Dual Currency Investment Conversion Plus Structured Investment Product

Investment product is not a deposit, the product carries risk, investor should act prudently.
This product is a high risk investment product without principal protection. You may suffer principal loss due to market movement. You need to fully understand the risks involved and invest cautiously.

Dual Currency Investment Conversion Plus Structured Investment Product is a variant product of Dual Currency Investment. The same is Dual Currency Investment, it is a non-principal protected investment product .

Dual Currency Investment Conversion Plus Structured Investment Product is investment product under which you select an Investment Currency, Tenor and an Alternate Currency. You give an option to the Bank to repay the Investment Amount and the Return Amount in either the Investment Currency or in the Alternate Currency (as converted by applying the Strike Rate, at the Expiry Date of the Investment Product). If the Investment Amount and the Return Amount are paid in Alternate Currency, You will also receive Rebate in Alternate Currency.. However, you may suffer losses on the Investment Amount and Return Amount if you choose to convert such amount back to the Investment Currency.

An example

Note:The hypothetical scenarios set forth below are for Illustrative purposes only, and are not representative of historical, actual or future performance.

You place USD 50,000 in a 30-day Dual Currency Investment. You choose AUD as the Alternate Currency.

Investment Currency	USD
Alternate Currency	AUD
Principal Amount	USD 50,000
Tenor	30 Days
Strike	0.9350
Base Yield Rate(p.a)	3.00%
Rebate(p.a)	9.00%

Scenario One

At the maturity Date:
If the prevailing market rate at expiry is above the Strike rate, say 0.9400, you will receive your principal and return in USD.
Principal: USD 50,000
Return: USD 50,000 x 3.00% x 30 / 360 = USD 125.00
Total: USD 50,125.00

Scenario Two

At the maturity Date:
If the prevailing market rate at expiry is equal to or below the Strike rate, say 0.8000, you will receive your principal and return in AUD converted at the Strike rate and if taking "Spot rate at maturity = 0.8000" as an example
Principal: USD 50,000
Return in Investment Currency:
USD 50,000 X (3.00% + 9.00%) X 30 / 360 = USD 500.00
Maturity Payment to customer:
USD 50,500.00 / 0.9350 = AUD 54,010.69
If you decide to convert the AUD back to USD immediately at the prevailing market exchange rate, you will experience a principal loss:
AUD 54,010.69 X 0.8000 = USD 43,208.55
Principal loss = USD 6,791.45
If you decide to hold the AUD, you may suffer much more losses, if the AUD further depreciates against USD.