



LM Investment Management Ltd

The global pathway to Australian investment solutions

Capital Protected Growth

LM Australian Structured Products Fund Fact Sheet

Product Code: LM ASPF8

This is a 100% capital protected^{1,2} growth product linked to the S&P/ASX 200 Index. The capital protection period is 5.5 years, with 100% participation rate capped at a maximum of 160%.

The Capital Protected Growth LMASPF8 provides the opportunity to share in upside growth of the benchmark index of the Australian stock market, with 100% capital protection^{1,2} provided by Deutsche Bank, AG. In a February 2012, a report from Deutsche Bank forecast 16.00% growth for the S&P/ASX 200 Index for the 2012 calendar year.

Key Facts

Investment Class	LMASPF8 Capital Protected Growth
Product Manager	LM Investment Management Ltd (LM)
Currency	Australian Dollars (AUD)
Underlying	S&P/ASX 200 Index
Note Issuer	Deutsche Bank AG
100% Capital Return	100% capital return at maturity from Deutsche Bank AG ^{1,2}
Participation	100% participation in the upside performance of the underlying index to a maximum of 60% increase in investment value
Maximum Redemption	160% of the underlying investment
Launch Date	1 June 2012
Closing Date	29 June 2012
Term	5.5 years
Minimum Investment	\$1,000 (AUD)
Allocation	100% investment allocation
Secondary Market	Availability provided by Deutsche Bank AG ²
Who Can Invest	Individual Investors, International Portfolio Bonds, SIPPS, SSAS, QROPS, Pension Funds, Superannuation Funds, Companies, Trusts, Institutions, Wholesale Platforms

Advantages

- **Secure:** 100% capital return at maturity.^{1,2}
- **Growth:** 100% participation in the upside performance of the S&P/ASX 200 Index with total return capped at 160%. The fourth largest managed funds industry in the world.
- **Secondary Market:** Saleable Prior to Maturity: Deutsche Bank AG may provide a secondary market for encashment, prior to the 5.5 year 100% capital return period. This is offered daily and is subject to normal market conditions prevailing at the time of trade.^{1,2}

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APIR Code

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ISIN Numbers

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Bloomberg Tickers

LMASPF8 AU

Deutsche Bank

- Deutsche Bank is a leading global investment bank with a presence in over 70 countries.
- The world's second largest bank by total assets USD 2.7 trillion as of 31 December 2011.
- Market capitalisation of USD 33.82 billion as of 30 May 2012.

Invest in Australia's Top Equity Index with 100% Capital Return^{1,2}

The **5.5 year Capital Protected Growth LMASPF8** enables investors to play the upside of the Australian equity market with a 100% participation rate and downside protection.^{1,2}

The **S&P/ASX 200 Index** measures the performance of the 200 largest index-eligible stocks listed on the ASX by float-adjusted market capitalisation. Representative, liquid and tradable, it is widely considered Australia's preeminent benchmark index. The index was launched in April 2000.

S&P/ASX Index

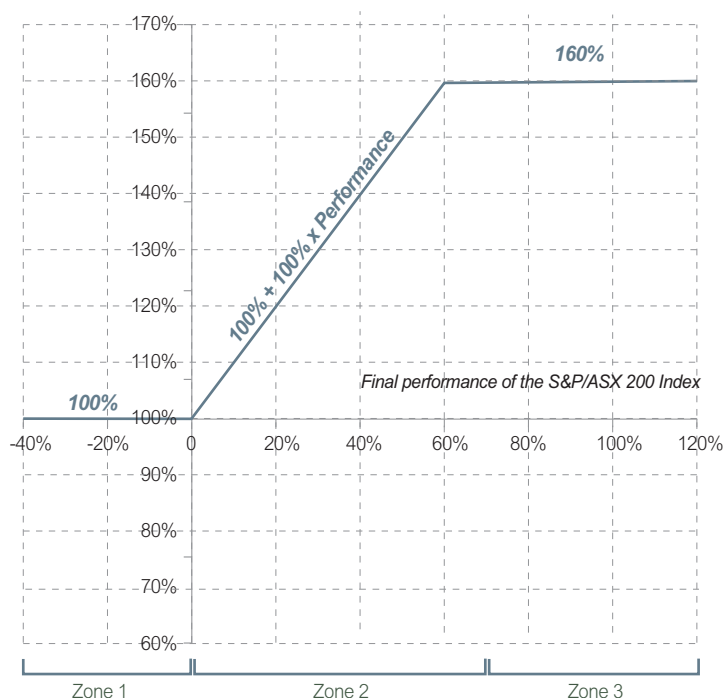
MECHANISM - 100% Capital Return at Maturity

At maturity, whatever the performance of the S&P/ASX 200 Index, investors will receive 100% of the capital initially invested.^{1,2}

100% on the upside with a maximum redemption objective of 160% of the capital initially invested.

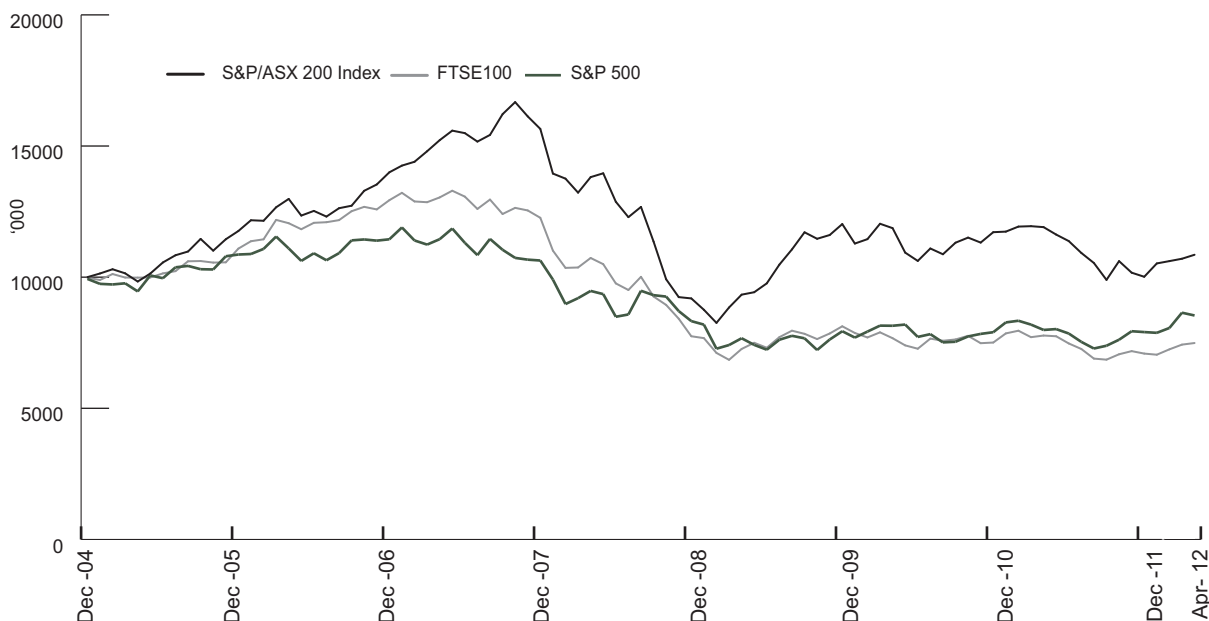
In addition to the capital initially invested, investors will receive 100% of the positive final performance of the index with a maximum of 60% increase in the initial investment value at maturity.^{1,2}

Final Redemption Based on the Final Performance of the S&P/ASX 200 Index Redemption at Maturity



- If the performance of the S&P/ASX 200 Index is negative, investors receive 100% of the capital invested (see zone 1);^{1,2}
- Otherwise, if the final performance of the S&P/ASX 200 Index is positive though under 60% increase, investors will receive 100% of the capital initially invested + 100% of the final performance of the index (see zone 2);^{1,2}
- Otherwise, if the final performance of the S&P/ASX 200 Index is an increase of 60% or above, investors will receive 100% of the capital initially invested + 60% increase in the initial investment value (see zone 3).^{1,2}

Performance of an AUD10,000 Investment in the S&P/ASX 200 Index, S&P 500 and FTSE 100³



Investment into LM Australian Structured Products Fund through the relevant series can only be made via financial advisers, intermediaries and institutions. LM is the product issuer, is licensed as a fund manager and not as a provider of financial products advice.

LM recommends investors read and consider the Fund's current Product Disclosure Statement (PDS), Parts 1 and 2, any Supplementary PDS (available at www.LMAustralia.com or by contacting LM, details below) before making any decision about the product. The PDS documents the Fund's cooling off provisions.

1The redemption proceeds payable to investors upon a redemption of Units at the end of the investment term will be equal to the proceeds received from Deutsche Bank AG upon maturity of the Notes less Management Costs, currently estimated as 0.25%pa. At maturity, if the performance of the S&P/ASX 200 Index is negative and the Fund only receives 100% of investment capital, the amount investors receive at maturity will be their initial capital investment less the Management Costs. Where applicable, 100% Capital Return will generally only apply at the Maturity Date and is subject to risks, limitations and conditions. Please refer to the PDS, both part 1 & 2 and including any SPDS/s for more information.

2The risks associated with this product (including the availability of secondary market sales) are dependent on the performance of the underlying investment, and Deutsche Bank AG as the Issuer of underlying structured product asset (Notes).

3The graph shows performance of an AUD 10,000 investment based on the historical performance of the indices for a period ending 30 April 2012, assuming the investment remained fully invested in the indices for the period. Calculations do not take into account, tax, fees, and transactions costs. All results are in nominal dollars averaged over the period without adjustment for inflation. The S&P 500 and FTSE 100 returns are affected by exchange rate movements, and all returns are converted to Australian dollars from the RBA exchange rate data. Past performance is not a reliable indicator of future performance.

Australian market data and historical performance returns data are sourced from www.asx.com.au, www.standardandpoors.com, www.ftse.com and www.rba.gov.au.

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LM provides a global pathway to Australian investment solutions, and holds under management Australian assets with a gross realisation value in excess of AUD \$3 billion. LM receives new business inflows from a licensed intermediary network spanning 70 countries, serviced by 130 LM people across ten global offices. The LM Funds are available in the financial jurisdictions of Australia, New Zealand and Luxembourg, with further jurisdictions imminent – USA, Canada, United Kingdom, Dublin, Europe, Hong Kong and Singapore. Investment options include cash, savings, conservative and enhanced income debt securities, Luxembourg domiciled SICAV SIF, capital and income guaranteed, with UK FSA registered and UCITS registered funds imminent.