The goal of the Sprott Physical Silver Trust (the “Trust”) is to provide a secure, convenient and exchange-traded investment alternative for investors who want to hold physical silver. The Trust offers a number of compelling advantages over traditional exchange-traded silver funds.

**Reasons to Own**

1. **Fully Allocated** – The Trust only holds fully allocated and unencumbered precious metals – no exceptions.

2. **Redeemable for Metals** – Unitholders have the ability to redeem their units for physical silver bullion on a monthly basis, subject to certain minimum requirements.¹

3. **Trustworthy Storage** – The Trust’s metals will be held in custody by the Royal Canadian Mint, a Federal Crown Corporation of the Government of Canada.

4. **Potential Tax Advantage** – The Trust may offer a potential tax advantage for certain non-corporate U.S. investors. Gains realized on the sale of the Trust’s units can be taxed at a capital gains rate of 15%/20%² versus the 28% collectibles rate applied to most precious metals ETFs, coins and bars.

5. **Easy to Buy, Sell and Own** – Trust units can be purchased on any open trading day for the New York Stock Exchange or Toronto Stock Exchange. No need for investors to handle, secure or protect physical metal.

6. **A Liquid Investment** – With average daily trading volume of C$2.5 million, trust units are highly liquid and can be sold on any open trading day at the New York Stock Exchange or Toronto Stock Exchange.

**Performance: Average Annual Total Returns (%)**

<table>
<thead>
<tr>
<th></th>
<th>1 MO*</th>
<th>YTD*</th>
<th>1 YR</th>
<th>3 YR</th>
<th>5 YR</th>
<th>Since Inception (Oct. 27, 2010)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sprott Physical Silver Trust: NAV**</td>
<td>-7.70</td>
<td>-6.78</td>
<td>5.73</td>
<td>-3.82</td>
<td>-0.74</td>
<td>-4.55</td>
</tr>
<tr>
<td>Sprott Physical Silver Trust: Market Price</td>
<td>-9.52</td>
<td>-8.41</td>
<td>5.64</td>
<td>-4.83</td>
<td>-1.89</td>
<td>-5.34</td>
</tr>
<tr>
<td>Benchmark: LBMA Silver Price PM†</td>
<td>-3.91</td>
<td>-4.77</td>
<td>8.66</td>
<td>-2.04</td>
<td>0.78</td>
<td>-3.41</td>
</tr>
<tr>
<td>Benchmark: Spot Silver††</td>
<td>-7.63</td>
<td>-6.65</td>
<td>6.77</td>
<td>-3.10</td>
<td>0.08</td>
<td>-3.65</td>
</tr>
</tbody>
</table>

* Not annualized.
** Inception NAV is based on initial NAV after agency and issuance fees incurred at launch. The NAV performance calculation is based on the USD NAV and the market price performance calculation is based on the USD close on the NYSE Arca.
† The LBMA (London Bullion Market Association) Silver Price PM is determined each business day at 3:00 p.m. London time by the participants in a physically settled, electronic and tradable auction.
†† Silver spot prices are the fluctuating market prices for one ounce of metal bought or sold on commodity exchanges contracted for immediate payment and delivery. The price is determined by the forward month’s futures contract with the most volume.

**Price History**

![Price History Graph](image)

* Since inception through 02/29/2020.
Sprott Physical Silver Trust

The Case for Silver

The gold/silver ratio has averaged 68 from 1988-2019, but currently stands at 85. This means that silver is significantly cheaper than gold, based on the historical averages. 

Silver’s Biggest Use is Industrial

We believe growing silver demand is underpinned by synchronized global economic growth and an uptick in industrial demand, especially for solar photovoltaic technology.

For U.S. non-corporate investors who hold units for more than one year and make a timely Qualified Election Form (QEF) election, gains realized on the sale of the Trust’s units are currently taxed at the long-term capital gains rate of 15% (20% for higher income taxpayers), versus the maximum of 28% applied against most precious metals ETFs and physical bullion coins.²

Past performance is not an indication of future results. The information provided is general in nature and is provided with the understanding that it may not be relied upon as, nor considered to be, the rendering or tax, legal, accounting or professional advice. Readers should consult with their own accountants and/or lawyers for advice on the specific circumstances before taking any action. Sprott Asset Management LP is the investment manager to Sprott Physical Silver Trust (the “Trust”). Important information about the Trust, including the investment objectives and strategies, applicable management fees, and expenses, is contained in the prospectus. Please read the document carefully before investing. There are ongoing fees and expenses associated with owning units of a Trust. The Trust must prepare disclosure documents that contain key information about the Trust. You can find more detailed information about the Trust in these documents. Investment funds are not guaranteed, their values change frequently. This communication does not constitute an offer to sell or solicitation to purchase securities of the Trust. The information contained herein does not constitute an offer or solicitation to anyone in the United States or in any other jurisdiction in which such an offer or solicitation is not authorized or to any person to whom it is unlawful to make such an offer or solicitation. Views expressed regarding a particular company, security, industry or market sector should not be considered an indication of trading intent of any investment funds managed by Sprott Asset Management LP. These views are not to be considered as investment advice nor should they be considered a recommendation to buy or sell.

¹ Please see “Redemption of units” in the Prospectus for details.
² For more information, please see ”Tax Considerations-U.S. Federal Income Tax Considerations” in the Prospectus and always consult your tax accountant regarding your particular situation.