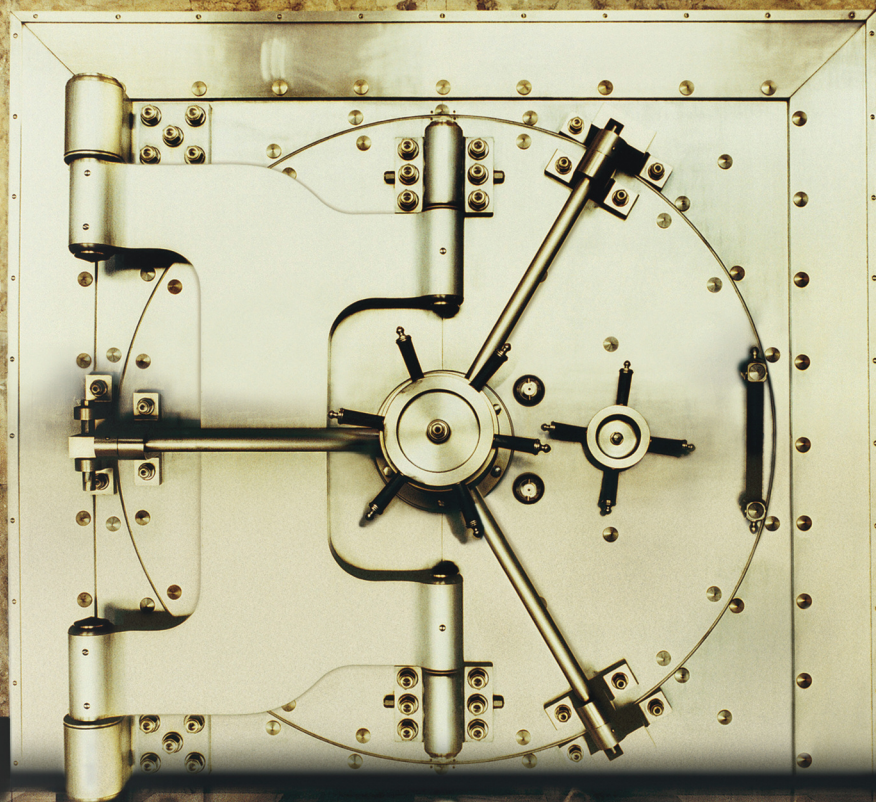


UNCOMPROMISED BULLION

FOR ABSOLUTE SECURITY



BMG Funds

BMG Funds

Security Commitment

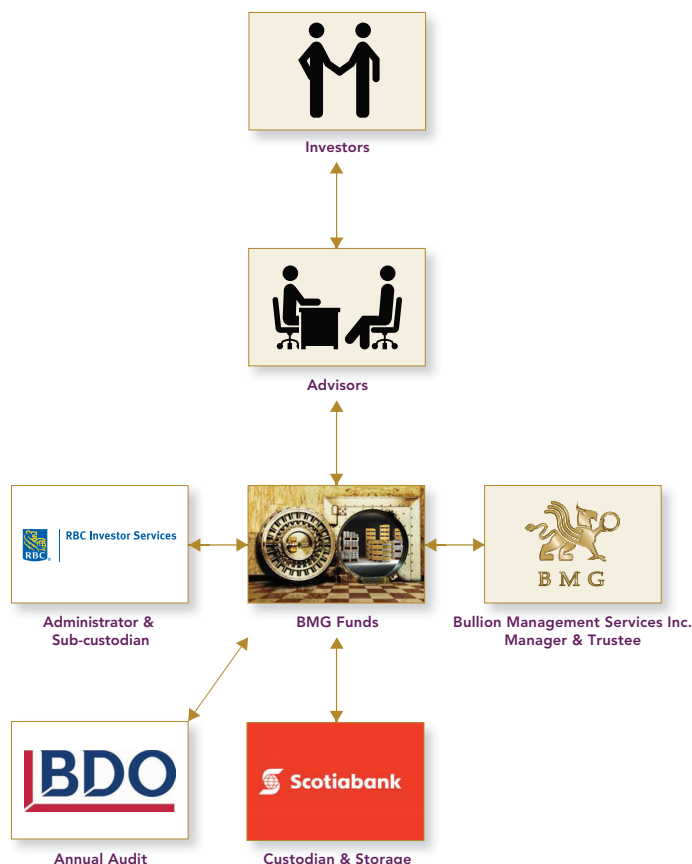
- BMG BullionFund and BMG Gold BullionFund (the Funds) are open-end mutual fund trusts in which the investor buys units. The trust holds title on behalf of the unitholders of the Funds.
- The Bank of Nova Scotia is the Custodian of the Funds' assets.
- The Bank holds physical custody of the Funds' bullion and provides segregated storage from all other bullion holdings.
- The bullion is allocated: serial numbers and exact bar sizes are recorded for every bar held in custody.
- Under the Holding Account Agreement, The Bank of Nova Scotia has agreed to maintain the broadest form on insurance commercially available on the bullion against all risks except war, terrorist events, nuclear incident and government confiscation. Also, Bullion Management Services Inc.* has taken out additional insurance on behalf of the funds.
- The Bank of Nova Scotia may not appoint a sub-custodian without prior consent from Bullion Management Services Inc. Any sub-custodian must meet OSC securities guidelines and requirements of National Instrument 81-102.
- The Funds' bullion is held in trust for the unitholders and is therefore not subject to any third-party claims, including those of The Bank of Nova Scotia, RBC Investor Services or Bullion Management Services Inc.
- RBC Investor Services Trust is the Sub-custodian/ Administrator of the Funds' bank account and is responsible for the Funds' banking, record keeping, daily valuation and processing of all purchases and redemptions.

* Bullion Management Services Inc. is a wholly owned subsidiary of Bullion Management Group Inc.

An investment in BMG Funds includes a full safety and security commitment to all unitholders

- Bullion holdings are physically counted and confirmed annually by the Funds' auditors, BDO.
- **BMG BullionFund** has a fixed investment strategy of investing equal dollar amounts of uncompromised gold, silver and platinum bullion. **BMG Gold BullionFund** invests only in unencumbered, fully allocated gold bullion. As such, Bullion Management Services Inc. will not attempt to time the market or stray from the investment strategy. Performance is not dependent on trading skills of a portfolio manager. Manager style drift is not possible.
- Unlike other bullion investment vehicles, the Funds do not invest in bullion proxies such as certificates or futures contracts.
- The Funds do not employ any leverage, leasing or hedging strategies and do not rebalance holdings.

Business Structure



BMG Funds Investing Process

PURCHASES

- Request the purchase of **BMG BullionFund** and or **BMG Gold BullionFund** units through a broker, mutual fund dealer or bank

ADVISOR

- Advisor orders are processed through FundSERV for units of the Funds

RBC INVESTMENT SERVICES

- Administrator of the Funds
- Sub-custodian of the Funds' cash
- Sole signing authority on the Funds' bank account
- Calculates daily valuation of NAV and NAV per unit
- Responsible for the Funds' banking and record keeping
- Processes all purchases and redemptions
- Pays authorized Fund expenses

BULLION MANAGEMENT SERVICES INC.

- Manager and Trustee of the Funds
- Purchases bullion on behalf of the Funds
- Monitors Administrator and Custodian
- Approves the Fund expenses
- Assures compliance with securities regulations
- Ensures filing and reporting completed as required

THE BANK OF NOVA SCOTIA

- Custodian of the Funds
- Takes delivery of the bullion
- Holds physical custody of the Funds' bullion in its Toronto vault
- Bullion is allocated. In addition serial numbers and bar sizes are recorded
- Segregates Funds' bullion from those of the Bank's other custodial clients' assets
- Insures bullion

BDO

- Auditor of the Funds
- Audits and verifies the Funds' holdings annually

REDEMPTIONS

- Investors may redeem units daily
- TheFund units will be redeemed at that day's Net Asset Value based on the London PM Fix
- Redeemed in physical bullion (conditions may apply)

BMG Difference: Uncompromised Bullion

BENEFITS:

BMG BullionFund and **BMG Gold BullionFund** offer the same benefits as owning gold, silver or platinum without compromising any precious metal's fundamental attributes.

LIQUIDITY

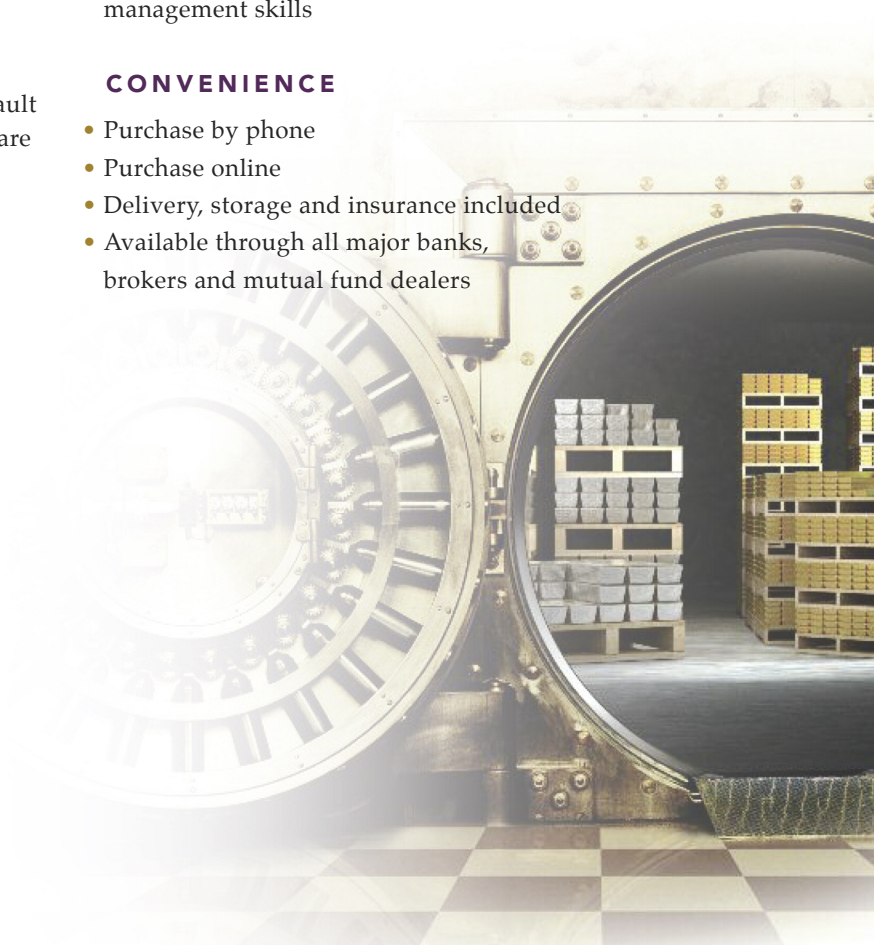
- Units purchased daily
- Units redeemed daily
- Purchase or redeem at Net Asset Value
- Liquidity of global bullion markets

PEACE OF MIND

- Uncompromised Bullion
- Safe and secure
- No dependency on third parties
- No possibility of third-party claims
- Assets not someone else's
- Transparent
- Audited annually
- Segregated
- Allocated
- Insured
- Performance not dependent on management skills

CONVENIENCE

- Purchase by phone
- Purchase online
- Delivery, storage and insurance included
- Available through all major banks, brokers and mutual fund dealers



See *Real Wealth Protection* brochure for more details on BMG Funds.

To learn more about BMG Funds;
BMG BullionFund and **BMG Gold BullionFund**
contact your financial advisor or
Bullion Management Group Inc.

North America

Toronto: 905.474.1001

Vancouver: 604.727.3644

Toll free: 888.474.1001

fundinfo@bmgbullion.com

www.bmgbullion.com

www.bmgfunds.com

FundSERV Codes:

BMG BullionFund:

BMG100: Class A-FE units CDN\$

BMG101: Class A-FE units US\$

BMG104: Class A-LL units CDN\$

BMG105: Class A-LL units US\$

BMG600: Class F units CDN\$

BMG601: Class F units US\$

BMG Gold BullionFund:

BMG200: Class A-FE units CDN\$

BMG201: Class A-FE units US\$

BMG204: Class A-LL units CDN\$

BMG205: Class A-LL units US\$

BMG202: Class F units CDN\$

BMG203: Class F units US\$

Commission, trailing commissions, management fees and expenses may all be associated with mutual fund investments. Please read the prospectus before investing. Mutual funds are not guaranteed, their values change frequently, and past performance may not be repeated.



BULLION
MANAGEMENT
GROUP INC.