



CitiFirst Protection

S&P/ASX 200 MLI Lookback 2008-2009

Capital Protection with the Advantage of Hindsight

Investment Rationale

The recent sell off in the Australian market is reflective of investors' concerns that the Australian market will not be immune to the global credit crisis; US recession and the prospects of a slower global economy. The S&P/ASX 200 has fallen around 40% since it's peak in 2007. Citi's latest research suggests that while there is excellent value in the Australian market, the current uncertainty in both local and global markets means it will be difficult to time the absolute bottom of the Market.

For investors interested in gaining exposure to the S&P/ASX200, this investment offers a unique "lookback" feature that identifies the lowest entry point over the first six months, hence reducing the risk of market timing in comparison with other structures where the observation period can be as little as a single day.

Indicative terms

- **Maturity:** 4 years and 4 months
- **Currency:** AUD (USD also available)
- **Capital Protection at Maturity**
- **Underlying:** S&P/ASX 200 Price Index ("The Index")
- **Type:** Deferred Purchase Agreement

Structure	The MLI Lookback is an innovative product which offers the benefit of hindsight in your investment decisions. The built in "lookback" mechanism identifies the lowest point in The Index over the first six months and uses this as your entry point. The powerful concept behind the lookback is that the investor has the privilege of benefiting from favourable market timing. At the end of the investment, the structure offers 100% participation to the performance of the Index up to a cap level calculated.
Underlying Index	S&P/ASX 200
Offer Opens	21 November 2008
Offer Closes	22 December 2008 at 5:00pm
Issue Date	31 December 2008
Maturity Date	30 April 2013
Minimum Investment Amount	AUD \$10,000
Initial Level	The closing level of The Index on the Issue Date
Strike Level	The closing level of The Index as observed daily within the Lookback Period
Lookback Period	The six month period following the Issue Date (1 Jan 2009 to 30 June 2009 inclusive)
Cap Level	AUD Series: Expected to range between 50% and 60%
Index Performance	The Index Performance of the MLI is calculated in accordance with the formula below, as the average performance of the Index over the three Observation Dates: $\text{Index Performance} = \text{Max} \left(\frac{\text{Average Level}}{\text{Strike Level}} - 100\%, 0\% \right)$
Average Level	The average Index level over the three Observation Dates: 28 February 2009, 31 March 2009 and 30 April 2009
Final Value per MLI	The Final Value per MLI on the Maturity Date will be the amount calculated as: Issue Price x (1 + Min [Cap Level, Index Performance])
Delivery Asset	Shares in the Commonwealth Bank of Australia
Financial Adviser Fees	Upfront fee payable by the Issuer of 3.00% (including GST) of the initial Investment Amount. This fee will be paid by Citi at no additional cost to Investors.



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Investment Profile

Time Horizon (In Years)	1 or less	2	3	4	5 or more	Open-ended
Risk	Very Low	Low	Moderate	High	Very High	Speculative
Investment Objective	Full Protection	Partial Protection	Conditional Protection	No Protection	Income	Growth

The above table is a quick reference guide to certain parameters of the product relating to maturity, risk and type of investment goals this product will seek to meet. This is not a recommendation of the product, does not constitute investment advice and should not be construed as doing so.

For more information please call the Structured Sales Desk [1300 30 70 70](tel:1300307070)

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