

DBS Bank (Hong Kong) Limited
 星展銀行(香港)有限公司

**RANGE COUPON CURRENCY LINKED STRUCTURED INVESTMENT PRODUCT (the “SIP”)
 TERM SHEET¹
 Principal Terms and Conditions**

IMPORTANT:

If you are in doubt as to any aspect of this offer, you should consult a licensed securities dealer, bank manager, solicitor, certified public accountant, tax advisor or other professional advisor.

The contents of this Term Sheet have not been reviewed by any regulatory authority in Hong Kong. You are advised to exercise caution in relation to this offer. If you are in any doubt about any of the contents of this Term Sheet, you should obtain independent professional advice.

If English is not your preferred language, you may request for the Chinese version of this Term Sheet from us. 倘若英文並非閣下屬意的語言，閣下可向本行索取本《條款說明書》的中文版本。

- ***This is a structured product involving derivatives. The investment decision is yours but you should not invest in the product unless DBS Bank (Hong Kong) Limited (星展銀行(香港)有限公司) (the “Bank”) has explained to you that the product is suitable for you having regard to your financial situation, investment experience and investment objectives.***
- **Range Coupon Currency Linked Structured Investment Product is risk rated with Product Risk Level at P3 or P4, depending on the tenor, and is suitable for investors whose risk profile as shown in the below table. Please refer to the Financial Needs Analysis for description of your risk profile.**

Product Risk Level	Tenor	Suitable for investors whose risk profile is
P3	Equal to or less than 6 months	C3 or above
P4	Greater than 6 months but up to 1 year	C4 or above

For the Product Risk Level of the SIP, please refer to the SIP Order Form for that SIP.

¹ This Term Sheet is strictly confidential and may not be reproduced.

This Term Sheet is provided to you on the understanding that (i) you have sufficient knowledge, experience, and professional advice to make your own evaluation of the merits and risks of a transaction of this type and (ii) you are not relying on us or on any of our affiliates for information, advice or recommendations of any sort.

Although the information contained herein is believed to be reliable, we make no representation as to the accuracy or completeness of any information contained herein or otherwise provided by us. We are acting on a principal-to-principal basis and not acting as your advisor or agent or in any fiduciary capacity to you. This Term Sheet does not purport to identify all of the risks (direct or indirect) or other material considerations which may be associated with you entering into the transaction. Prior to entering into the transaction, you should have determined (after consultation with your own advisors if you deem fit), without reliance upon us or our affiliates, the economic risks and merits, as well as the financial, legal, tax, accounting or other material characterisations and consequences of the transaction and that you are able to assume these risks.

The transaction may be subject to the risk of loss of the entire principal or notional amount of the transaction, the risk that we will fail to perform obligations when due and/or where applicable, given that the transaction is or may be linked to the credit of one or more entities, the deterioration of the credit of any of these entities may result in the loss of your principal or notional amount. Further, the transaction may leverage exposures to currency exchange rates, interest rates, indices or the prices of certain securities and, as a result, any changes in the value of the underlying securities, currency exchange rates, interest rates, indices or prices may cause proportionally greater (positive or negative) movements in the value of the transaction, pose convexity or gamma risk, volatility risk, time decay (theta) risk, basis risk, correlation risk, amortisation risk and/or prepayment risk, any or all of which may affect the payments received or made by you and could result in loss to you.

We, and/or our affiliates, may hold, or trade, or act as market-maker, in any securities or other financial instruments mentioned in this Term Sheet or related derivatives. We, and/or our affiliates conduct many businesses and activities that may relate to issuers mentioned in this Term Sheet and may provide broking, banking and other financial services to such issuers.

This Term Sheet may not be distributed and does not constitute the distribution of any information or the making of any offer or solicitation by anyone in any jurisdiction in which such distribution or offer is not authorised or to any person to whom it is unlawful to distribute such a document or to make such an offer or solicitation.

NOT A PROTECTED DEPOSIT

THE SIP IS NOT A PROTECTED DEPOSIT AND IS NOT PROTECTED BY THE DEPOSIT PROTECTION SCHEME IN HONG KONG.

PRODUCT DESCRIPTION

1. Currency linked structured investment Product

- The SIP is a currency linked structured investment product. The Final Redemption Amount may be payable in the Investment Currency or the Linked Currency, depending on performance of the underlying Currency Pair.
- In respect of Currency Pairs set out in Schedule 1:
 - If a Conversion Event One has occurred (which reflects the Investment Currency has strengthened against the Linked Currency to such extent that the Final Rate of Exchange is equal to or less than the Conversion Rate), the Customer will receive the Final Redemption Amount in the Linked Currency, converted at the Conversion Rate.
 - If a Conversion Event One has not occurred, the Customer will receive the Final Redemption Amount in the Investment Currency.
- In respect of Currency Pairs set out in Schedule 2:
 - If a Conversion Event Two has occurred (which reflects the Investment Currency has strengthened against the Linked Currency to such extent that the Final Rate of Exchange is equal to or greater than the Conversion Rate), the Customer will receive the Final Redemption Amount in the Linked Currency, converted at the Conversion Rate.
 - If a Conversion Event Two has not occurred, the Customer will receive the Final Redemption Amount in the Investment Currency.

2. Tenor

- In each case, the “Tenor” is stated in the SIP Order Form and SIP Confirmation.

3. Return

- Interest will accrue at the High Interest Rate if a Barrier Event has not occurred or at the Low Interest Rate if a Barrier Event has occurred. Interest Amount will be payable in the Investment Currency.

KEY RISK FACTORS

Please be reminded of the following key risks of investing in the SIP and refer to the section of “Risks Associated with the SIP” in this Term Sheet for details:

- **Not a traditional deposit / time deposit** – The SIP is a form of structured product that carries risks not normally associated with ordinary bank deposits. This SIP is NOT equivalent to a time deposit. The Customer should therefore not treat the SIP as a substitute for ordinary savings or time deposits. The SIP is NOT a protected deposit and is NOT protected by the Deposit Protection Scheme in Hong Kong.
- **Derivatives risk** – The SIP is embedded with Currency options. Option transactions involve risks, especially when selling an option. No premium will be received in respect of this SIP, you may sustain a loss and your loss could be substantial.
- **Return is capped / Limited potential gain** – The maximum potential gain is limited. Only when a Barrier Event and Conversion Event have not occurred, then the Customer will receive the maximum potential gain under this SIP.
- **Maximum potential loss** – The SIP is not principal protected. Customer could lose all of the Principal Amount.
- **Not the same as buying the Linked Currency** – Investing in the SIP is not the same as buying the Linked Currency directly.

- **Principal Amount received upon redemption**
 - Depending on performance of the underlying Currency Pair, the Customer will receive the Final Redemption Amount in either the Investment Currency or the Linked Currency on the Maturity Date.
 - In case of receiving the Linked Currency, the Customer must be prepared to take delivery of the Linked Currency at the Conversion Rate, and in which case the Customer will incur an exchange loss in the SIP.
 - In the worst case scenario, the exchange loss the Customer incurs in the SIP could be substantial and he may lose the original Principal Amount.
- **Market risk** – The return of the SIP is linked to the exchange rates of the Investment Currency against the Linked Currency. Movements in exchange rates can be unpredictable, sudden and drastic, and affected by complex political and economic factors.
- **Currency risk** – Where the Customer has converted amounts from another currency (including your home currency) into the Investment Currency in order to make the investment in the SIP, the Customer should bear in mind the risk of exchange rate fluctuations that may cause a loss on conversion of the Investment Currency (if the Bank pays you the Investment Currency at maturity) or the Linked Currency (if the Bank pays you the Linked Currency at maturity) back into such other currency. You should note that such potential loss from the product could offset (or even exceed) the potential gain if the Investment Currency or the Linked Currency depreciates against the currency you converted from (including your home currency).
- **Liquidity risk** – The SIP is a commitment by the Customer for the Tenor as stated under the caption “Tenor” in the SIP Order Form and the SIP Confirmation. No early uplift, early withdrawal or early termination of the SIP by the Customer is permitted. The Customer has to maintain the SIP with the Bank up to the Maturity Date.
- **Credit risk** – The SIP is not secured by any collateral. The customer is taking on the credit risk of the Bank. In the worst case scenario, where the Bank is insolvent or defaults on its payment obligations under the SIP, the Customer will receive no interest payment and lose his original investment amount.
- **Determination of the Exchange Rate** - The Spot Rate will be determined by the Calculation Agent. The Final Rate of Exchange is by reference to a screen rate, and where such rate is not available, such rate will be determined by the Calculation Agent. Customer must therefore be comfortable with the Bank’s role as the Calculation Agent in the determination of the exchange rates. All determinations made by the Calculation Agent in good faith shall be conclusive and binding on you.

GENERAL TERMS

Bank:	DBS Bank (Hong Kong) Limited (星展銀行 (香港) 有限公司) (incorporated in 1953 in the Hong Kong Special Administrative Region of the People’s Republic of China) ² , including its successors and assigns.
Customer:	The Customer as stated under the caption “Name(s) (in English)” in the SIP Order Form and SIP Confirmation.
Closing Time and Trade Date:	4:00 p.m. Hong Kong time on the date stated under the caption “ Trade Date ” in the SIP Order Form and SIP Confirmation (or such other date as may be determined by the Bank in its sole discretion).
Investment Value Date:	The date stated under the caption “ Investment Value Date ” in the SIP Order Form and SIP Confirmation, if such day is not a Business Day, it will be the first following day that is a Business Day.
Execution Time:	The time on the Trade Date which the SIP is executed by the Bank, as stated in the SIP Confirmation.
Maturity Date:	Two Business Days immediately after the Determination Date, the scheduled “ Maturity Date ” is stated under the caption “Maturity Date” in the SIP Order Form and SIP Confirmation.
Tenor:	The tenor stated under the caption “ Tenor ” in the SIP Order Form and SIP Confirmation.

² Registered office of DBS Bank (Hong Kong) Limited: 11/F, The Center, 99 Queen’s Road Central, Hong Kong.

Minimum Principal Amount:	An amount in the Investment Currency, subject to a minimum of an amount equivalent to HKD 100,000 as determined on the Trade Date.
Principal Amount:	The Offer Amount (as defined below) (or part thereof, as the case may be) accepted by the Bank.
Minimum Offer Size:	HKD 4,000,000 or equivalent.
Investment Currency:	One of the following currencies: AUD, CAD, CHF, EUR, GBP, HKD, JPY, NZD, SGD and USD as agreed in writing on the SIP Order Form and SIP Confirmation.
Linked Currency:	In respect of the selected Investment Currency, one of the currencies referred to as a Linked Currency in the Currency Pairs set out in Schedule 1 or Schedule 2, as agreed in writing on the SIP Order Form and SIP Confirmation.
Settlement Currency:	The Investment Currency or the Linked Currency

Redemption

Redemption:	The Bank will pay the Customer the Final Redemption Amount on the Maturity Date.
Final Redemption Amount:	In respect of each Currency Pair set out in Schedule 1 or Schedule 2, the Final Redemption Amount shall be one of the following: <ul style="list-style-type: none"> (a) 100% of the Principal Amount payable in the Investment Currency, if a Conversion Event has not occurred; or (b) an amount payable in the Linked Currency (being 100% of the Principal Amount converted from the Investment Currency to the Linked Currency at the Conversion Rate and rounded to the nearest Relevant Unit, as set out in the fifth column of Schedule 1 or Schedule 2 (with 0.5 Relevant Units being rounded upwards)), if a Conversion Event has occurred.

Interest

Interest Payment Date:	The Maturity Date.
Interest Period:	A period beginning from (and including) the Investment Value Date to (but excluding) the Maturity Date.
Interest Rate:	(a) High Interest Rate if a Barrier Event has not occurred; or (b) Low Interest Rate if a Barrier Event has occurred.

Where

“High Interest Rate” means the per annum percentage rate as agreed in writing on the SIP Order Form and SIP Confirmation.

“Low Interest Rate” means the per annum percentage rate as agreed in writing on the SIP Order Form and SIP Confirmation.

Interest Amount:	An amount in respect of the Interest Period determined as follows:
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$$\text{Principal Amount} \times \text{Interest Rate} \times \text{Day Count Fraction}$$

In respect of each Currency Pair set out in Schedule 1 or Schedule 2, the Interest Amount shall be payable in the Investment Currency.

Day Count Fraction:	a) Actual number of days in the relevant Interest Period divided by 365 if the Investment Currency is GBP, HKD or SGD; or
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b) Actual number of days in the relevant Interest Period divided by 360 if the Investment Currency is AUD, CAD, CHF, EUR, JPY, NZD or USD.

Currency Linked Provisions

Currency Pair:	One of the Currency Pairs set out in Schedule 1 or Schedule 2.
Conversion Rate:	In respect of a Currency Pair set out in Schedule 1, a rate expressed as the amount of Investment Currency that can be purchased with one unit of Linked Currency, as stated under the caption “ Conversion Rate ” in the SIP Order Form and the SIP Confirmation. In respect of a Currency Pair set out in Schedule 2, a rate expressed as the amount of Linked Currency that can be purchased with one unit of Investment Currency, as stated under the caption “ Conversion Rate ” in the SIP Order Form and the SIP Confirmation.
Upper Barrier Rate:	In respect of a Currency Pair set out in Schedule 1, a rate expressed as the amount of Investment Currency that can be purchased with one unit of Linked Currency, as stated under the caption “ Upper Barrier Rate ” in the SIP Order Form and the SIP Confirmation. In respect of a Currency Pair set out in Schedule 2, a rate expressed as the amount of Linked Currency that can be purchased with one unit of Investment Currency, as stated under the caption “ Upper Barrier Rate ” in the SIP Order Form and the SIP Confirmation.
Lower Barrier Rate:	In respect of a Currency Pair set out in Schedule 1, a rate expressed as the amount of Investment Currency that can be purchased with one unit of Linked Currency, as stated under the caption “ Lower Barrier Rate ” in the SIP Order Form and the SIP Confirmation. In respect of a Currency Pair set out in Schedule 2, a rate expressed as the amount of Linked Currency that can be purchased with one unit of Investment Currency, as stated under the caption “ Lower Barrier Rate ” in the SIP Order Form and the SIP Confirmation.
Barrier Event:	A Barrier Event shall occur when the Spot Rate is equal to or greater than the Upper Barrier Rate or is equal to or lower than the Lower Barrier Rate at any time during the Monitoring Period.
Conversion Event:	In respect of a Currency Pair, a Conversion Event One or a Conversion Event Two, as applicable.
Conversion Event One:	In respect of a Currency Pair set out in Schedule 1, a Conversion Event One has occurred if the Final Rate of Exchange is equal to or less than the Conversion Rate at the Determination Time on the Determination Date. For the avoidance of doubt, a Conversion Event One shall not apply to any Currency Pairs set out in Schedule 2.
Conversion Event Two:	In respect of a Currency Pair set out in Schedule 2, a Conversion Event Two has occurred if the Final Rate of Exchange is equal to or greater than the Conversion Rate at the Determination Time on the Determination Date. For the avoidance of doubt, a Conversion Event Two shall not apply to any Currency Pairs set out in Schedule 1.
Monitoring Period:	The period from (and including) the Execution Time to (and including) the Determination Time on the Determination Date.
Final Rate of Exchange:	In respect of any Currency Pair set out in Schedule 1, the amount of Investment Currency that can be purchased with one unit of Linked Currency, for settlement in two Business Days as published by Bloomberg and which appears on Bloomberg FX Fixings page BFIX under caption “MID” at approximately the Determination Time on the Determination Date. If such rate is not available at or about the Determination Time on the relevant Determination Date, then such rate shall be determined by the Calculation Agent in its sole discretion, acting in good faith and in a commercially reasonable manner. In respect of any Currency Pair set out in Schedule 2, the Spot Rate is a rate expressed as the amount of Linked Currency that can be purchased with one unit of Investment Currency, for settlement in two Business Days as published by Bloomberg and which appears on Bloomberg FX Fixings page BFIX under caption “MID” at approximately the

Determination Time on the Determination Date. If such rate is not available at or about the Determination Time on the relevant Determination Date, then such rate shall be determined by the Calculation Agent in its sole discretion, acting in good faith and in a commercially reasonable manner.

Determination Time: 2:00 p.m., Hong Kong time

Determination Date: The date stated under the caption “**Determination Date**” in the SIP Order Form and SIP Confirmation or, if such day is not a Business Day, the immediately succeeding Business Day.

Spot Rate: In respect of any Currency Pair set out in Schedule 1, the Spot Rate is a rate expressed as the amount of Investment Currency that can be purchased with one unit of Linked Currency that is based on the price for one or more actual foreign exchange transactions in the Spot Market involving such currency pair (or cross-rates constituting such currency pair, if applicable) for settlement in accordance with the convention for such currency pair, as determined at the relevant time on the relevant date in good faith and in a commercially reasonable manner by the Calculation Agent.

In respect of any Currency Pair set out in Schedule 2, the Spot Rate is a rate expressed as the amount of Linked Currency that can be purchased with one unit of Investment Currency that is based on the price for one or more actual foreign exchange transactions in the Spot Market involving such currency pair (or cross-rates constituting such currency pair, if applicable) for settlement in accordance with the convention for such currency pair, as determined at the relevant time on the relevant date in good faith and in a commercially reasonable manner by the Calculation Agent.

Spot Market: The global spot foreign exchange market, open continuously from 5:00 a.m. Sydney time on a Monday in any week to 5:00 p.m. New York time on the Friday of that week.

Calculation Agent: DBS Bank (Hong Kong) Limited

OTHER TERMS AND CONDITIONS

No Early Withdrawal by the Customer prior to the Maturity Date: The Customer is not entitled to terminate, withdraw or call for the payment to it or a third party, of all or any part of the Principal Amount before the Maturity Date. The SIP is not a negotiable or transferable instrument and there is no market for the SIP. THE CUSTOMER SHOULD INTEND TO HOLD THE SIP UP TO THE MATURITY DATE.

Use of Funds: The Customer agrees that the Bank may use the funds invested by the Customer in the SIP at its sole discretion in any manner, including but not limited to entering into any financial transactions and buying and selling any financial instruments or securities, as permitted by law.

Fees & Expenses: The Bank’s fees are shown on the Bank Charges Schedule available at branches of the Bank. The Bank may at its reasonable discretion impose other service fees, facility fees and/or other charges from time to time but will provide the Customer with advance notice of any other fees or charges imposed, or of any changes to the fees or charges.

The Bank is acting as principal and not as your advisor or agent. The Bank will benefit from your purchase of this product. Although there are no explicit charges, any fees and charges incurred by the Bank, whether to enter into underlying investments or hedging arrangements or for operational or administrative purposes and profit margins, if any, are already inherently contained in and subsumed into the calculation of the interest rate and other variables under the SIP.

Determinations by the Bank: All determinations and calculations will be made by the Bank in good faith and in a commercially reasonable manner and shall (in the absence of manifest error) be binding and conclusive on the Customer.

Business Day Convention: If any date on which any payment is due is not a Business Day, then such payment date will be the first following day that is a Business Day, unless that day falls in the next calendar month, in which case that date will be the first preceding day that is a Business Day.

Business Day:

A day (other than Saturday or Sunday) on which commercial banks and foreign exchange markets settle payments and are open for general business (including dealings in foreign exchange and foreign currency deposits) in Hong Kong and in each of the relevant financial centres (“**Financial Centres**”) listed in the table below in respect of the Investment Currency and Linked Currency.

Investment Currency or Linked Currency	Financial Centre relating to Business Days
AUD	Sydney
CAD	Toronto
CHF	Zurich
EUR	TARGET2
GBP	London
HKD	Hong Kong
JPY	Tokyo
NZD	Wellington
SGD	Singapore
USD	New York

“**TARGET2**” means the Trans-European Automated Real-time Gross settlement Express Transfer (TARGET2) System, or any successor thereto, which operates credit or transfer instructions in respect of payments in euro.

Documentation and Inconsistencies:

The SIP will be governed by the **SIP Documents**, which means the Important Facts Statement, this Term Sheet, the Applicable Account Terms and Conditions, the SIP Order Form and the SIP Confirmation.

The “**Important Facts Statement**” is a statement which highlights the key features and key risks of the SIP.

The “**Term Sheet**” means this term sheet of the SIP setting out the principal terms and conditions of the SIP.

The “**SIP Confirmation**” means a confirmation issued by the Bank confirming its acceptance of the investment of the Offer Amount (or part thereof, as the case may be) by the Customer in the SIP.

The “**SIP Order Form**” means an order form, which shall have been completed by the Customer for the Bank (in writing or on phone with the Bank), applying to place the Offer Amount for investment in the SIP.

The “**Applicable Account Terms and Conditions**” means the Investment Products Consolidated Terms and Conditions or Terms and Conditions for Accounts under Wealth Management Investment Portfolio (Wealth Management Accounts) (as appropriate, depending on through which account the Customer trades the SIP), a copy of which has been provided to the Customer before or when the Customer opened the SIP account with the Bank.

In the event of any inconsistency between the provisions of any of the SIP Documents, the inconsistency will be resolved in favour of the document ranking higher in the following order of priority: (a) the SIP Confirmation, (b) the SIP Order Form, (c) this Term Sheet, (d) the Applicable Account Terms and Conditions and (e) the Important Facts Statement.

Governing Law:

The laws of the Hong Kong Special Administrative Region of the People's Republic of China (“**Hong Kong**”).

No Gross-Up for Withholding Tax:

All amounts (including the Final Redemption Amount) to be paid by the Bank to the Customer shall be paid net of any applicable withholding tax (including any U.S. federal

withholding tax imposed or collected pursuant to Sections 1471 through 1474 of the U.S. Internal Revenue Code of 1986, as amended (the “**Code**”), any current or future regulations or official interpretations thereof, any agreement entered into pursuant to Section 1471(b) of the Code, or any fiscal or regulatory legislation, rules or practices adopted pursuant to any intergovernmental agreement entered into in connection with the implementation of such Sections of the Code (a “**FATCA Withholding Tax**”). No additional amounts shall be payable by the Bank to the Customer on account of any withholding tax (including any FATCA Withholding Tax).

Additional Selling Restrictions:

This product is not intended to be offered, sold or otherwise made available to and should not be offered, sold or otherwise made available to any retail investor in the European Economic Area (the “**EEA**”).

For these purposes, a retail investor means a person who is one (or more) of:

- (a) (i) a “**retail client**” as defined in point (11) of Article 4(1) of Directive 2014/65/EU (as amended, “**MiFID II**”); or
 - (ii) a customer within the meaning of the Insurance Distribution Directive, where that customer would not qualify as a professional client as defined in point (10) of Article 4(1) of MiFID II; or
 - (iii) not a qualified investor as defined in Regulation (EU) 2017/1129 (the “**Prospectus Regulation**”); and
- (b) the expression “**offer**” includes the communication in any form and by any means of sufficient information on the terms of the offer and this product to be offered so as to enable an investor to decide to purchase or subscribe this product.

Consequently, no key information document required by Regulation (EU) No 1286/2014 (the “**PRiIPs Regulation**”) for offering or selling this product or otherwise making it available to retail investors in the EEA has been prepared and therefore offering or selling this product or otherwise making it available to any retail investor in the EEA may be unlawful under the PRiIPs Regulation.

APPLICATION PROCEDURES

1. To place an order for the SIP (the “**SIP Order**”), the Customer must complete the SIP Order Form for the Bank (in writing or on phone with the Bank). The parties intend and agree that the SIP Documents will be conclusive and binding on the Customer (if applicable) upon the Customer’s confirmation of placement of that order after completion of the Pre-Investment Cooling-off Period but is subject to final execution and acceptance by the Bank and provided that the SIP Documents may be terminated by the Bank as herein provided.
2. The amount which the Customer wishes to place in the SIP (the “**Offer Amount**”) must be deposited with the Bank on or before the submission of the SIP Order Form. The deposited funds will be held in the relevant account until the Investment Value Date. If the deposited funds are held in an interest-bearing account, the relevant account will be credited with any interest accrued between the date on which the Offer Amount is deposited with the Bank and the Investment Value Date.
3. On the Investment Value Date, if the SIP Order is accepted by the Bank (whether in whole or in part), the Offer Amount (or the relevant part thereof) will be deposited in the SIP on the terms set out in this Term Sheet.
4. A SIP Confirmation will normally be issued to the Customer within two Business Days from the Investment Value Date if the SIP Order is accepted by the Bank, but any failure or delay in doing so will not prejudice the binding nature of the SIP upon the Customer.
5. The Bank has the discretion not to execute or accept any SIP Order (or any part thereof) notwithstanding the SIP Order has been received by the Bank.
6. Without prejudice to the Bank’s discretion as aforesaid, the Bank will not execute and will not accept SIP Orders unless the aggregate of all SIP Orders received by the Bank on or before the Trade Date is not less than the Minimum Offer Size. Further, if the market is affected by significant exchange rate, interest rate and/or other price movements and/or other unusual conditions on or before the Trade Date, the Bank may shorten the SIP offer period and stop receiving new SIP Orders. If a SIP Order has not yet been confirmed by the Bank as being accepted by the Bank in a SIP Confirmation and the SIP Order is not declined by the Bank (the “**Pending Orders**”), the Bank will use its reasonable efforts to execute such Pending Orders, but the Bank will otherwise have no obligation with respect to the Pending Orders.

7. In addition, even if a SIP Order has been received by the Bank, the Bank will have the right to cancel the SIP Order received if a SIP Cancellation Event occurs on or after the Trade Date and on or before the Investment Value Date.
8. If a SIP Order is not accepted or is cancelled after acceptance as provided for above, the Bank will notify the Customer of any such non-acceptance or cancellation and the termination of the SIP Documents with respect to the SIP without any liability, and then release the Offer Amount deposited (if any) to the Customer (without any interest other than as provided for in paragraph 2 above) as soon as practicable thereafter.

SIP Cancellation Event:	<p>Any of the following:</p> <ol style="list-style-type: none"> (a) any event beyond the control of the Bank which, in the Bank's opinion, will make it impracticable, illegal or impossible for the Bank to perform its obligations under the SIP or to effectively hedge its obligations under the SIP; or (b) notwithstanding that the Minimum Offer Size has been reached, in the Bank's opinion, changes in market conditions have made it impracticable for the Bank to effectively hedge its obligations under the SIP given the total amount of SIP Orders.
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COMPARISON WITH STANDARD TIME DEPOSIT

Where a Conversion Event has occurred, the Customer will receive the Final Redemption Amount payable in the Linked Currency (which will be less than 100% of the Principal Amount or, in the worst case scenario, be zero, when converted back into the Investment Currency using the prevailing exchange rates on the Maturity Date) on the Maturity Date. In such case, the Customer will incur an exchange loss.

In the best-case scenario, where a Conversion Event and Barrier Event have not occurred, the Customer will receive the Final Redemption Amount and High Interest Rate in the Investment Currency on the Maturity Date.

If you wish to compare the return on the SIP with a standard time deposit, please refer to the Bank's per annum interest rate for a standard time deposit of Investment Currency with the respective tenor of an amount equal to the Principal Amount.

RISKS ASSOCIATED WITH THE SIP

Not a traditional deposit / time deposit

- The SIP is a form of structured deposit that carries risks not normally associated with ordinary bank deposits. This SIP is not equivalent to a time deposit. The Customer should therefore not treat the SIP as a substitute for ordinary savings or time deposits. The SIP is not a protected deposit and is not protected by the Deposit Protection Scheme in Hong Kong.

Suitability and concentration

- The Customer should ensure that he understands the characteristics of the SIP and the nature of the risks associated with his investment. The Customer should consider the suitability of the SIP as an investment in light of his own circumstances and financial condition.
- In particular, the Customer should note that the tenor of the SIP is stated under the caption "**Tenor**" in the SIP Order Form and SIP Confirmation. The SIP should not form a substantial portion of his investment portfolio.

Summary Information Only

- This document contains summary information only. It does not contain all of the terms and conditions (material or otherwise) of the SIP and the Customer is advised to review all of the documents referred to under the section headed "**Documentation and Inconsistencies**". If the Customer requires further information in relation to the SIP, please contact DBS Bank (Hong Kong) Limited.

Derivatives risk

- The SIP is embedded with FX options. Option transactions involve risks, especially when selling an option. No premium will be received in respect of this SIP, you may sustain a loss and your loss could be substantial.

SIP terms / Return is capped / Limited potential gain

- The maximum potential gain is limited. Only when a Conversion Event and Barrier Event have not occurred, then the Customer will receive the maximum potential gain under this SIP.
- Certain parameters in respect of the SIP (e.g. Closing Time and Trade Date) may be affected by a number of market factors, including changes in the value and volatility of the underlying asset(s), changes in foreign exchange rates and economic, financial and political events that are difficult to predict, and thus may be subject to appropriate adjustments by the Bank.
- The Customer is subject to the fluctuations in exchange rate for the Currency Pair.
- The total payout the Customer receives for the Tenor of the SIP may be less than the return or interest the Customer may otherwise have received from other investments.
- The SIP has investment risks. The Customer will only receive a return determined in the manner set out in this Term Sheet and the other SIP Documents. The Customer should fully understand the investment risks before making any investment in the SIP.

Determination of the Exchange Rate

- The Spot Rate will be determined by the Calculation Agent. The Final Rate of Exchange is by reference to a screen rate, and where such rate is not available, such rate will be determined by the Calculation Agent. Customer must therefore be comfortable with the Bank's role as the Calculation Agent in the determination of the exchange rates. All determinations made by the Calculation Agent in good faith shall be conclusive and binding on the Customer.

Maximum potential loss

- SIP is not principal protected. Customer could lose the entire Principal Amount.

Not the same as buying the Linked Currency

- Investing in the SIP is not the same as buying the Linked Currency directly.

Principal Amount received upon redemption

- The Customer must be prepared to receive the Principal Amount in the Linked Currency and may as a result, incur an exchange loss in the SIP. At maturity, (i) if Conversion Event One or Conversion Event Two (as applicable) and Barrier Event have not occurred, the Customer will receive the Final Redemption Amount in the Investment Currency, or (ii) if Conversion Event One or Conversion Event Two (as applicable) has not occur and Barrier Event has occurred, the Customer will receive the Final Redemption Amount in the Investment Currency, or (iii) if Conversion Event One or Conversion Event Two (as applicable) and Barrier Event have occurred, the Customer will receive the Final Redemption Amount in the Linked Currency, converted at the Conversion Rate, in which case, the Customer will incur an exchange loss in the SIP. In the worst case scenario, the exchange loss the Customer incurs in the SIP could be substantial and he may lose the original Principal Amount.

The Customer's attention is drawn to the following (which is not exhaustive):

- The currency in which the Final Redemption Amount will be paid on the SIP depends on the performance of the Currency Pair at the Determination Time on the Determination Date. In the worst case scenario, the exchange loss the Customer incurs in the SIP could be substantial and he may lose the original Principal Amount and may offset any Interest Amount payable under the SIP. Customer must be prepared to receive the Final Redemption Amount on the SIP in the Investment Currency or the Linked Currency.

Market risk

- **The return of the SIP is linked to the exchange rates of the Investment Currency against the Linked Currency. Movements in exchange rates can be unpredictable, sudden and drastic, and affected by complex political and economic factors.**
- The SIP may not be suitable for Customers who are not familiar with the Spot Rate or the factors that affect movements in the Spot Rate. The Spot Rate will be influenced by the complex and interrelated global and regional political, economic, financial and other factors that can affect the currency markets on which each of the Linked and Settlement Currencies is traded. Changes in the exchange rates for each of the currencies result over time from the interaction of many factors directly or indirectly affecting economic and political conditions in the countries in which such currencies are circulated as legal tender, particularly relative rates of inflation, interest rate levels, the balance of payments and the extent of governmental surpluses or deficits in those countries.
- Foreign exchange rates can either be fixed by the government, allowed to float within a range of exchange rates set by the government, or left to float freely. Governments, including those issuing the currencies to which the SIP relates, use a variety of techniques, such as intervention by their central bank or imposition

of regulatory controls or taxes, to affect the exchange rates of their respective currencies. They may also issue a new currency to replace an existing currency or alter the exchange rate or relative exchange characteristics by devaluation or revaluation of a currency. Thus, the value of the SIP and amounts payable under the SIP could be affected by the actions of sovereign governments that could change or interfere with previously freely determined currency valuations, fluctuations in response to other market forces and the movement of currencies across borders. There will be no offsetting adjustment or change made during the term of the SIP in the event that the exchange rates should become fixed (or in the case of certain currencies, become floating), or in the event of any devaluation or revaluation or imposition of exchange or other regulatory controls or taxes or in the event of other developments affecting any of the currencies to which the SIP relates, or any other currency.

Currency risk

- **Where the Customer has converted amounts from another currency (including your home currency) into the Investment Currency in order to make the investment in the SIP, the Customer should bear in mind the risk of exchange rate fluctuations that may cause a loss on conversion of the Investment Currency (if the Bank pays you the Investment Currency at maturity) or the Linked Currency (if the Bank pays you the Linked Currency at maturity) back into such other currency. You should note that such potential loss from the product could offset (or even exceed) the potential gain if the Investment Currency or the Linked Currency depreciates against the currency you converted from (including your home currency).**

Liquidity risk

- **The SIP is a commitment by the Customer for the tenor as stated under the caption “Tenor” in the SIP Order Form and SIP Confirmation. No early uplift, early withdrawal or early termination by the Customer is permitted. The Customer has to maintain the SIP with the Bank up to the Maturity Date.**

Volatility of foreign exchange rate markets

- The exchange rate for the Currency Pair has in the past been, and may continue to be, volatile.

There are potential conflicts of interest

- The Bank and its affiliates play a variety of roles in connection with the SIP, including acting as counterparty and calculation agent and hedging its obligations under the SIP. The Bank and/or its affiliates may also enter into, adjust and unwind transactions relating to the relevant assets or currencies, whether for its or its affiliates' proprietary accounts or for accounts under management or to facilitate transactions on behalf of Customers or otherwise. In carrying out these roles, the Bank's economic interests and those of its affiliates are potentially adverse to the Customer's interests as counterparty in the SIP.

The Customer must rely on his own evaluation of the merits of the SIP

- In the ordinary course of their businesses, the Bank and/or its affiliates may from time to time express views on expected movements in the exchange rates and/or the interest rates of the relevant currencies or other currencies. These views are sometimes communicated to clients and which are subject to change due to changes in worldwide economic, political and other developments over differing time horizons. In connection with the SIP, the Customer must make his own evaluation of the merits of the SIP and the Customer must not rely on any views which may be expressed by the Bank and/or its affiliates in the ordinary course of their businesses with respect to future price movements in the relevant currencies or other currencies.

Historical information about the exchange rates and/or the interest rates for the relevant currencies may not be indicative of future values

- Historical information on the exchange rates and/or interest rates which may be provided to the Customer is for information only, and the Customer should not regard the information as indicative of the range of, or trends in, or future fluctuations in the exchange rates and/or interest rates or the future performance of the SIP.

The Customer is taking on the credit risk of the Bank

- **The SIP is not secured by any collateral. The Customer is taking on the credit risk of the Bank.** For more information on the Bank, including its financial conditions, you may go to www.dbs.com.hk where you can obtain its latest annual statutory accounts. A printed copy of such statutory accounts is also available upon request. As the Bank publishes statutory accounts annually, information such as shares or debentures issued by it after the end of its last financial year are not available.
- **In the worst case scenario, where the Bank is insolvent or defaults on its payment obligations under the SIP, the Customer will receive no interest payment and lose his original investment amount.**

Compounding of Risks

- An investment in the SIP involves risks and should only be made after assessing, for example, the direction, timing and magnitude of potential future changes in interest rates, exchange rates and the terms and conditions of the SIP. More than one risk factor may have simultaneous effects with regard to the SIP such that the effect of a particular risk factor may not be predictable. In addition, more than one risk factor may have a compounding effect, which may not be predictable. No assurance can be given as to the effect that any combination of risk factors may have on the value of the SIP.

SCHEDULE 1 – CURRENCY PAIRS					
Currency Pair	Investment Currency	Linked Currency	Expression	Relevant Unit	Description
1	AUD	EUR	EUR/AUD	Cent	The amount of AUD expressed per one unit of EUR.
2	AUD	GBP	GBP/AUD	Penny	The amount of AUD expressed per one unit of GBP.
3	CAD	AUD	AUD/CAD	Cent	The amount of CAD expressed per one unit of AUD.
4	CAD	EUR	EUR/CAD	Cent	The amount of CAD expressed per one unit of EUR.
5	CAD	GBP	GBP/CAD	Penny	The amount of CAD expressed per one unit of GBP.
6	CAD	NZD	NZD/CAD	Cent	The amount of CAD expressed per one unit of NZD.
7	CAD	USD	USD/CAD	Cent	The amount of CAD expressed per one unit of USD.
8	CHF	AUD	AUD/CHF	Cent	The amount of CHF expressed per one unit of AUD.
9	CHF	CAD	CAD/CHF	Cent	The amount of CHF expressed per one unit of CAD.
10	CHF	EUR	EUR/CHF	Cent	The amount of CHF expressed per one unit of EUR.
11	CHF	GBP	GBP/CHF	Penny	The amount of CHF expressed per one unit of GBP.
12	CHF	NZD	NZD/CHF	Cent	The amount of CHF expressed per one unit of NZD.
13	CHF	USD	USD/CHF	Cent	The amount of CHF expressed per one unit of USD.
14	GBP	EUR	EUR/GBP	Cent	The amount of GBP expressed per one unit of EUR.
15	HKD	AUD	AUD/HKD	Cent	The amount of HKD expressed per one unit of AUD.
16	HKD	CAD	CAD/HKD	Cent	The amount of HKD expressed per one unit of CAD.
17	HKD	CHF	CHF/HKD	Rappen	The amount of HKD expressed per one unit of CHF.
18	HKD	EUR	EUR/HKD	Cent	The amount of HKD expressed per one unit of EUR.
19	HKD	GBP	GBP/HKD	Penny	The amount of HKD expressed per one unit of GBP.
20	HKD	JPY	JPY/HKD	Yen	The amount of HKD expressed per one unit of JPY.
21	HKD	NZD	NZD/HKD	Cent	The amount of HKD expressed per one unit of NZD.
22	HKD	SGD	SGD/HKD	Cent	The amount of HKD expressed per one unit of SGD.
23	HKD	USD	USD/HKD	Cent	The amount of HKD expressed per one unit of USD.
24	JPY	AUD	AUD/JPY	Cent	The amount of JPY expressed per one unit of AUD.
25	JPY	CAD	CAD/JPY	Cent	The amount of JPY expressed per one unit of CAD.
26	JPY	CHF	CHF/JPY	Rappen	The amount of JPY expressed per one unit of CHF.
27	JPY	EUR	EUR/JPY	Cent	The amount of JPY expressed per one unit of EUR.
28	JPY	GBP	GBP/JPY	Penny	The amount of JPY expressed per one unit of GBP.
29	JPY	NZD	NZD/JPY	Cent	The amount of JPY expressed per one unit of NZD.
30	JPY	SGD	SGD/JPY	Cent	The amount of JPY expressed per one unit of SGD.
31	JPY	USD	USD/JPY	Cent	The amount of JPY expressed per one unit of USD.
32	NZD	AUD	AUD/NZD	Cent	The amount of NZD expressed per one unit of AUD.

33	NZD	EUR	EUR/NZD	Cent	The amount of NZD expressed per one unit of EUR.
34	NZD	GBP	GBP/NZD	Penny	The amount of NZD expressed per one unit of GBP.
35	SGD	AUD	AUD/SGD	Cent	The amount of SGD expressed per one unit of AUD.
36	SGD	CAD	CAD/SGD	Cent	The amount of SGD expressed per one unit of CAD.
37	SGD	CHF	CHF/SGD	Rappen	The amount of SGD expressed per one unit of CHF.
38	SGD	EUR	EUR/SGD	Cent	The amount of SGD expressed per one unit of EUR.
39	SGD	GBP	GBP/SGD	Penny	The amount of SGD expressed per one unit of GBP.
40	SGD	NZD	NZD/SGD	Cent	The amount of SGD expressed per one unit of NZD.
41	SGD	USD	USD/SGD	Cent	The amount of SGD expressed per one unit of USD.
42	USD	AUD	AUD/USD	Cent	The amount of USD expressed per one unit of AUD.
43	USD	EUR	EUR/USD	Cent	The amount of USD expressed per one unit of EUR.
44	USD	GBP	GBP/USD	Penny	The amount of USD expressed per one unit of GBP.
45	USD	NZD	NZD/USD	Cent	The amount of USD expressed per one unit of NZD.

SCHEDULE 2 – CURRENCY PAIRS					
Currency Pair	Investment Currency	Linked Currency	Expression	Relevant Unit	Description
1	AUD	CAD	AUD/CAD	Cent	The amount of CAD expressed per one unit of AUD.
2	AUD	CHF	AUD/CHF	Rappen	The amount of CHF expressed per one unit of AUD.
3	AUD	HKD	AUD/HKD	Cent	The amount of HKD expressed per one unit of AUD.
4	AUD	JPY	AUD/JPY	Yen	The amount of JPY expressed per one unit of AUD.
5	AUD	NZD	AUD/NZD	Cent	The amount of NZD expressed per one unit of AUD.
6	AUD	SGD	AUD/SGD	Cent	The amount of SGD expressed per one unit of AUD.
7	AUD	USD	AUD/USD	Cent	The amount of USD expressed per one unit of AUD.
8	CAD	CHF	CAD/CHF	Rappen	The amount of CHF expressed per one unit of CAD.
9	CAD	HKD	CAD/HKD	Cent	The amount of HKD expressed per one unit of CAD.
10	CAD	JPY	CAD/JPY	Yen	The amount of JPY expressed per one unit of CAD.
11	CAD	SGD	CAD/SGD	Cent	The amount of SGD expressed per one unit of CAD.
12	CHF	HKD	CHF/HKD	Cent	The amount of HKD expressed per one unit of CHF.
13	CHF	JPY	CHF/JPY	Yen	The amount of JPY expressed per one unit of CHF.
14	CHF	SGD	CHF/SGD	Cent	The amount of SGD expressed per one unit of CHF.
15	EUR	AUD	EUR/AUD	Cent	The amount of AUD expressed per one unit of EUR.
16	EUR	CAD	EUR/CAD	Cent	The amount of CAD expressed per one unit of EUR.
17	EUR	CHF	EUR/CHF	Rappen	The amount of CHF expressed per one unit of EUR.
18	EUR	GBP	EUR/GBP	Penny	The amount of GBP expressed per one unit of EUR.
19	EUR	HKD	EUR/HKD	Cent	The amount of HKD expressed per one unit of EUR.
20	EUR	JPY	EUR/JPY	Yen	The amount of JPY expressed per one unit of EUR.
21	EUR	NZD	EUR/NZD	Cent	The amount of NZD expressed per one unit of EUR.
22	EUR	SGD	EUR/SGD	Cent	The amount of SGD expressed per one unit of EUR.
23	EUR	USD	EUR/USD	Cent	The amount of USD expressed per one unit of EUR.

24	GBP	AUD	GBP/AUD	Cent	The amount of AUD expressed per one unit of GBP.
25	GBP	CAD	GBP/CAD	Cent	The amount of CAD expressed per one unit of GBP.
26	GBP	CHF	GBP/CHF	Rappen	The amount of CHF expressed per one unit of GBP.
27	GBP	HKD	GBP/HKD	Cent	The amount of HKD expressed per one unit of GBP.
28	GBP	JPY	GBP/JPY	Yen	The amount of JPY expressed per one unit of GBP.
29	GBP	NZD	GBP/NZD	Cent	The amount of NZD expressed per one unit of GBP.
30	GBP	SGD	GBP/SGD	Cent	The amount of SGD expressed per one unit of GBP.
31	GBP	USD	GBP/USD	Cent	The amount of USD expressed per one unit of GBP.
32	JPY	HKD	JPY/HKD	Cent	The amount of HKD expressed per one unit of JPY.
33	NZD	CAD	NZD/CAD	Cent	The amount of CAD expressed per one unit of NZD.
34	NZD	CHF	NZD/CHF	Rappen	The amount of CHF expressed per one unit of NZD.
35	NZD	HKD	NZD/HKD	Cent	The amount of HKD expressed per one unit of NZD.
36	NZD	JPY	NZD/JPY	Yen	The amount of JPY expressed per one unit of NZD.
37	NZD	SGD	NZD/SGD	Cent	The amount of SGD expressed per one unit of NZD.
38	NZD	USD	NZD/USD	Cent	The amount of USD expressed per one unit of NZD.
39	SGD	HKD	SGD/HKD	Cent	The amount of HKD expressed per one unit of SGD.
40	SGD	JPY	SGD/JPY	Yen	The amount of JPY expressed per one unit of SGD.
41	USD	CAD	USD/CAD	Cent	The amount of CAD expressed per one unit of USD.
42	USD	CHF	USD/CHF	Rappen	The amount of CHF expressed per one unit of USD.
43	USD	HKD	USD/HKD	Cent	The amount of HKD expressed per one unit of USD.
44	USD	JPY	USD/JPY	Yen	The amount of JPY expressed per one unit of USD.
45	USD	SGD	USD/SGD	Cent	The amount of SGD expressed per one unit of USD.

SCENARIO ILLUSTRATIONS

All figures below are hypothetical and are for illustration purposes only. The illustrative examples do not reflect a complete analysis of all possible potential return or loss scenarios. They are not indicative of the actual or future performance of any Linked currency. You should not rely on these illustrative examples when making an investment decision.

Assumptions:

Currency Pair:	AUD/USD (which is a Currency Pair set out in Schedule 2)
Investment Currency:	AUD
Linked Currency:	USD
Principal Amount:	AUD 100,000.00
No. of Days in the Interest Period:	36
Spot Rate:	0.9500
Conversion Rate:	0.9800
Upper Barrier Rate:	0.9800
Lower Barrier Rate:	0.9300
High Interest Rate:	5.00% p.a.
Low Interest Rate:	0.05% p.a.

Scenario 1 - Conversion Event Two has not occurred – AUD has not strengthened against USD to a level equal to or greater than the Conversion Rate at the Determination Time on the Determination Date

AND

The Barrier Event has not occurred – AUD/USD has never traded equal to or greater than the Upper Barrier Rate AND has never traded equal to or less than the Lower Barrier Rate at any time during the Monitoring Period

Assumptions:

- i) Barrier Event has not occurred; and
- ii) Final Rate of Exchange in respect of the Currency Pair (AUD and USD): **0.9600**

As Conversion Event Two has not occurred (i.e. Final Rate of Exchange < Conversion Rate):

Customer receives 100% Principal Amount in AUD

As Barrier Event has not occurred (i.e. AUD/USD Spot Rate has never traded equal to or greater than the Upper Barrier Rate AND has never traded equal to or less than Lower Barrier Rate at any time during the Monitoring Period):

Customer receives interest at the High Interest Rate, being 5.00% p.a. in AUD

Customer will receive: AUD 100,000.00 + AUD (100,000.00 x 5.00% x 36 / 360)
= AUD 100,500.00

Scenario 2 - Conversion Event Two has occurred – AUD has strengthened against USD to a level equal to or greater than the Conversion Rate at the Determination Time on the Determination Date

AND

The Barrier Event has occurred – AUD/USD has traded equal to or greater than the Upper Barrier Rate OR has traded equal to or less than the Lower Barrier Rate at any time during the Monitoring Period

Assumptions:

- i) Barrier Event has occurred; and
- ii) Final Rate of Exchange in respect of the Currency Pair (AUD and USD): **1.0600**

As Conversion Event Two has occurred (i.e. Final Rate of Exchange ≥ Conversion Rate):

Customer receives 100% Principal Amount in Linked Currency converted at the Conversion Rate

As Barrier Event has occurred (i.e. AUD/USD Spot Rate has traded equal to or greater than the Upper Barrier Rate OR has traded equal to or less than Lower Barrier Rate at any time during the Monitoring Period):

Customer receives interest at the Low Interest Rate, being 0.05% p.a. in AUD

Customer will receive: USD (100,000.00 x 0.9800) + AUD (100,000.00 x 0.05% x 36 / 360)
= USD 98,000.00 (which is equivalent to AUD 92,452.83 if converted into AUD using the Final Rate of Exchange) + AUD 5.00

Customer will have an unrealized loss of AUD 7,542.17

Scenario 3 - Conversion Event Two has not occurred – AUD has not strengthened against USD to a level equal to or greater than the Conversion Rate at the Determination Time on the Determination Date

AND

The Barrier Event has occurred – AUD/USD has traded equal to or greater than the Upper Barrier Rate OR has traded equal to or less than the Lower Barrier Rate at any time during the Monitoring Period

Assumptions:

- i) Barrier Event has occurred; and
- ii) Final Rate of Exchange in respect of the Currency Pair (AUD and USD): **0.9600**

As Conversion Event Two has not occurred (i.e. Final Rate of Exchange < Conversion Rate):

Customer receives 100% Principal Amount in AUD

As Barrier Event has occurred (i.e. AUD/USD Spot Rate has traded equal to or greater than the Upper Barrier Rate OR has traded equal to or less than Lower Barrier Rate at any time during the Monitoring Period):
Customer receives interest at the Low Interest Rate, being 0.05% p.a. in AUD

Customer will receive: AUD 100,000.00 + AUD (100,000.00 x 0.05% x 36 /360)
= AUD 100,005.00

Scenario 4 - Conversion Event Two has occurred – AUD has strengthened substantially against USD to a level greater than the Conversion Rate at the Determination Time on the Determination Date

AND

The Barrier Event has occurred – AUD/USD has traded equal to or greater than the Upper Barrier Rate OR has traded equal to or less than the Lower Barrier Rate at any time during the Monitoring Period

Assumptions:

- i) Barrier Event has occurred; and
- ii) Final Rate of Exchange in respect of the Currency Pair (AUD and USD): **100.0000**

As Conversion Event Two has occurred (i.e. Final Rate of Exchange \geq Conversion Rate) and the Final Rate of Exchange is greater than the Conversion Rate:

Customer receives 100% Principal Amount in Linked Currency converted at the Conversion Rate
As Barrier Event has occurred (i.e. AUD/USD Spot Rate has traded equal to or greater than the Upper Barrier Rate OR has traded equal to or less than Lower Barrier Rate at any time during the Monitoring Period):
Customer receives interest at the Low Interest Rate, being 0.05% p.a. in AUD

Customer will receive: USD (100,000.00 x 0.9800) + AUD (100,000.00 x 0.05% x 36 / 360)
= USD 98,000.00 (which is equivalent to AUD 980.00 if converted into AUD using the Final Rate of Exchange)
+ AUD 5.00

Customer will suffer an unrealized loss of AUD 99,015.00

Scenario 5 - The Bank becomes insolvent or defaults on its obligations

Assuming that the Bank becomes insolvent during the Tenor of the SIP or defaults on its obligations under the SIP, the Customer can only claim as its unsecured creditor. The Customer may get nothing back and suffer a total loss of his Principal Amount.