

## SILVER BULLION TRUST

### MAJORITY VOTING IN TRUSTEE ELECTIONS

In an uncontested election of Trustees, any nominee for Trustee (other than a nominee of the Administrator, Silver Administrators Limited) who receives a greater number of votes “withheld” from his or her election than votes “for” such election (a “Majority Withheld Vote”) shall promptly tender his or her resignation to the Board of Trustees following the meeting at which the Trustee is elected, which resignation will become effective upon acceptance by the Board. An “uncontested election” means an election where the number of nominees for Trustee shall be equal to the number of Trustees authorized to be elected upon such election as determined by the Board.

The Corporate Governance and Nominating Committee of the Board (the “CGN Committee”) shall consider the resignation offer and shall recommend to the Board whether to accept it. In considering whether to recommend the acceptance of the resignation, the CGN Committee will consider all factors deemed relevant by members of the CGN Committee including, without limitation, such factors as the stated reasons why Unitholders “withheld” votes from the election of that nominee, the length of service and the qualifications of the Trustee whose resignation has been tendered, such Trustee’s contributions to the Trust and the Trust’s corporate governance policies, alternatives to cure the underlying cause of the withheld votes, the overall composition of the Board (including the current mix of skills and attributes of the Board), and whether accepting the resignation would cause the Trust to fail to meet any applicable listing, statutory or regulatory requirements.

The Board shall consider the CGN Committee’s recommendation within 90 days following the applicable election of Trustees. In considering the CGN Committee’s recommendation, the Board will consider the factors considered by the CGN Committee and such additional information and factors that the Board considers to be relevant. Following the Board’s decision on the resignation, the Board shall promptly disclose, via press release, its decision whether to accept the Trustee’s resignation offer. Should the Board decline to accept the resignation offer, it should include in the press release the reasons for the decision.

If a resignation is accepted, the Board may, in accordance with the provision of the Amended and Restated Declaration of Trust, appoint a new Trustee to fill any vacancy created by resignation or reduce the size of the Board or call a special meeting of Unitholders at which there will be presented a new candidate to fill the vacant position(s).

Any Trustee who tenders his or her resignation pursuant to this policy shall not participate in the meeting of the CGN Committee or the Board. However, if each member of the CGN Committee, or a sufficient number of CGN Committee members, receives a Majority Withheld Vote at the same election such that the CGN Committee no longer has a quorum, then the

independent Trustees of the Board who did not themselves receive a Majority Withheld Vote, shall appoint a committee among themselves to consider the resignation offers and recommend to the Board whether to accept them.

