



## Media Release

26 November 2015

### **ASX AND THE PERTH MINT TO DEVELOP PRECIOUS METALS DERIVATIVES PRODUCTS**

ASX and The Perth Mint (Gold Corporation) have signed an agreement to develop new precious metals derivatives products that will be quoted and traded on ASX.

The collaboration will enable ASX to grow its suite of commodities products and services, backed by the world-class physical market infrastructure of The Perth Mint.

ASX proposes to distribute the new derivatives products to customers around the world using its 24-hour, globally connected network. The Perth Mint will provide physical precious metals and its world-class secure storage facilities in support of this. The first product is expected to be launched in the second half of 2016.

Australia is a major global producer of precious metals (second largest producer of gold and fourth largest producer of silver). Perth is the primary physical aggregation point in Australia and recognised as a key benchmark pricing location in the Asia region, which is home to two major precious metals consuming countries – China and India.

The derivatives products will provide precious metals market participants and investors with a transparent and relevant forward price curve, enabling them to more effectively hedge their exposures. The new products will complement the highly liquid physical market for precious metals that already exists in Perth.

Mr Peter Hiom, ASX's Deputy CEO said: "ASX is working hard to meet the growing demands of our customers in Australia and across the Asian region for investment and risk management products. We already operate some of the most liquid and mature financial markets in the region. The A\$ interest rate futures market is the largest in Asia, with a notional annual value of over \$40 trillion.

"The collaboration between ASX and The Perth Mint is the perfect fit for our companies and our customers. It brings together ASX's derivatives expertise with the scale and sophistication of The Perth Mint's precious metals operations. The result will be financial instruments closely aligned to the underlying market, which are tailored to the needs of producers and investors, and other market participants in the Asian region."

Perth Mint CEO, Mr Richard Hayes said: "In fulfilling one of our key functions to maximise export income from Australia's gold production, The Perth Mint has established an international reputation for excellence in precious metals and developed deep and longstanding relationships with physical traders and importers across Asia.

"We look forward to working with ASX to develop exchange-traded products that will further broaden distribution channels for Australian gold and support Perth's role as an international bullion centre. The combination of ASX's clearing and settlement infrastructure, backed by its significant capital and collateral, and The Perth Mint's global expertise in precious metals refining, manufacturing, distribution and storage, supported by a Western Australian government guarantee, will provide certainty for traders and investors and reduce counterparty and systemic risk."

## **About The Perth Mint (Gold Corporation)**

Gold Corporation was established in 1987 to take over the operations of The Perth Mint (founded as a branch of the Royal Mint in 1899) and to launch Australia's official bullion coin program.

Founded in 1899, and wholly owned and guaranteed by the Government of Western Australia, The Perth Mint is an international authority in precious metals. It operates one of the largest London Bullion Market Association (LBMA) accredited refineries in the world, processing more than \$15 billion worth of gold and silver annually. A wide range of gold, silver and platinum coins and bars are minted for investors and collectors worldwide, alongside large volumes of precious metals cast bars, which are marketed primarily into the Asian region. The Mint stores around \$2.7 billion worth of gold and silver for investors, with 75% of the metal held on behalf of international clients.

The purity and weight of all Perth Mint precious metal products are government guaranteed. The Perth Mint operates one of the largest LBMA accredited refineries in the world, processing more than \$15 billion worth of gold and silver.

Media inquiries:

### **ASX**

Matthew Gibbs  
General Manager, Media and Communications  
Tel: +61 2 9227 0218  
Mobile: 0411 121219  
[matthew.gibbs@asx.com.au](mailto:matthew.gibbs@asx.com.au)  
<http://www.asx.com.au/about/media-releases.htm>

### **Perth Mint**

Alexandra Lucchesi  
Public Relations Manager  
Tel: +61 8 9421 7475  
[alexandra.lucchesi@perthmint.com.au](mailto:alexandra.lucchesi@perthmint.com.au)  
<http://www.perthmint.com.au/about us the perth mint.aspx>