

PURPOSE

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

PRODUCT

- **Name of Product: Coinshares Physical XRP**
- **PRIP manufacturer: CoinShares Digital Securities Limited, Jersey**
- ISIN: GB00BLD4ZN31
- Website for PRIIP manufacturer: www.coinshares.com/etps/physical
- Call telephone number +44 1534 513 100 for more information
- The Swedish Financial Supervisory Authority (SFSA) is responsible for supervising CoinShares Digital Securities Limited, Jersey in relation to this Key Information Document
- Production date of the KID: 2023-03-20 00:00:00
- Latest revision of the KID: 2023-03-20 00:00:00

You are about to purchase a product that is not simple and may be difficult to understand.

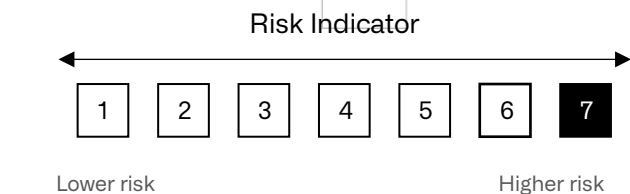
What is this product?

Type	This product, collectively referred to as Digital Securities, is a non-interest bearing, secured, undated, limited recourse debt security that is fully secured by the underlying XRP. Digital Securities are listed on the following stock exchanges: SIX Swiss Exchange (primary listing) and Frankfurt Stock Exchange (XETRA); but it may be listed on additional exchanges and Multilateral Trading Facilities.
Term	Digital Securities do not have a fixed maturity. A Digital Security holder can sell the product on the regulated market on which it is listed, or in accordance with (and subject to) the terms of the Prospectus, may redeem the securities directly with the Issuer in return for an amount of XRP equal to the aggregate Coin Entitlement of the Digital Securities (less relevant fees and costs) or, in certain limited circumstances, for an amount in US dollars equal to the net proceeds of sale of the aggregate Coin Entitlement (less relevant fees and costs). The Issuer may, at any time, determine that all Digital Securities are to be redeemed compulsorily in accordance with (and subject to) the terms of the Prospectus.
Objectives	This product is designed to offer investors a means of investing in XRP without having to acquire XRP themselves and to enable investors to buy and sell exposure to XRP by trading of a security on a regulated European stock exchange. The Digital Security is backed and secured by XRP.
Intended Retail Investor	The product is intended for investors who intend to form and / or optimize assets in general and have an investment horizon in line with the recommended holding period stated below. The product is designed for investors with informed knowledge and / or experience with financial products who are able to bear a total loss of their investment and do not attach any importance to capital protection.

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What are the risks and what could I get in return?



The risk indicator assumes you keep the product for 1 year. The actual risk can vary significantly if you cash in at an early stage and you may get back less.

- The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you.
- We have classified this product as 7 out of 7, which is highest risk class.
- This rates the potential losses from future performance at a high level, and poor market conditions are very likely to impact the ability for you to receive a positive return on your investment.

- **Be aware of currency risk.** You will receive payments in a currency that is different to the product's base currency, the final return you will get depends on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.
- This product doesn't include any protection from future market performance so you could lose some or all of your investment.
- The product invests in the digital asset XRP, which is traded on various digital exchanges and is generally characterized as presenting high risk, but which also allows for the opportunity of high returns. Given the fact that the product invests in one volatile digital asset, the product has a higher risk than other products using the diversification method of investing in a basket of digital assets.
- The indicator mainly reflects the up and downturns in the value of the product. The product can be expected to have large fluctuations due to the nature of the underlying asset class.
- Please refer to the product's Prospectus Disclosure for details of other materially relevant risks that may apply to this product. This product does not include any protection from future market performance so you could lose some or all of your investment.

PERFORMANCE SCENARIOS

What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted. The unfavourable, moderate, and favourable scenarios shown are illustrations using the worst, average, and best performance of the product/benchmark over the last 10 years. Markets could develop very differently in the future.

Recommended holding period

1 year

Example Investment:

USD 10,000

If you exit after 1 year (recommended holding period)

Scenarios

Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.	
Stress	What you might get back after costs Average return each year	0 USD -100%
Unfavourable	What you might get back after costs Average return each year	1900 USD -81%
Moderate	What you might get back after costs Average return each year	16481 USD 64 %
Favourable	What you might get back after costs Average return each year	517013 USD 50%

This figure shown include all the costs of the product itself but may not include all the costs that you pay to your advisor. These figures do not take into account your personal tax situation, which may also affect how much you get back.

- Unfavourable: This type of scenario occurred for an investment between 2018-01 - 2019-01
- Moderate: This type of scenario occurred for an investment between 2021-03 - 2022-03
- Favourable scenario: This type of scenario occurred for an investment between 2017-01 - 2018-01
- The stress scenario shows what you might get back in extreme market circumstances.

What happens if CoinShares Digital Securities Limited is unable to pay out?

Although the product is secured with XRP, investors bear the risk that the Issuer may not be able to fulfil its obligations in relation to the product. For example, in the event of the Issuer's insolvency. The Issuer has no other business activities except to issue Digital Securities that provide exposure to a single type of underlying digital asset. In the case of default by the Issuer the assets it holds as collateral may be realized to meet its obligations and the cash proceeds will be paid in accordance with a priority order applicable to the product. The cash proceeds may not be sufficient to meet all obligations and make all payments due in respect of the securities. In these circumstances you may not be able to realise the full value of your securities and you will suffer a loss on your investment. A total loss of invested capital is possible. The product is not covered by an investor protection or guarantee scheme.

What are the costs?

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The person selling you or advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on your investment over time.

Cost over time:

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest, how long you hold the product and how well the product does. The amounts shown here are illustrations based on an example investment amount and different investment periods.

We have assumed:

- In the first year you would get back the amount that you invested (0 % annual return).
- USD 10,000 is invested.

If you exit after 1 year

Total cost 156 USD

Annual cost impact (*) 1,6 % each year

** This illustrates how costs reduce your return each year over the holding period. For example, it shows that if you exit at the recommended holding period your average return per year is projected to be 100 % before costs and 98,4 % after costs.*

Composition of costs:

One-off costs upon entry or exit

If you exit after 1 year

Entry costs* We do not charge an entry fee

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Exit costs* We do not charge an exit fee for this product, but the person selling you the product may do so

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Ongoing costs taken each year

If you exit after 1 year

Management fees and other administrative or operating costs This figure is the result of the ongoing costs in monetary units if the product is held for one year, calculated assuming a net performance of 0 %. This is an estimate based on actual costs over the last year. The management fee for this product is 1.5% of the value of your investment per year.

156 USD

Transaction costs 0% of the value of your investment per year. This is an estimate of the costs incurred when we buy and sell the underlying investments for the product. The actual amount will vary depending on how much we buy and sell.

0 USD

Incidental costs taken under specific conditions

If you exit after 1 year

Performance fees There is no performance fee for this product.

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**Not applicable for secondary market investors. Secondary market investors deal directly with authorised participants or via an exchange and will pay fees charged by their authorised participants or brokers respectively. Please refer to your broker, financial adviser, or distributor for the actual charges.*

How long should I hold it and can I take my money out early?

Recommended Holding Period: 1 year

The recommended holding period for this product is 1 years. However, as XRP is highly volatile, investors should monitor the value of the product constantly as sudden changes in value will be frequent and abrupt.

A Digital Security holder can sell the product on the regulated market on which it is listed, or in accordance with (and subject to) the terms of the Prospectus, may redeem the securities directly with the Issuer in return for an amount of XRP equal to the aggregate Coin Entitlement of the Digital Securities (less relevant fees and costs).

How can I complain?

Any complaint about the sale of the product should be made to your intermediary or distributor. A complaint about any other aspect of this product sold be made to the Issuer via email: physical@coinshares.com Making a complaint will not prejudice your right to take legal action.

Other relevant information

This document may be updated from time to time. The latest Key Information Document (KID) is available free of charge at www.coinshares.com/etps/xbt-provider. The prospectus (a base prospectus as may be supplemented from time to time and completed by final terms) contains important and legal information regarding the product, its risk, the Issuer, and its Guarantor. It is available free of charge at www.coinshares.com/etps/xbt-provider. The information contained in this KID does not constitute a recommendation to buy or sell the product and is no substitute for individual consultation with the investor's bank or advisor. The KID is a pre-contractual document which gives you the main information about the product (characteristics, risks, costs, etc.).