making an announcement over the CAP.

19.6 The Issuer or its associates must not vote unless they are voting as trustee or nominee for a person who is not an associate.

19.7 An amendment must be notified to the ASX.

20. Market Rules

20.1 All provisions of these Terms are subject to any contrary requirement from time to time of the ASX

Operating Rules or, when applicable, the ASX Settlement Rules unless the ASX or, if appropriate, ASX Settlement gives or has given a waiver or consent in respect of the PMGs of any of those rules.

21. Set off

21.1 All monetary obligations imposed on a Holder under these Terms are:

- (a) absolute; and
- (b) free of any right to counterclaim or set off; and
- (c) may only be satisfied once the payment has cleared.

21.2 The Issuer may:

- (a) set off any amount payable to the Issuer or any of their agents by a Holder against any amount payable by the Issuer to the Holder; and
- (b) withhold any amount payable by the Issuer or any of their agents to a Holder in satisfaction of any amount payable to the Issuer or any of their agents by the Holder.

22. Service of Documents

22.1 A notice may be given by the Issuer to any Holder either personally, by facsimile or electronically to the relevant facsimile number or electronic address of the Holder as shown on the Register or provided by the Holder, by sending it by post addressed to the Holder at its address as shown in the Register or otherwise by any method (including by advertisement) as the Issuers may determine.

22.2 In the case of a Holder whose registered address is outside Australia, a notice sent by post will be sent by airmail.

22.3 A notice may be given by the Issuer to the joint Holders of a PMG by giving the notice to the joint Holder whose name appears first in the Register and that notice will be sufficient notice to all the joint Holders.

22.4 Any notice by advertisement will be deemed to have been served on the day of publication of the newspaper containing the advertisement.

22.5 Any notice sent by post will be deemed to have been served on the day following the day on which the notice is posted unless sent by airmail to an address outside the country in which it was posted, in which case it will be deemed to have been served on the fifth day following the day on which it is posted.

22.6 A notice sent by facsimile or other electronic means will be deemed to have been served on the same day that it is sent.

7. Interpretation

In this PDS, unless the context requires otherwise requires:

“AQUA Rules” means the rules and framework enabling the quotation of structured products and managed funds on ASX and contained in Section 10A and 10B of the ASX Operating Rules;

“ASIC” means Australian Securities & Investments Commission;

“ASX” means ASX Limited (ACN 008 624 691);

“ASX Settlement” means ASX Settlement Pty Limited (ACN 008 504 532);

“ASX Settlement Operating Rules” means the operating rules of ASX Settlement for CHESS as amended from time to time;

“AUSTRAC” means Australian Transaction Reports & Analysis Centre, the government agency responsible for implementing the legislative requirements of the *Financial Transaction Reports Act* (1988) (Cth) and the *Anti-Money Laundering and Counter-Terrorism Financing Act* (2006) (Cth);

“Business Day” means a day on which banks are open for business in Perth, Sydney and Melbourne;

“CAP” means ASX’s Company Announcement Platform;

“CAP Announcement” means an announcement made on ASX’s Company Announcement Platform;

“Cash Equivalent Amount” means the cash equivalent of the Underlying Parcel corresponding to the PMGs exercised calculated pursuant to the London Fix on the Exercise Date (or the earliest London Fix thereafter if there is no London Fix on the Exercise Date) divided by the WM/Reuters Australian Dollar 4pm Reference Rate on the Exercise Date (or the earliest WM/Reuters Australian Dollar 4pm Reference Rate thereafter if there is no WM/Reuters Australian Dollar 4pm Reference Rate on the Exercise Date);

“Cash Settlement” means when the Holder elects to receive the Cash Settlement Amount in accordance with clause 8;

“Cash Settlement Amount” means the Cash Equivalent Amount less the Cash Settlement Reduction Amount;

“Cash Settlement Reduction Amount” means an amount of \$100, or such other amount determined by Gold Corporation from time to time, deducted from the Cash Equivalent Amount to calculate the Cash Settlement Amount;

“CHESS” means the Clearing House Electronic Subregister System operated by the ASX;

“Corporations Act” means the *Corporations Act (Cth)* 2001;

“Depository Account” means a The Perth Mint Depository Online account or Depository Program account;

“Depository Program” means a The Perth Mint offline unallocated account;

“Exercise Date” means any time before the Expiry Date and specifically, the date on which the Holder delivers a valid Exercise Notice to the Issuer;

“Exercise Notice” means a notice in the form set out on page 34 of the PDS headed “Exercise Notice”;

“Exercise Product & Price Schedule” means the exercise product and price schedule available from the Issuer or the Issuer’s website. An indicative Exercise Product & Price Schedule as at the date of this PDS is set out in Part 12 of this PDS;

“Expiry Date” means the earlier of:

(a) the Settlement Date; or

(b) six months after the date of a CAP Announcement by Gold Corporation that it is no longer offering the PMG product;

“Fabrication Charges” means the fabrication charges per gold bar or coin, forming part of the Physical Settlement Fee, as indicated in the Exercise Product & Price Schedule;

“Fine Gold” means the amount of pure gold in a product;

“Force Majeure” means any act of God, act of state (other than the State of Western Australia), war, sabotage, riot, insurrection, civil commotion, national emergency (whether in fact or law) strikes, lock-outs or other industrial disturbance, accidents, uncontrollable delays in transportation, inability to obtain any necessary equipment, facilities or qualified employees or the effect of any applicable laws, orders, rules or regulations (other than those of the State of Western Australia) and any other matters beyond the reasonable control of the Issuer and which prevents the Issuer from (a) fulfilling its obligations under these Terms or (b) acquiring, storing or disposing of the gold covering the PMGs;

“Gold Corporation Act 1987” means the Act of Parliament of the State of Western Australia, being an Act to constitute the Gold Corporation and provide for its functions and the conduct of its business;

“GoldCorp” means GoldCorp Australia (ABN 49 230 812 547) a body corporate created under the *Gold Corporation Act* 1987;

“**GST**” has the same meaning as under the *A New Tax System (Goods and Services Tax) Act 1999*.

“**Holder**” means a person whose name appears in the Register of PMGs from time to time;

“**Issuer**” means Gold Corporation (ABN 98 838 298 431);

“**London Fix**” means the last USD London gold fix per troy ounce on a day (if any) as set by the members of the London Bullion Market Association’s Gold Fixing;

“**London Good Delivery Bar**” is a gold bar that conforms to the good delivery specifications of the London Bullion Market Association;

“**Market Maker**” means such one or more person(s) whom the Issuer appoints for the purpose of making a market in the PMG;

“**Non-Delivery Fee**” has the meaning given to it under clause 7.4;

“**PDS**” means Product Disclosure Statement for Perth Mint Gold Quoted Product dated 31 July 2020 that replaces the Product Disclosure Statement for Perth Mint Gold Quoted Product dated 21 February 2019;

“**Physical Form**” means either London Good Delivery Bar or any other gold coin or bar product(s) made available by the Issuer for delivery of the Underlying Parcel upon exercise of PMGs;

“**Physical Settlement**” means when the Holder elects to take physical delivery of the gold corresponding to the Holder’s PMGs in accordance with clause 7;

“**Physical Settlement Amount**” means the amount of Physical Form delivered under clause 7;

“**Physical Settlement Fee**” means the fee payable by the Holder on delivering to the Issuer an Exercise Notice electing Physical Settlement in accordance with clause 9;

“**PMG**” means the Perth Mint Gold product being issued under the PDS;

“**PMG Management Fee**” means a fee charged each year at the close of trading on ASX on 31 December which covers the operating expenses incurred by the Issuer for the PMG in accordance with clause 9;

“**Redeeming PMG**” has the meaning given to it under clause 5.5(d)(iii), in respect of the Physical Settlement Fee and under clause 9.6, in respect of the PMG Management Fee;

“**Register**” means a register of PMGs to be maintained in accordance with clause 2;

“**Settlement Date**” means:

(a) for London Good Delivery Bar, the 20th Business Day after the Exercise Date;

(b) for other Physical Forms, the date notified to the Holder by the Issuer; and

(c) for Cash Settlement, 5 Business Days after the Exercise Date;

“**Storage Settlement**” means when, under an Exercise Notice, the Holder elects to store the Underlying Parcel corresponding to the Holder’s PMGs with The Perth Mint in a Depository Account in accordance with clause 7;

“**Storage Settlement Amount**” means the amount of the Underlying Parcel stored with The Perth Mint under clause 7;

“**Taxes and Duties**” means any tax, duty, or other charge including GST arising from ownership, transfer or exercise of a PMG;

“**Terms**” means the Terms and Conditions which are contained in Part 6;

“**Term Sheet**” means the Term Sheet distributed by the Issuer and attached to this PDS;

“**The Perth Mint**” means 310 Hay Street, East Perth, Western Australia 6004, or such other location as specified by the Issuer;

“**Unallocated Gold**” means, with respect to a holding of gold, that the holder is entitled to receive delivery of physical gold in the amount standing to the credit of the holder’s account, but the holder has no ownership interest in any particular gold that The Perth Mint maintaining that account owns or holds;

“**Underlying Parcel**” means one hundredth of a troy ounce of Fine Gold; and

“**Warrant Rules**” means the rules and framework relating to the quotation of warrants on the ASX and contained Section 10 of the ASX Operating Rules.

“**WM/Reuters Australian Dollar 4pm Reference Rate**” means the Australian Foreign Exchange Committee’s Australian dollar reference rate that, as at the date of this PDS, is sourced from page AUDFIX on Thomson Reuters.

Terms defined in the ASX Operating Rules or in the ASX Settlement Operating Rules have the same meaning in this document unless they are specifically defined in this document or the context otherwise requires.

8. Privacy Statement

Gold Corporation will only collect personal information necessary for the products or services you request. The information we obtain from you or other people during the course of managing the PMG is required to manage your investment and comply with relevant laws.

We may use this information to send you details about Gold Corporation's other precious metal and investment products. If at any time you are receiving information from us about our products and do not wish to do so, please let us know. Gold Corporation may also disclose information about you to third party service providers who assist Gold Corporation in its business operations and service provision.

Further information about Gold Corporation's privacy practices can be found at www.perthmint.com.

If you have any queries, please contact Gold Corporation on 1300 651 465 or by mail to GPO Box M924, Perth Western Australia 6004.

9. Additional Information

ASX WAIVER

Gold Corporation has applied for a waiver from ASX Operating Rule 10A.2.2 which would otherwise require that the guarantee provided by the Government of Western Australia in respect of the Gold Corporation's obligations under the PMGs Terms must be unconditional and irrevocable and explicitly in favour of the PMG Holders. In fact the guarantee is created by statute under section 22 of the *Gold Corporation Act 1987*, an Act of the Western Australian Parliament, so it is not specifically expressed to be unconditional, irrevocable or in favour of the PMG Holders.

The ASX has granted the waiver on the basis that:

- (a) the Statutory Guarantee is unconditional because it does not place any qualifications on the circumstances in which the Treasurer of Western Australia will guarantee the Issuer's obligations;
- (b) the Statutory Guarantee is in favour of a class of persons which includes, but is not limited to, the AQUA Product Holders (i.e., the PMG Holders); and
- (c) under common law, the Statutory Guarantee cannot be revoked in respect of any pre-existing obligations of the Issuer that have accrued up to the date that such revocation is purported to be made.

For further information on the WA Government's guarantee, see heading "PMG is a WA Government Guaranteed Product" on page 5.

10. Directory Contact Details

PMG ISSUER

Perth Mint Buildings

310 Hay Street

East Perth, Western Australia 6004

Postal Address: GPO Box M924, Perth, Western Australia 6843

Telephone: 1300 651 465

Facsimile: (08) 9221 7074

Website: www.perthmint.com

PMG REGISTRAR

Computershare Investor Services Pty Limited

Level 11, 172 St Georges Terrace

Perth, Western Australia 6000

Postal Address: GPO Box D182, Perth, Western Australia 6840

Telephone: (08) 9323 2000 or 1300 55 70 10 (within Australia)

Facsimile: (08) 9323 2033

Website: www.computershare.com

11. Exercise Procedure

YOUR GUIDE TO THE EXERCISE NOTICE

You can choose one of three exercise options: physical (deliverable) gold, cash or storage.

OPTION 1: PHYSICAL SETTLEMENT

If you wish to take delivery of the gold represented by your PMGs (“Physical Settlement”), you must:

- (a) send the Exercise Notice to The Perth Mint (Gold Corporation):
 - (i) nominate the physical form, namely the quantity and type of coin or bar product(s) in which you wish to take delivery of the gold represented by your PMGs;
 - (ii) authorise Gold Corporation to redeem the number of PMGs necessary to pay for the Physical Settlement Fee;
 - (iii) nominate the collection method for physical delivery of the gold; and
- (b) hold a sufficient number of PMGs to cover (or be prepared to buy additional PMGs to meet your request):
 - (i) the number of PMGs required for the coin or bar product(s) you have chosen; and
 - (ii) the Physical Settlement Fee.

Subject to your compliance with (a) and (b) above, Gold Corporation will make the gold represented by your PMGs available for collection at The Perth Mint by the Settlement Date. You may also elect to have the gold represented by your PMGs delivered via secure carrier.

EXERCISE PRODUCT & PRICE SCHEDULE

PMG gold is deliverable in a number of forms. Gold Corporation fabricates gold into internationally acceptable bars and Australian legal tender coin forms in various sizes. Gold Corporation will make these products available as deliverable forms for PMG under the Terms of this PDS. A list of all deliverable products and their corresponding Fabrication Charges is detailed in an Exercise Product & Price Schedule available from Gold Corporation or its website. An indicative Exercise Product & Price Schedule as at the date of this PDS is found in Part 12 of this PDS. Gold Corporation reserves the right to change the products listed on this Schedule, and the Fabrication Charges of each product, from time to time.

PHYSICAL SETTLEMENT FEE

If you elect physical settlement of your PMGs, you will incur a Physical Settlement Fee to cover the cost of delivering physical gold to you, which will include:

- (a) Fabrication Charges, if applicable;
- (b) shipment and freight insurance costs, if applicable; and
- (c) any applicable Taxes and Duties incurred by Gold Corporation in effecting Physical Settlement.

The Physical Settlement Fee cannot be specified in this Product Disclosure Statement in advance because it is determined by the physical form and collection method you nominate in your Exercise Notice. For example, if you wish to collect your physical gold from The Perth Mint and select a London Good Delivery Bar (approx. 400oz), then the Physical Settlement Fee (at the date of this PDS) is \$240.00. If you select a 1oz gold coin, then the Physical Settlement Fee (as at the date of this PDS) would be 5% of the total fine gold of the coin (that is, 5 PMGs).

You will pay the Physical Settlement Fee by authorising Gold Corporation to redeem that number of PMGs corresponding to the amount of the Physical Settlement Fee.

COLLECTION METHOD FOR PHYSICAL GOLD

The PMG represents “loco Perth” gold, which means that your gold will be made available for collection from the Registered Office of Gold Corporation, located at The Perth Mint, 310 Hay Street, East Perth, Western Australia by the Settlement Date. Gold Corporation will also offer the option of having your gold delivered to you, but is not obliged to do so.

On the Exercise Notice you must select one of the two collection options described below:

- (a) **In Person** – if you choose this option, your gold will be available for collection from the Registered Office of Gold Corporation.
- (b) **Via Gold Corporation’s Agent** – if you choose this option Gold Corporation will arrange delivery of your gold via secure carrier. The Perth Mint will add the shipment and insurance cost to the Physical Settlement Fee. Please note that restrictions apply to the addresses secure carriers will deliver to, details of which will be specified in the Freight and Collection

Guide which is available from Gold Corporation, its website or supplied upon receipt of a PMG Exercise form when requesting the Physical Settlement option. For the purposes of determining performance of Gold Corporation's delivery obligations under the PMG Terms, delivery will be deemed to have been made by Gold Corporation at the time your gold is released by Gold Corporation from The Perth Mint.

In both cases, you will need to provide copies of sufficient identification required under the legislations administered by AUSTRAC to establish your identity as the Holder of the PMGs you intend to exercise to Gold Corporation in advance of delivery. At the time of collection, you must show the originals of the previously supplied identification documents to Gold Corporation or its Agent before your gold will be released.

If you fail to take delivery of your gold within 20 Business Days of the Settlement Date, then Gold Corporation reserves the right to liquidate your gold for its Fine Gold content (the Physical Settlement Fee will not be refunded) and remit the cash to your nominated bank account less any costs incurred by Gold Corporation in selling your gold (including the costs of returning the gold to Gold Corporation, if required) and making a cash payment to you (the "Non-Delivery Fee"). This Non-Delivery Fee will be set out in the Exercise Product & Price Schedule from time to time.

SETTLEMENT DATE

Gold Corporation will make the gold represented by your PMGs available for collection at The Perth Mint by the Settlement Date.

If, for example, you nominate a London Good Delivery Bar as your physical form for delivery, then the Settlement Date will be 20 Business Days after the Exercise Date. If you nominate any other physical form, Gold Corporation will inform you of the Settlement Date, which will depend on Gold Corporation's product inventory, manufacturing schedule and other factors. Gold Corporation will endeavour to make your product available for collection within 20 Business Days, but cannot be held responsible for any delivery delays.

OPTION 2: CASH SETTLEMENT

If you do not wish to take physical delivery of the gold and prefer to receive a cash amount when exercising the PMG, you should elect the Cash Settlement option on the Exercise Notice.

Under the Cash Settlement option, Gold Corporation will pay you the Cash Settlement Amount being the 'cash equivalent' of the PMGs exercised ("Cash Equivalent Amount") less an amount of \$100, or such other amount determined by Gold Corporation from time to time ("Cash Settlement Reduction Amount") by the Settlement Date.

OPTION 3: STORAGE SETTLEMENT

If you wish to store your gold with The Perth Mint in a Depository Account by transferring your PMGs to The Perth Mint then you should elect the Storage option on the Exercise Notice.

Under the Storage Option the gold represented by your PMGs will be transferred to a Depository Account and held as Unallocated Gold.

If you choose this option you will need to open either a Depository Online account or a Depository Program account or already be a holder of one of these account types. There are no fees associated with transferring your PMG's to a Depository Account nor are there any storage charges to hold Unallocated Gold. There may be transaction fees to buy and sell within your Depository Account and fabrication fees and storage fees should you wish to convert your Unallocated Gold into allocated bars or coins.

WHERE DO I SEND THE EXERCISE NOTICE?

The Exercise Notice should be delivered to:

By Mail:

Perth Mint Depository
GPO Box M924
Perth
Western Australia 6843

In Person or By Courier

Perth Mint Depository
310 Hay St
East Perth
Western Australia 6004

To obtain more information regarding these accounts please contact The Perth Mint Depository office on 08 9421 7250 or go to our website: www.perthmint.com/storage

WHAT IF MY EXERCISE NOTICE IS INVALID?

If your Exercise Notice is invalid for any reason whatsoever, we will notify you and you will need to submit a new Exercise Notice.

HOW DO I COMPLETE THE EXERCISE NOTICE?

Please complete all relevant sections of the Exercise Notice in BLOCK LETTERS, using black ink. You must complete sections A, B, C, D and G. Sections E and F only need completing when Physical Settlement is selected as the settlement form in section D. These instructions are cross-referenced to each section of the Form.

A - HOLDER DETAILS

Please complete your name(s) and address as it appears on the register of PMG.

B – DAYTIME CONTACT DETAILS

Please enter your daytime telephone number, including your area code and your email address so that we can contact you about this Notice.

C – CHESS DETAILS

Please supply your PID and HIN if the PMGs are held on the CHES Sub-register. Please supply your SRN if the PMGs are held on the Issuer Sponsored Subregister.

D – SETTLEMENT FORM

Please select one of the three forms of settlement below:

- (a) **Physical Settlement** – if you select this option you will also need to complete sections E and F of the Exercise Notice.
You will authorise Gold Corporation to redeem the number of PMGs necessary to pay for the Physical Settlement Fee before delivering the gold.
- (b) **Cash Settlement** – if you select this option you will need to advise the number PMGs you wish to redeem into cash and provide full bank account details including the Bank Name, Bank Address, Bank Account Name, BSB number and account number. You will not need to complete sections E and F.
- (c) **Storage Settlement** – if you select this option you will need to advise the number of PMGs you wish to transfer to a The Perth Mint Depository Account. You will not need to complete sections E and F.

E – COLLECTION METHOD

If you select the Physical Settlement form in Section D you must select one of the two collection options described below:

- (a) **In Person** – if you choose this option, your gold will be available for collection from the Registered Office of Gold Corporation.
- (b) **Via Gold Corporation's Agent** – if you choose this option Gold Corporation will arrange delivery of your gold via secure carrier. The shipment and insurance cost will be at your expense and will be added to the Physical Settlement Fee.

In both cases, you will need to provide copies of sufficient identification required under the legislations administered by AUSTRAC to establish your identity as the Holder of the PMGs you intend to exercise to Gold Corporation in advance of delivery. At the time of collection, you must show the originals of the previously supplied identification documents to Gold Corporation or its Agent before your gold will be released.

F – PHYSICAL FORM(S) REQUESTED

Please indicate the quantity of bars/coins you would like your PMGs converted into in the Quantity Requested column. You may request more than one coin or bar product.

Multiply the quantity requested by the amount in the Number of PMGs Required per Bar/Coin column to calculate the total number of PMGs to be exercised for each product and place this amount into the Number of PMGs Being Exercised column.

G – SIGNATURES

An individual Holder must sign the Exercise Notice personally, or have his/her attorney(s) sign. Joint Holders must all sign the Exercise Notice, or have their attorney(s) sign. A corporate Holder must sign under seal (if required by the constitution of the corporation) or by its authorised attorney(s).

12. Exercise Product & Price Schedule

The Exercise Product & Price Schedule in this Part 12 is current as at the date of this PDS. The Exercise Product & Price Schedule will be updated from time to time and will be available from Gold Corporation or Gold Corporation's website.

PART A – FEES AND REDUCTIONS

- (a) Brokerage Fees: as notified to you by your broker.
- (b) Holding Fees:
 - (i) PMG Management Fee (0.00% to 0.15% annually).

PHYSICAL SETTLEMENT

- (c) Physical Settlement Fee comprising:
 - (i) Fabrication Charges (see Part B of this Schedule).
 - (ii) Delivery Costs (please contact Gold Corporation for the cost of delivery).
 - (iii) any applicable Taxes and Duties incurred by Gold Corporation in effecting Physical Settlement (please contact Gold Corporation or your broker for the amount of Taxes and Duties payable).

- (d) Non-Delivery Fee (if you do not collect your gold or accept delivery within 20 days): \$100 plus the costs of returning the gold to Gold Corporation, if required

CASH SETTLEMENT

- (e) Cash Settlement Reduction Amount: \$100.

STORAGE SETTLEMENT

- (f) No exercise fees are applicable to Holder's electing Storage Settlement. Holders electing Storage Settlement must hold or open a Depository Account with The Perth Mint. As at the date of this PDS there are no storage fees applicable to online Depository Accounts holding Unallocated Gold. Please refer to the terms and conditions of the relevant Depository Account for any other fees that may apply.

PART B – PHYSICAL FORMS

Product Size and Type	Purity %	Number of PMGs required per product ¹	Fabrication charge per product
Gold 1oz Bar	99.99	100	\$20.00
Gold 5oz Bar	99.99	500	\$55.00
Gold 10oz Bar	99.99	1,000	\$70.00
Gold 20oz Bar	99.99	2,000	\$100.00
Gold 1 Kilo Bar (numbered)	99.99	3,215	\$150.00
Gold 50oz Bar	99.99	5,000	\$250.00
Gold 400oz approx Bar 99.5%+ (numbered) ²	99.50 minimum	40,000 ²	\$240.00

¹ This number does not take into account the number of Redeeming PMGs that Gold Corporation will redeem corresponding to the Physical Settlement Fee (where applicable).

² Gold 400oz approx. bar: The purity and number of PMGs required will vary between bars. Gold Corporation will supply you with a bar list detailing the bar numbers, purity and fine ounce weights of each bar and indicate the number of PMGs that you will need to exercise.

COLLECTION METHOD

Holders nominating “in person” collection will be contacted by Gold Corporation to arrange a suitable date and time. Business hours for collection of metal from The Perth Mint are from 9.00am to 1.00pm Monday to Friday. There will be no cost for “in person” collections.

Holders nominating “via Gold Corporation’s Agent” will be contacted by Gold Corporation to arrange a quote for delivery and will be required to complete a freight or collection request.

Gold Corporation recommends that you contact The Perth Mint Depository to request a delivery quote prior to sending in your Exercise notice.

EXAMPLES

The following examples illustrate how Gold Corporation will determine the number of Redeeming PMGs when PMGs are exercised for Physical Settlement (a PMG price of \$25.00 is assumed).

A Holder nominating two 5oz gold cast bars for delivery	Number of PMGs
Number of PMGs required per bar 2×500	= 1,000
Fabrication Charge in PMGs $2 \times \$55.00 / \25.00	= 4.40
Number of PMGs for \$550 freight cost $\$550 / \25.00	= 22
Total number of PMGs	= 1,026.4
Number of PMGs redeemed (rounded up)	= 1,027

A Holder nominating three 20oz gold cast bars for collection	Number of PMGs
Number of PMGs required per bar 3×2000	= 6,000
Fabrication Charge in PMGs $3 \times \$100.00 / \25.00	= 12.00
Total number of PMGs	= 6,012
Number of PMGs redeemed (rounded up)	= 6,012

EXERCISE NOTICE

A – HOLDER DETAILS

1. Holder *First Name/Last Name/Company Name*

Address Details

Suburb State Post Code

B – DAYTIME CONTACT DETAILS

Telephone Number

E-mail Address

C – CHESS DETAILS

This is to notify you that, I/We, being the holder(s) of the PMGs described below, irrevocably exercise them in accordance with the Terms.

Broker Sponsored Holdings

HIN (Holder Identification Number)

PID (Participant Identification)

Broker Name

Non Broker Sponsored Holdings

SRN (Shareholder Reference Number)

D – SETTLEMENT FORM

Physical Settlement OR Cash Settlement OR Storage Settlement

Number of PMGs _____ Number of PMGs _____

I/We hereby authorise Gold Corporation to redeem the number of PMGs necessary to pay for the Exercise Price and the Physical Settlement Fee before delivering the gold to me/us.

E – COLLECTION METHOD

In person OR Via Gold Corporation's Agent

F – PHYSICAL FORM(S) REQUESTED

Product Size and Type	Purity %	Quantity Requested	Number of PMGs required per product ¹	Number of PMGs Being Exercised
1ozt Bar	99.99		100	
5ozt Bar	99.99		500	
10ozt Bar	99.99		1,000	
20ozt Bar	99.99		2,000	
1 Kilo Bar (numbered)	99.99		3,215	
50ozt Bar	99.99		5,000	
400ozt approx Bar 99.5%+ (numbered) ²	99.50+		40,000 ²	

Total Number of PMGs Being Exercised (round decimal amounts up)

Notes:

- 1 This number does not take into account the number of Redeeming PMGs that Gold Corporation will redeem corresponding to the Exercise Price and Physical Settlement Fee (where applicable). For a list of all deliverable products and their corresponding Fabrication Charges, please refer to the Exercise Product & Price Schedule available from Gold Corporation or its website. An indicative Exercise Product & Price Schedule as at the date of this PDS can be found in Part 12 of this PDS.
- 2 London Good Delivery Bars are made to order and the purity and number of PMGs required will vary between bars. Gold Corporation will supply you with a bar list detailing the bar numbers, purity and fine ounce weights of each bar and indicate the number of PMGs that you will need to exercise.

G – SIGNATURES

INDIVIDUAL/JOINT APPLICATION

Signature Applicant 1

Print Name

Date

Signature Applicant 1

Print Name

Date

Signature Applicant 1

Print Name

Date

COMPANY APPLICATIONS

Signature Applicant 1

Print Name

Date

Signature Applicant 1

Print Name

Date

Company applications must be signed by two directors and company secretary of the company, or for a proprietary company that has a sole director who is also the sole company secretary, by that director. The Application Form can also be signed under the company seal provided that two directors witness the fixing of the seal.

Corporate Directory

REGISTERED OFFICE

Perth Mint Buildings

310 Hay Street

East Perth

Western Australia 6004

Telephone: +61 8 9421 7222

Facsimile: +61 8 9221 2258

E-mail: info@goldcorp.com

Postal Address: GPO Box M924, Perth

Western Australia 6843

www.perthmint.com

MINISTER

Premier of Western Australia; Minister for State Development

STATUTE

Gold Corporation was established under the *Gold Corporation Act 1987*.