

BMO GOLDRs®

05/2017

BMO Gold Deposit Receipts (“BMO GOLDRs®”) are registered securities with the U.S. Securities and Exchange Commission (the “SEC”) that provide investors with a secure and convenient way to purchase unencumbered, allocated, physical gold bullion (“Gold Bullion”) that is stored at the Royal Canadian Mint (the “Mint”) in Canada.

BMO GOLDRs® are issued by the Vaulted Gold Bullion Trust (the “Trust”) and represent direct Gold Bullion ownership. Once BMO GOLDRs® have been purchased, investors may:

- Continue to store their Gold Bullion at the Mint; and
- Redeem their BMO GOLDRs® and arrange for physical Gold Bullion delivery or exchange their BMO GOLDRs® for cash.

BMO GOLDRs® are not listed on a securities exchange and are continuously offered through BMO Capital Markets Corp., acting as underwriter. BMO Capital Markets Corp. has entered, and will continue to enter, into dealer agreements with certain third parties that are registered broker-dealers, or banks or trust companies regulated by the Office of the Comptroller of the Currency and/or one or more state banking regulators that are either direct or indirect DTC participants (“Authorized Participants”). Only Authorized Participants will be involved in the distribution of BMO GOLDRs®. BMO GOLDRs® may be redeemed through Authorized Participants or through a registered broker-dealer or similar entity that is not an Authorized Participant. While BMO currently intends to repurchase Gold Bullion for cash upon the request of holders based on the market price for the Gold Bullion, it is under no obligation to do so, and may cease such repurchases at any time. Physical delivery of Gold Bullion may be suspended by the Trust in certain circumstances and is only available in certain states.

Highlights

- **No annual fees**
BMO GOLDRs® carry no annual fees
- **SEC-registered and DTC-eligible**
BMO GOLDRs® are designed to be a book-entry solution for investors interested in having their Gold Bullion reflected in a brokerage account
- **Spot pricing**
Any purchases or sales of each BMO GOLDRs® will be made at the spot price at the time of sale for one troy ounce of Gold Bullion, determined by BMO Capital Markets Corp. using EBS, an offering of BrokerTec (“EBS”), as the source for the spot price of gold, without adjustment or modification, plus a deposit fee and a sales & distribution fee that will vary according to which class of BMO GOLDRs® are purchased. If, for any reason, EBS is not posting spot prices, BMO Capital Markets Corp. will use the spot price reflected by the London Bullion Market Association (PM) Gold Price, an offering of ICE Benchmark Administration, as its source for the spot price of gold. BMO Capital Markets Corp. will refer to this source without adjustment or modification.
- **Delivery of as little as one ounce**
BMO GOLDRs® are designed to provide investors with an opportunity to request physical delivery for as little as one ounce. A holder will be required to pay a delivery fee and applicable taxes to receive physical gold. Physical delivery will only be available to certain authorized states. Note that physical delivery may be suspended by the Trust in certain circumstances

Advantages versus Other Forms of Gold Investment

- **No derivatives risk**
The BMO GOLDRs® Program does not use unallocated gold, gold certificates, exchange traded products, derivatives, financial instruments, or any product that represents encumbered gold
- **No empty vault risk**
BMO GOLDRs® are designed to eliminate “empty vault risk,” or Gold Bullion lending risk (i.e., the practice of the gold custodian lending, pledging, hypothecating, re-hypothecating or otherwise encumbering any of the investor’s underlying Gold Bullion)
- **Alternative to Unregulated Storage Programs**
BMO GOLDRs® offer an alternative to physical Gold Bullion storage providers or programs that are operated by unregulated entities
- **No tracking error**
BMO GOLDRs® eliminate the price variance risk associated with gold-backed exchange traded products or closed-end funds that may trade at a premium or discount to net-asset value
- **Gold Bullion not available to claims of creditors of BMO**
BMO GOLDRs® use a structure which, under Canadian federal law, ensures that the Gold Bullion held by the Trust would not be available to meet the claims of creditors of BMO in the event of any bankruptcy, insolvency or similar event involving BMO

Key Facts

Who

Issuer: Vaulted Gold Bullion Trust

Trustee: The Bank of New York Mellon

Sponsor: Bank of Montreal

Underwriter: BMO Capital Markets Corp.

What

Investment Product: Gold Deposit Receipts

Trust Assets: 100% Allocated Gold Bullion

DTC-Eligible: Yes

SEC-Registered: Yes

Margin Eligible: No

Qualified Account Eligible: No

Actively Managed: No

Maturity: Not applicable

Coupons: None

Dividends: None

Minimum Purchase Size: 1 Deposit Receipt

Denomination: 1 Deposit Receipt = 1 ounce of gold

More Info

Website: <http://www.bmogold.com>

SEC Registration Statement:

see www.sec.gov; File No. 333-211858



