Sprott Physical Platinum & Palladium Trust
PFIC Annual Information Statement
For the Year Ended December 31, 2012

1) This Information Statement applies to the taxable year of Sprott Physical Platinum & Palladium Trust commencing on January 1, 2012 and ending on December 31, 2012.

2) Your pro-rata shares of the ordinary earnings (as defined by Code Section 1293(e) and net capital gains (as defined by Treas. Reg. 1.1293-1(a)(2)) for Sprott Physical Platinum & Palladium Trust for the the taxable year commencing on January 1, 2012 and ending on December 31, 2012 are $0.00 and $0.00 respectively.

3) No cash or other property was distributed to you during the year by Sprott Physical Platinum & Palladium Trust during the year commencing January 1, 2012 and ending on December 31, 2012.

4) Sprott Physical Platinum & Palladium Trust will, upon receipt of request, permit U.S. shareholders to inspect and copy its permanent books of account, records, and other such documents as may be maintained by Sprott Physical Platinum & Palladium Trust to establish that Sprott Physical Platinum & Palladium Trust's ordinary earnings and net capital gain are computed in accordance with U.S. income tax principles, and to verify these amounts and your pro-rata shares thereof.

Sprott Physical Platinum & Palladium Trust

Signature: ____________________

Title: Chief Financial Officer

Date: January 29, 2013