

**Sprott Physical Silver Trust**  
**PFIC Annual Information Statement**  
**For the Year Ended December 31, 2013**

1. This Information Statement applies to the taxable year of Sprott Physical Silver Trust commencing on January 1, 2013 and ending on December 31, 2013.
2. Your pro-rata shares of the ordinary earnings (as defined by Code Section 1293(e)) and net capital gain (as defined by Treas. Reg. Section 1.1293-1(a)(2)) of Sprott Physical Silver Trust for the taxable year commencing on January 1, 2013 and ending on December 31, 2013 are \$0.00 and \$0.00 respectively.
3. No cash or other property was distributed to you by Sprott Physical Silver Trust during the year commencing on January 1, 2013 and ending on December 31, 2013.
4. Sprott Physical Silver Trust will, on receipt of request, permit U.S. shareholders to inspect and copy its permanent books of account, records, and other such document as may be maintained by Sprott Physical Silver Trust to establish that Sprott Physical Silver Trust's ordinary earnings and net capital gain are computed according to U.S. tax principles, and to verify these amounts and your pro-rata shares thereof.

**Sprott Physical Silver Trust**

Signature:  \_\_\_\_\_

Title: Chief Financial Officer

Date: February 20, 2014