

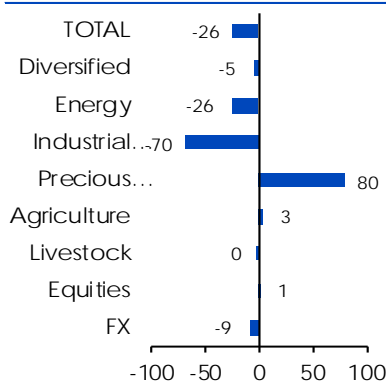
2 July 2018

# ETF Securities Weekly Flows Analysis

## Risk recovery resurfaces after EU immigration deal agreed

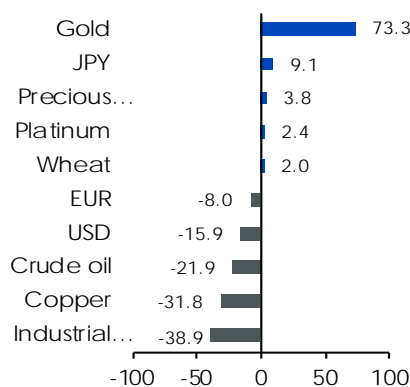
- **Inflows into gold ETPs bounced back, as bargain hunters appeared to chase lower prices**
- **Caught in the cross hairs of trade wars, industrial metal basket ETPs extend outflows for the 2<sup>nd</sup> week in a row**
- **Long Yen short Euro ETPs received the highest inflows in 6 weeks, as EU leaders reached an agreement on immigration**

### Weekly Flows by Sector (US\$m)



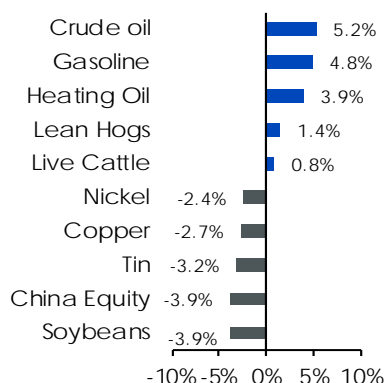
**Inflows into Gold ETPs worth US\$73.3mn bounced back reversing the prior 2 weeks of outflows as bargain hunters appeared to chase lower prices.** Gold prices ended the second quarter at US\$1252.60 per troy ounce, its lowest level in nearly 6 months. Despite the ongoing geopolitical tensions, trade wars and the correction in global stock markets, gold historically known for its safe haven status, has failed to benefit from the risk-off environment. This makes logical sense as gold has always been associated with being a long-term form of insurance as opposed to a knee-jerk safe haven against short term market volatility. A persistent and long term correction in the equity markets is likely to lend buoyancy to gold prices. So far in 2018 the strong US dollar, against the backdrop of the rising rate environment in the US, has underpinned most of the weakness of gold prices owing to their counter cyclical relationship. Sentiment towards gold remains very weak, however last week's inflows suggest investors are positioned for a turnaround in gold prices.

### Top 5 Inflows/Outflows (US\$m)



**Outflows from crude oil ETPs rose to US\$21mn extending the trend of outflows for the 2<sup>nd</sup> consecutive week as profit takers appeared to be lured by higher oil prices.** Oil prices rose sharply last week as a result of further supply outages, falling US stockpiles and reports that the Trump administration was aiming to shut down all Iranian crude exports by November 4. Record high crude oil processing coupled with a marked rise in US crude oil exports were the key reasons for the unexpected sharp fall in US crude oil stocks by 9.9 million barrels last week as reported by the US Department of Energy (DOE). The price differential between Brent and WTI narrowed further from \$10 to \$5 per barrel owing to current outage of an oil production facility in Canada's Alberta oil province. The facility has a production capacity of nearly 350,000 barrels per day and is likely to remain out of operation until the end of July resulting in less crude oil from Canada reaching the US. As the narrowing of the price differential between Brent and WTI, reduces the attractiveness of US exports, we expect US crude oil stocks to remain elevated in the coming months.

### Top 5 / Bottom 5 Performers



**Industrial metal basket ETPs faced redemptions worth US\$38.9mn for the second week in a row as ongoing trade tensions weakens sentiment.** Industrial metal prices continued to meander amidst the ongoing trade wars. The Trump administration announced it would be pushing forward with its plans to restrict Chinese investment in the US but it would restrain from implementing its harshest measures. **Meanwhile outflows from copper ETPs worth US\$31.8mn continued for the 3<sup>rd</sup> week in row, rising to their highest level in 39 weeks.**

**Long Yen short Euro pair received the highest inflows worth US\$9.1mn in 6 weeks, after the European Union leaders reached an agreement on migration at the EU summit.** Bargain hunters appeared to drive inflows into long Yen short Euro linked ETPs as the Yen declined 0.94% versus the Euro last week subsequent to the news that the European Council (EUCO) reached the all-important EU immigration agreement.

**Outflows from US Dollar ETPs worth US\$15.9mn rose to their highest level in 20 weeks.**

Source: ETF Securities  
Note: see next page (\*)

**Note: All flow and AUM data in this report are based on ETF Securities ETP numbers to 29 June 2018 and are denominated in USD unless otherwise indicated. Investments may go up or down in value and you may lose some or all of the amount invested. Past performance does not guarantee future results.**

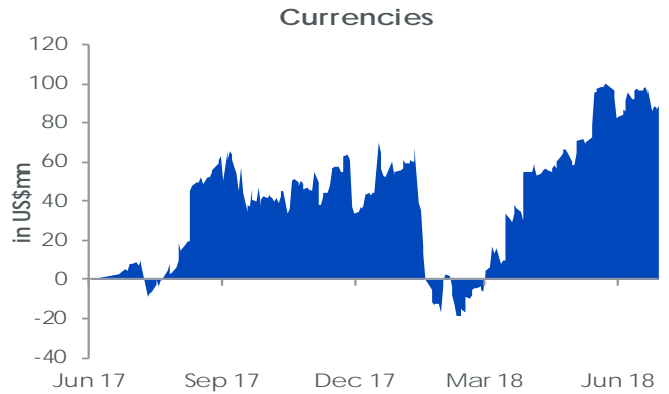
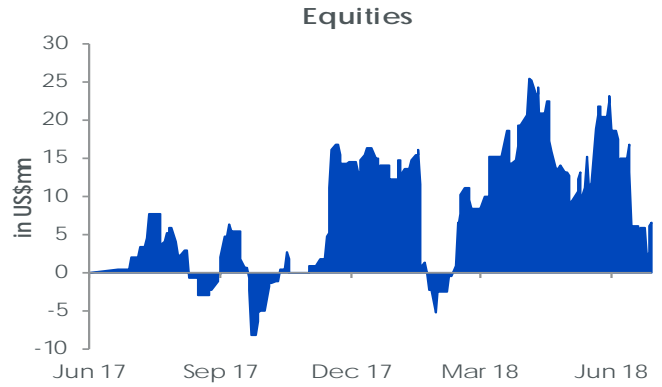
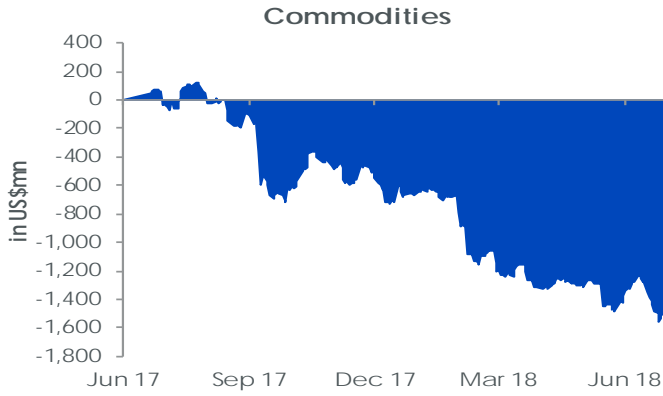
## ETF Securities Commodity ETP Flow Trends

	ETP FLOWS (in US\$m)				ASSETS (in \$m)	PERFORMANCE (US\$)			
	-1 Week	-1 Month	YTD	-1 Year		-1 Week	-1 Month	YTD	-1 Year
<b>TOTAL</b>	<b>-25.6</b>	<b>-144.3</b>	<b>-815.6</b>	<b>-1,393.7</b>	<b>16,588</b>				
<b>Diversified</b>	<b>-4.8</b>	<b>-17.8</b>	<b>-16.3</b>	<b>4.3</b>	<b>528</b>				
<b>Precious Metals</b>	<b>79.6</b>	<b>-102.8</b>	<b>-500.3</b>	<b>-392.9</b>	<b>12,064</b>				
Basket	3.8	-2.8	10.2	-9.7	151	-1.4%	-3.0%	-5.5%	-1.9%
Gold	73.3	24.2	-387.1	-234.3	10,553	-1.5%	-3.4%	-3.7%	0.3%
Silver	-0.4	-105.6	-41.1	-68.8	980	-2.4%	-2.4%	-5.2%	-3.1%
Platinum	2.4	-17.8	-56.0	-49.2	288	-1.9%	-5.8%	-8.4%	-8.2%
Palladium	0.5	-0.8	-26.1	-30.9	92	-0.3%	-3.9%	-10.0%	12.8%
<b>Energy</b>	<b>-25.9</b>	<b>-4.3</b>	<b>-478.6</b>	<b>-1,206.8</b>	<b>1,426</b>				
Basket	-2.0	48.0	20.1	38.5	129	4.0%	3.6%	12.4%	35.0%
Crude oil	-21.9	-45.6	-478.7	-1,235.4	1,174	5.2%	3.6%	22.3%	67.7%
Natural Gas	0.1	-3.8	-15.6	8.1	81	-0.6%	-1.1%	-3.5%	-18.8%
Heating Oil		-0.2	0.0	-0.1	6.3	3.9%	1.5%	9.5%	50.5%
Gasoline	-2.2	-3.0	-6.4	-20.5	29.1	4.8%	0.9%	8.0%	40.2%
Carbon		0.4	1.9	2.6	6.0	-0.6%	-2.0%	76.5%	198.2%
<b>Industrial Metals</b>	<b>-69.6</b>	<b>-27.9</b>	<b>97.6</b>	<b>-39.7</b>	<b>1,102</b>				
Basket	-38.9	16.5	-35.2	-64.2	352	-2.4%	-5.7%	-5.9%	13.9%
Aluminium	1.1	1.0	-16.8	-6.3	125	-2.0%	-7.6%	-4.9%	10.5%
Copper	-31.8	-35.0	-18.4	-91.7	236	-2.7%	-4.8%	-11.5%	6.2%
Nickel	1.0	-7.9	172.5	128.0	366	-2.4%	-3.6%	16.1%	55.9%
Zinc	-0.1	-4.4	-3.9	-2.6	18	-2.1%	-7.4%	-13.3%	4.9%
Tin	-0.4	0.2	-1.1	-2.3	2.0	-3.2%	-4.6%	-0.4%	0.4%
Lead	-0.5	1.6	0.5	-0.4	3.2	-0.2%	-1.4%	-3.0%	4.3%
<b>Agriculture</b>	<b>3.1</b>	<b>19.4</b>	<b>54.2</b>	<b>159.2</b>	<b>807</b>				
Basket	-0.1	-2.4	33.8	104.6	325	-2.1%	-10.2%	-6.4%	-13.9%
Wheat	2.0	8.2	-12.9	-2.5	133	-0.6%	-7.1%	7.4%	-21.0%
Corn	0.4	1.6	16.5	5.4	63	-1.9%	-10.3%	-3.8%	-17.8%
Soybeans	0.6	2.5	10.9	15.0	24	-3.9%	-15.6%	-12.1%	-13.4%
Cotton	0.6	2.7	12.8	13.9	29	-1.6%	-8.1%	8.3%	23.7%
Coffee	-0.2	4.7	29.7	62.0	127	-1.6%	-7.9%	-13.2%	-17.2%
Sugar	-0.3	1.4	28.0	29.7	64	-1.3%	-4.3%	-20.9%	-16.3%
Soybean Oil	-0.2	0.1	0.4	-0.3	2.8	-0.6%	-6.9%	-13.8%	-14.9%
Cocoa	0.2	0.7	-65.1	-68.7	39	-0.1%	0.8%	27.3%	25.0%
<b>Livestock</b>	<b>-0.2</b>	<b>-0.3</b>	<b>0.5</b>	<b>-3.0</b>	<b>8</b>				
Basket	-0.2	-0.4	-0.2	-1.3	1.1	1.0%	2.5%	-6.0%	-10.6%
Lean Hogs	0.1	-0.1	0.3	-1.3	4.7	1.4%	1.4%	-8.6%	-12.5%
Live Cattle	0.0	0.3	0.4	-0.4	2.1	0.8%	3.1%	-4.8%	-9.8%
<b>Equities</b>	<b>0.7</b>	<b>-16.6</b>	<b>-5.7</b>	<b>4.6</b>	<b>120</b>				
US					0	-1.3%	-0.5%	2.6%	14.4%
Europe	0.7	-16.8	-7.0	2.1	117	-1.2%	-1.2%	-1.9%	0.7%
Asia		0.2	1.3	2.5	3	-3.9%	-9.7%	-18.4%	-10.2%
Australia					0.0	-0.3%	3.3%	4.0%	13.7%
<b>FX</b>	<b>-8.6</b>	<b>6.0</b>	<b>33.2</b>	<b>80.7</b>	<b>533</b>				
G10	0.1	0.2	0.0	-4.4	2.2				
USD	-15.9	-2.4	-15.8	2.9	320	-0.1%	0.3%	2.5%	-1.2%
CAD		-0.2	0.3	-0.2	3.6	0.7%	-2.2%	-5.2%	-2.3%
EUR	-8.0	4.7	64.8	114.6	468	0.5%	0.8%	-0.9%	2.4%
GBP	-1.3	0.4	-19.1	-12.1	97	-0.7%	-0.7%	0.0%	0.8%
CHF		-0.1	0.8	3.7	15.6	-0.3%	-0.2%	0.6%	-5.1%
NOK	-1.6	-1.1	-6.8	-1.2	12.7	-0.2%	0.9%	4.1%	2.5%
SEK	0.3	0.8	-1.6	3.3	11.8	-1.1%	-1.2%	-6.6%	-7.4%
JPY	9.1	10.2	46.4	78.3	123	-0.1%	-0.2%	3.7%	1.7%
CNY	0.0	-0.1	-0.1	-0.7	2.3	-1.2%	-1.8%	1.0%	3.6%
INR			-0.1	-0.5	0.2	-0.6%	-1.0%	-4.0%	-5.4%
AUD	0.1	-0.3	-2.3	-1.8	7.5	-0.4%	-1.9%	-5.0%	-4.3%
NZD			0.0	0.0	1.4	-1.2%	-1.8%	-2.5%	-7.6%
Commodity FX			-0.2	-20.7	0.5				

(\*) All data as at 29 Jun 18, based on ETF Securities global commodity ETP flows and assets. In FX due to being pair trades there is double counting. Price performance is based on NAV data for commodities, indices for Bonds & Equities, Trade weighted indices for FX

Source: ETF Securities, Bloomberg

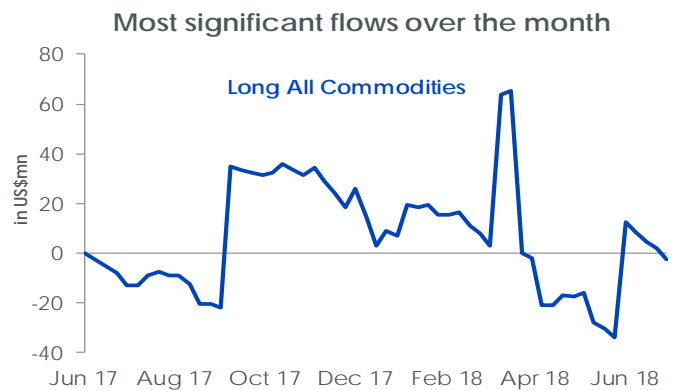
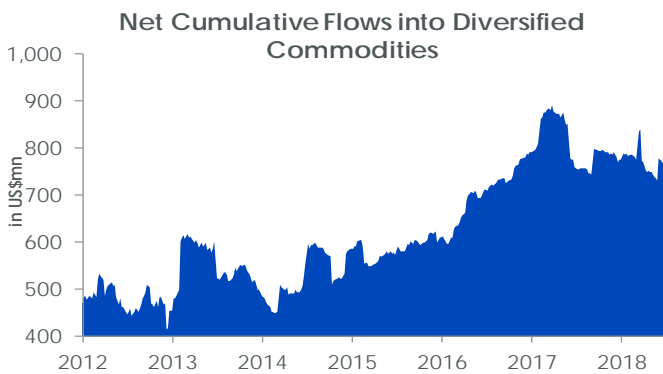
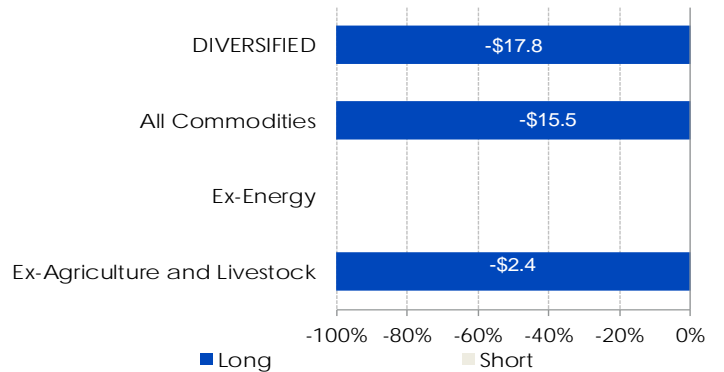
### Net Cumulative Flows by Asset Classes over the past year



### All Commodity ETPs Flows Analysis

	FLOWS (in \$m)				AUM (in \$m)
	-1 Week	-1 Month	YTD	-1 Year	
Diversified	-4.8	-17.8	-16.3	4.3	528
All Commodity	-4.3	-15.5	-9.5	10.1	440
Ex-Energy			-0.2	-0.3	1
Ex-Ags and Liv	-0.5	-2.4	-6.6	-5.6	88

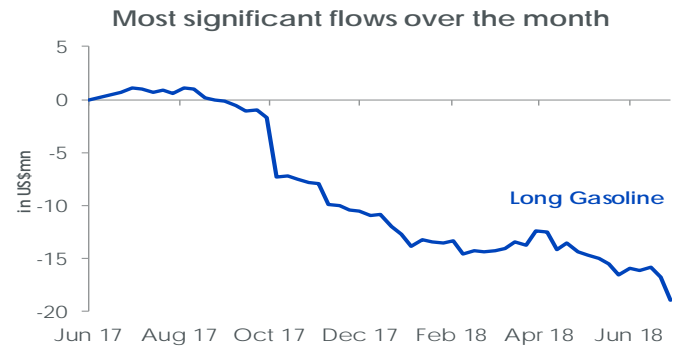
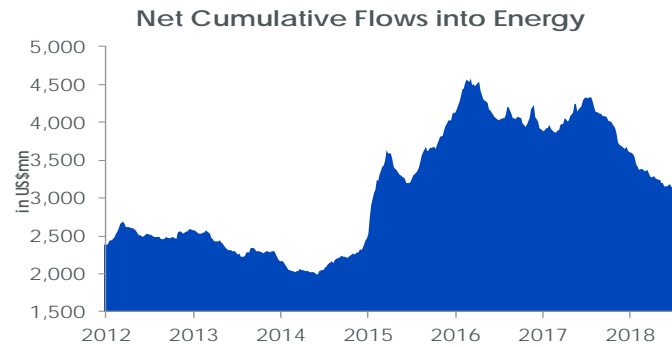
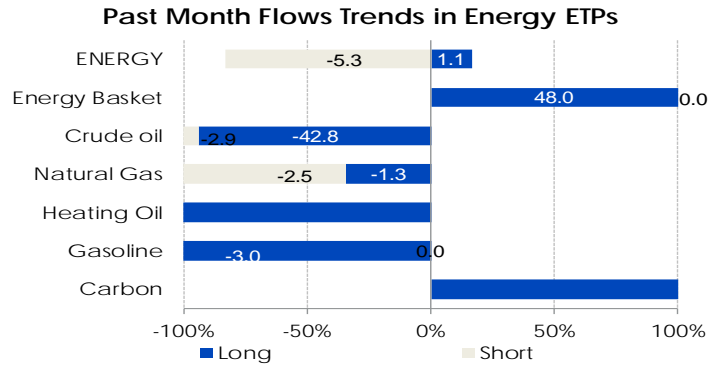
#### Past Month Flows in Diversified ETPs



Source: ETF Securities

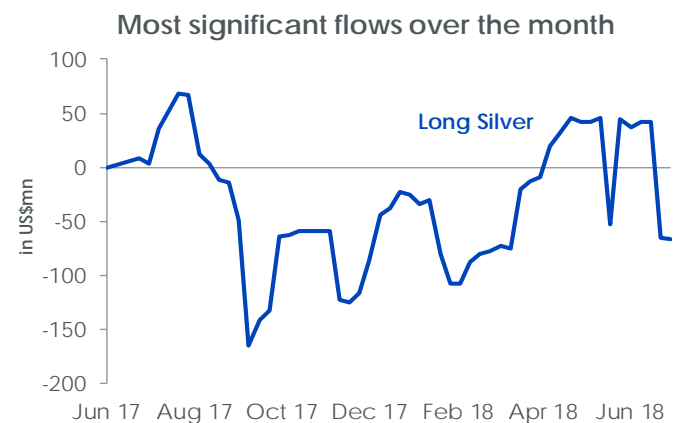
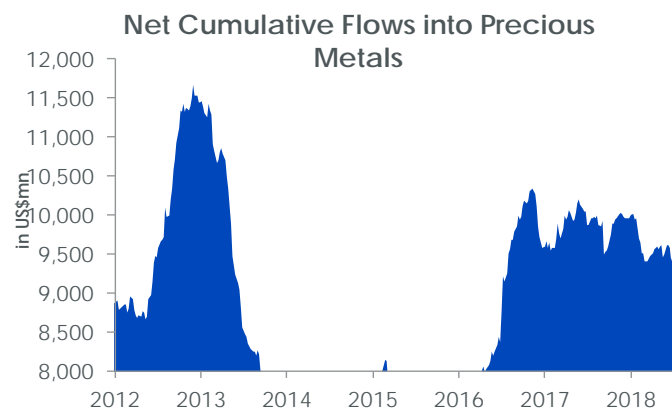
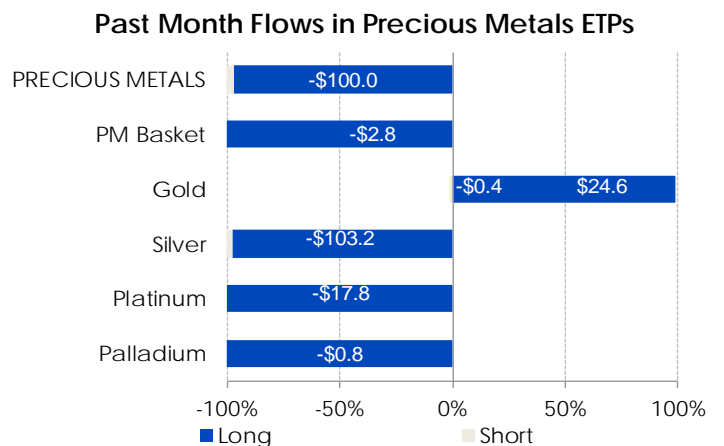
## Energy ETPs Flows Analysis

	FLOWS (in \$m)				AUM (in \$m)
	-1 Week	-1 Month	YTD	-1 Year	
<b>Energy</b>	<b>-25.9</b>	<b>-4.3</b>	<b>-478.6</b>	<b>-1,206.8</b>	<b>1,426</b>
Energy Basket	-2.0	48.0	20.1	38.5	129
Crude oil	-21.9	-45.6	-478.7	-1,235.4	1,174
Natural Gas	0.1	-3.8	-15.6	8.1	81
Heating Oil		-0.2	0.0	-0.1	6
Gasoline	-2.2	-3.0	-6.4	-20.5	29
Carbon		0.4	1.9	2.6	6



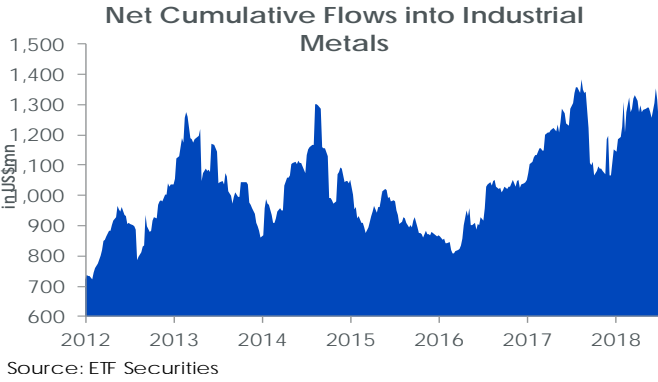
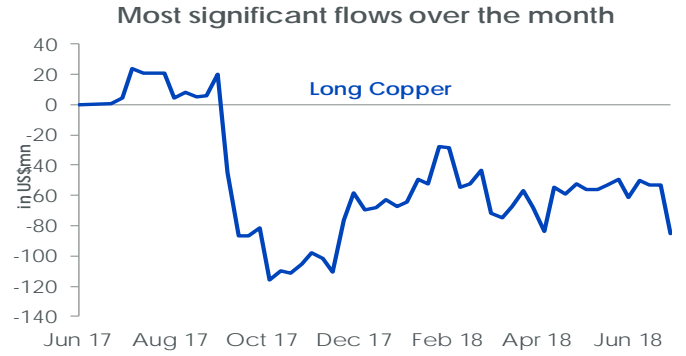
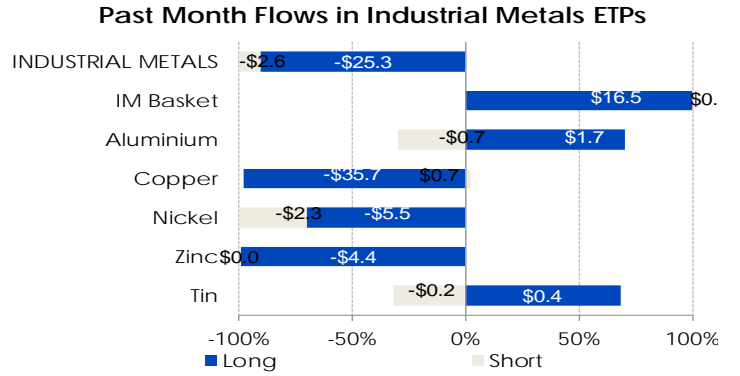
## Precious Metals ETPs Flows Analysis

	FLOWS (in \$m)				AUM (in \$m)
	-1 Week	-1 Month	YTD	-1 Year	
<b>Precious Metals</b>	<b>79.6</b>	<b>-102.8</b>	<b>-500.3</b>	<b>-392.9</b>	<b>12,064</b>
PM Basket	3.8	-2.8	10.2	-9.7	151
Gold	73.3	24.2	-387.1	-234.3	10,553
Silver	-0.4	-105.6	-41.1	-68.8	980
Platinum	2.4	-17.8	-56.0	-49.2	288
Palladium	0.5	-0.8	-26.1	-30.9	92



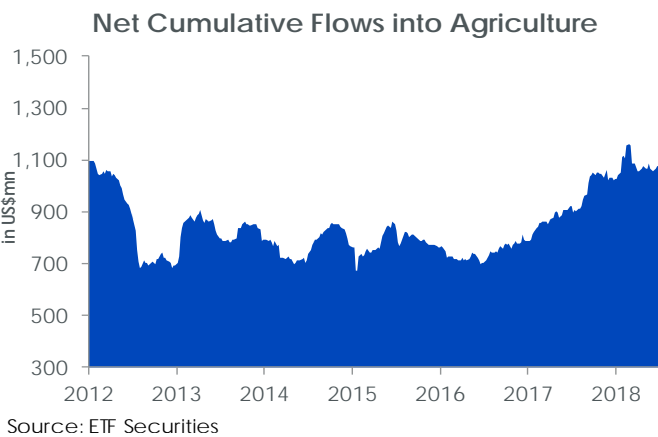
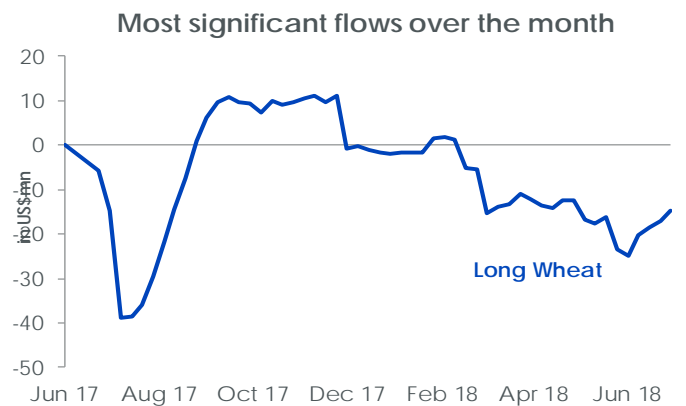
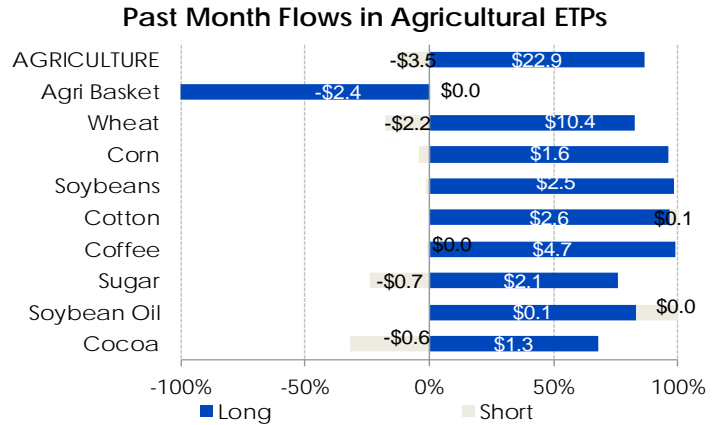
## Industrial Metals ETPs Flows Analysis

	FLOWS (in \$m)				AUM (in \$m)
	-1 Week	-1 Month	YTD	-1 Year	
<b>Industrial Metals</b>	<b>-69.6</b>	<b>-27.9</b>	<b>97.6</b>	<b>-39.7</b>	<b>1,102</b>
IM Basket	-38.9	16.5	-35.2	-64.2	352
Aluminium	1.1	1.0	-16.8	-6.3	125
Copper	-31.8	-35.0	-18.4	-91.7	236
Nickel	1.0	-7.9	172.5	128.0	366
Zinc	-0.1	-4.4	-3.9	-2.6	18
Tin	-0.4	0.2	-1.1	-2.3	2
Lead	-0.5	1.6	0.5	-0.4	3



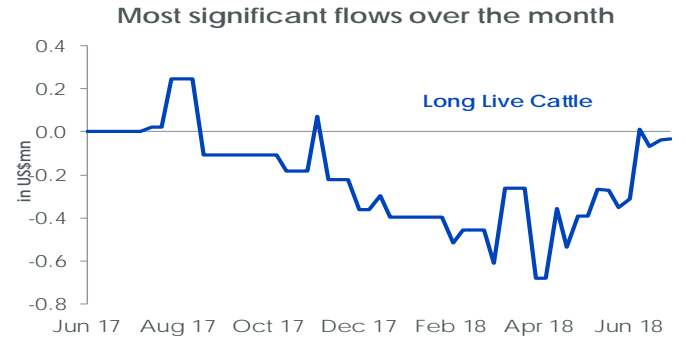
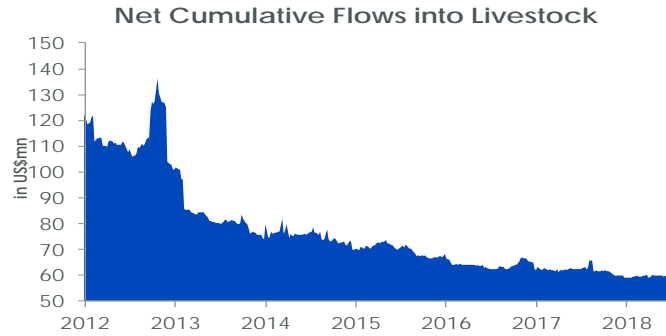
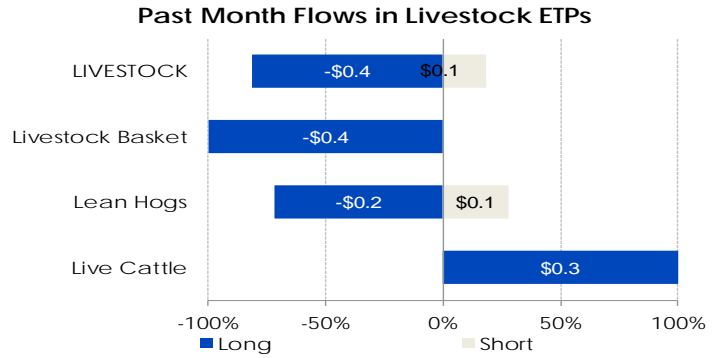
## Agriculture ETPs Flows Analysis

	FLOWS (in \$m)				AUM (in \$m)
	-1 Week	-1 Month	YTD	-1 Year	
<b>Agriculture</b>	<b>3.1</b>	<b>19.4</b>	<b>54.2</b>	<b>159.2</b>	<b>807</b>
Agri Basket	-0.1	-2.4	33.8	104.6	325
Wheat	2.0	8.2	-12.9	-2.5	133
Corn	0.4	1.6	16.5	5.4	63
Soybeans	0.6	2.5	10.9	15.0	24
Cotton	0.6	2.7	12.8	13.9	29
Coffee	-0.2	4.7	29.7	62.0	127
Sugar	-0.3	1.4	28.0	29.7	64
Soybean Oil	-0.2	0.1	0.4	-0.3	3
Cocoa	0.2	0.7	-65.1	-68.7	39



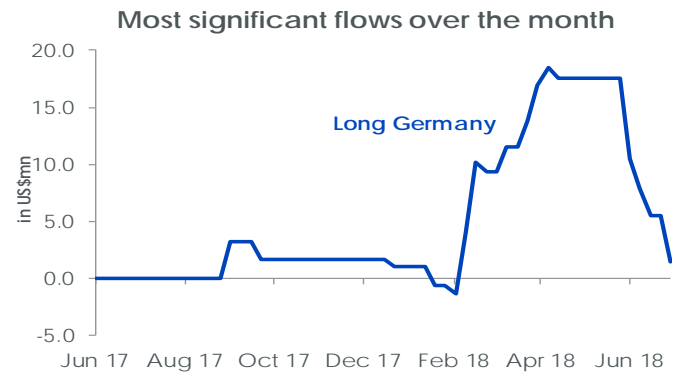
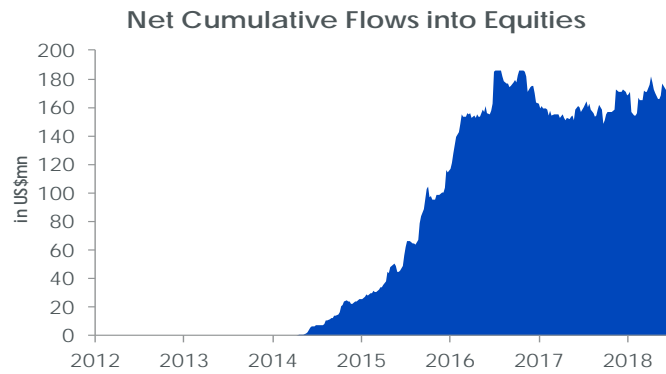
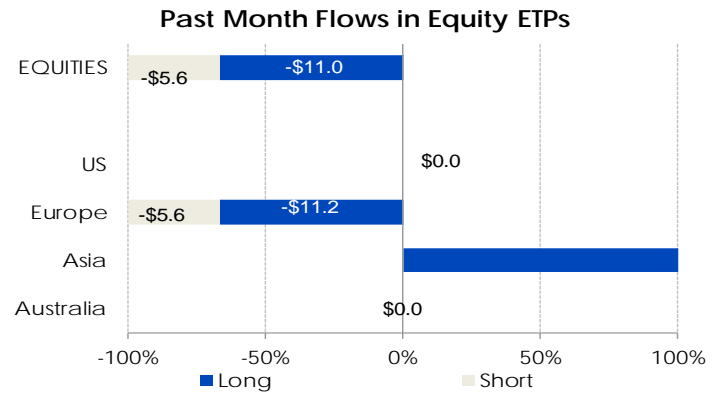
## Livestock ETPs Flows Analysis

	FLOWS (in \$m)				AUM (in \$m)
	-1 Week	-1 Month	YTD	-1 Year	
<b>Livestock</b>	<b>-0.2</b>	<b>-0.3</b>	<b>0.5</b>	<b>-3.0</b>	<b>8</b>
Livestock Basket	-0.2	-0.4	-0.2	-1.3	1
Lean Hogs	0.1	-0.1	0.3	-1.3	5
Live Cattle	0.0	0.3	0.4	-0.4	2



## Equity ETPs Flows Analysis

Region	FLOWS (in \$m)				AUM (in \$m)
	-1 Week	-1 Month	YTD	-1 Year	
<b>Region</b>	<b>0.7</b>	<b>-16.6</b>	<b>-5.7</b>	<b>4.6</b>	<b>120</b>
US					
Europe	0.7	-16.8	-7.0	2.1	117
Asia		0.2	1.3	2.5	3
Australia					

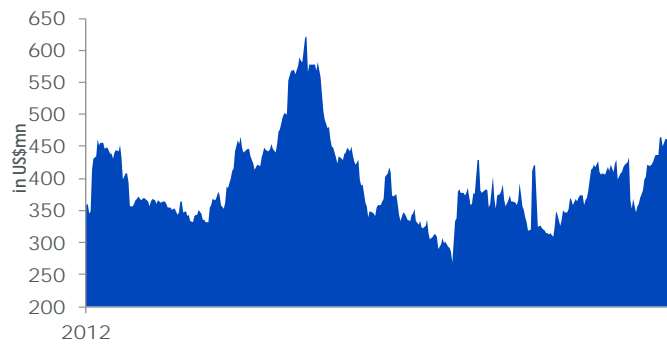


## Currency ETPs Flows Analysis

FX	FLOWS (in \$m)				AUM (in \$m)
	-1 Week	-1 Month	YTD	-1 Year	
FX	-8.6	6.0	33.2	80.7	533
G10	0.1	0.2	0.0	-4.4	2
USD	-15.9	-2.4	-15.8	2.9	320
CAD		-0.2	0.3	-0.2	4
EUR	-8.0	4.7	64.8	114.6	468
GBP	-1.3	0.4	-19.1	-12.1	97
CHF		-0.1	0.8	3.7	16
NOK	-1.6	-1.1	-6.8	-1.2	13
SEK	0.3	0.8	-1.6	3.3	12
JPY	9.1	10.2	46.4	78.3	123
CNY	0.0	-0.1	-0.1	-0.7	2
INR			-0.1	-0.5	0
AUD	0.1	-0.3	-2.3	-1.8	8
NZD			0.0	0.0	1
Commodity FX			-0.2	-20.7	1

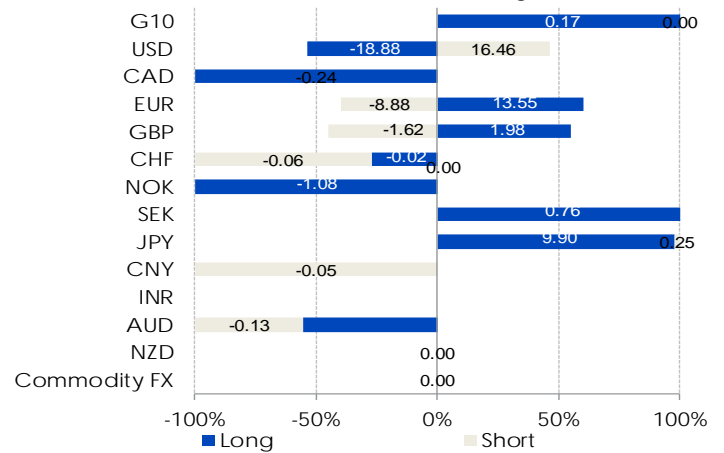
n.b. Due to each currency being a pair, there is double counting in the flow data

### Net Cumulative Flows into Currencies



Source: ETF Securities

### Past Month Flows in Currency ETPs



### Most significant flows over the month



**Important Information**

This communication has been issued and approved for the purpose of section 21 of the Financial Services and Markets Act 2000 by WisdomTree UK Limited ("WTUK") which is authorised and regulated by the United Kingdom Financial Conduct Authority (the "FCA").

The information contained in this communication is for your general information only and is neither an offer for sale nor a solicitation of an offer to buy securities. This communication should not be used as the basis for any investment decision. Historical performance is not an indication of future performance and any investments may go down in value.

This document is not, and under no circumstances is to be construed as, an advertisement or any other step in furtherance of a public offering of shares or securities in the United States or any province or territory thereof. Neither this document nor any copy hereof should be taken, transmitted or distributed (directly or indirectly) into the United States.

This communication may contain independent market commentary prepared by WTUK based on publicly available information. Although WTUK endeavours to ensure the accuracy of the content in this communication, WTUK does not warrant or guarantee its accuracy or correctness. Any third party data providers used to source the information in this communication make no warranties or representation of any kind relating to such data. Where WTUK has expressed its own opinions related to product or market activity, these views may change. Neither WTUK, nor any affiliate, nor any of their respective officers, directors, partners, or employees accepts any liability whatsoever for any direct or consequential loss arising from any use of this publication or its contents.

WTUK is required by the FCA to clarify that it is not acting for you in any way in relation to the investment or investment activity to which this communication relates. In particular, WTUK will not provide any investment services to you and or advise you on the merits of, or make any recommendation to you in relation to, the terms of any transaction. No representative of WTUK is authorised to behave in any way which would lead you to believe otherwise. WTUK is not, therefore, responsible for providing you with the protections afforded to its clients and you should seek your own independent legal, investment and tax or other advice as you see fit. R-0059

---