

Investment Objectives

Pax Gold (PAXG) is tokenized gold, available on Ethereum and Solana. Each token is backed by 1 fine troy ounce of gold stored in London Bullion Market Association (LBMA) vaults in London. PAXG can be purchased with, or redeemed 1-to-1 for, Loco London gold.

PAXG offers investors a cost-effective way to own investment-grade physical gold through a digital form of the underlying asset.

Ownership of PAXG is equivalent to owning allocated gold bars. Near-instant on-chain settlement reduces the settlement and counterparty risk of T+1 and T+2 alternatives.

Pricing

PAXG pricing reflects the underlying XAU spot price against USD in real time. Minimum trade size of 0.01 TOZ.

Creation

PAXG can be purchased with USD or unallocated gold. Both forms of payment are converted into allocated gold bars through an LBMA clearer, and tokens are minted in relation to those specific bars. At any time, PAXG holders can see the serial number, value, and physical characteristics of their vaulted gold.

Redemption

Investors can redeem PAXG for LBMA-accredited Good Delivery gold bars (minimum 430 PAXG per bar), unallocated loco London gold, or USD.

Custody

Custody of the allocated gold backing PAXG is in LBMA vaults. KPMG attests to the matching supply of PAXG tokens and underlying gold every month, across every chain where PAXG is live.

Custody of PAXG token reserves is with Paxos Trust Company, National Association, a national trust bank regulated by the Office of the Comptroller of the Currency ("OCC").

PRODUCT INFORMATION

ASSET CLASS	Commodities
PRODUCT TYPE	Spot Commodity
TICKER	PAXG
SETTLEMENT TERMS	T0, T1, T2
BASE CURRENCY	USD
PRODUCT START DATE	Sept 2019
CUSTODY FEE	Zero
MINIMUM TRADE SIZE	0.01 TOZ
DOMICILE	United States (OCC national trust bank charter)
ASSETS	Backed by LBMA standard allocated gold
CUSTODY OF UNDERLYING GOLD	LBMA Vaults
VAULT(S) LOCATION	London
TOKEN ISSUER	Paxos Trust Company, N.A.
LEGAL FORM	Digital Token
REPLICATION METHOD	LBMA Physical Gold
BLOCKCHAIN	Ethereum, Solana
PRICE REFERENCE	XAU Spot Price

How does PAXG compare to other ways to hold gold?

	PAX GOLD	MAJOR GOLD ETFS	CME GOLD WARRANT	LBMA 400 TOZ BAR	UNALLOCATED
ANNUAL CUSTODY FEES	Zero	10–40 bp	\$20 storage / \$35 delivery	5–25 bp	0–10 bp
MINIMUM PURCHASE	0.01 TOZ	1 share	1 contract (100 TOZ)	1 bar	0.001 TOZ
TIME TO SETTLE	Instant*	T+1 day	Expiration	T+2	T+2
ALLOCATED	Yes	Variable	No	Yes	No
INSTANTLY REDEEMABLE FOR PHYSICAL	Yes (430 PAXG / bar)	No	No	Yes	No
ATTESTATION	Monthly (KPMG)	Daily holdings disclosure	N/A	N/A	No
REGULATED	OCC	SEC & equivalents	CFTC	No	No

*Typical on-chain transactions for Pax Gold on Ethereum or Solana settle near instantly. When you create PAXG on the Paxos platform, tokens are typically minted and delivered the same day; some larger or weekend transactions may settle the next business day.