



Capital Protector

Series 1 – Australian Equity Funds

Capital Protector is an investment that allows you to benefit from the growth in a basket of 4 well regarded Australian Equity Funds, with the added security of capital protection.

Why Invest In The Australian Sharemarket?

Despite the poor performance of the Australian sharemarket over the past two years, history has demonstrated that exposure to the sharemarket has the capacity to add significant value to an investment portfolio if held for the medium to longer term. For many investors though, choosing the right time to invest can be difficult.

Capital Protector is a unique investment that gives you the opportunity to have exposure to the sharemarket but with the peace of mind knowing that your capital is protected. Your investment in Capital Protector gives you the potential for sharemarket growth that you require with the added security of capital protection.

How Does Capital Protector Work?

When you invest in Capital Protector you receive a Note, issued by Macquarie Bank, that entitles you to receive the average of the quarterly growth in 4 Australian Equity Funds over a 6 year period. If held to Maturity, your initial investment is capital protected.

The Note will be issued under a Product Disclosure Statement – a copy of which can be obtained from your financial adviser.

Key Features

- Security – your initial capital is protected if held to Maturity
- Medium term investment – fixed 6 year investment, maturing October 2009
- Minimum investment of just \$5,000
- Exposure to a basket of 4 high profile Australian Equity Funds
- Simple set and forget investment – there are no payments required during the investment term
- Quarterly “lock ins” – growth is measured as the average of the closing unit price of the underlying funds for each of the 24 quarterly periods during the term of the investment
- Participation in growth – you will receive between 100% and 110% of the average growth of the underlying funds*
- Investment growth is taxed as a capital gain, not as income (if held for more than 12 months)
- No Application Fees

*The Participation Rate will be set when the Notes are issued.

Early Bird BONUS
Invest before 30 September 2003 and earn
4.5% pa on your investment from the
date your Application is processed
until 31 October 2003

Key Dates 2003

25 August	Offer Opens
31 October	Offer Closes
3 November	Notes Issued

The Funds

An investment in Capital Protector provides exposure to the growth in the unit price of 4 well regarded Australian Equity Funds. The funds selected for Series 1 are:

- JB Were Wholesale Australian Equities Fund
- Perpetual Wholesale Industrial Fund
- UBS Australian Share Fund
- Ventura Wholesale Australia Fund

There is a 25% exposure to each Fund.

What Happens At Maturity?

At Maturity you can elect to receive your original capital invested plus gains as cash, or you can take units in the underlying Funds and continue your investment. Receiving units in the Funds will not crystallise a capital gain.

If the value of your investment has fallen over the life, you will receive your initial investment at Maturity.

To take units in the Funds at Maturity the Funds must be open and you must meet the minimum investment criteria of the specific Fund. Entry fees may apply at this time.

Who Will It Suit?

An investment in Capital Protector will suit you if you are:

- Taxed at high marginal tax rates
- Seeking an investment that is simple to manage
- Have a medium to longer term investment time horizon (6 years)
- Seeking capital growth (no income is paid during the investment term)
- Looking for sharemarket exposure with the peace of mind of capital protection.
- A Self Managed Superannuation Fund trustee (particularly those in the accumulation phase)

For more information, please contact your financial adviser.

This flyer highlights the key features of the Capital Protector product and has been designed to provide general advice only. Full product information will be contained in a Product Disclosure Statement. Applications for investment can only be made on the Application Form appearing in the Term Sheet that accompanies the Product Disclosure Statement. A potential investor should consider the Product Disclosure Statement before deciding whether or not to acquire a Note. Capital Protector (Equity Performance Notes) is marketed by Discovery Investment Services Corporation Limited ABN 74 100 299 125, a wholly owned subsidiary of Professional Investment Holdings Ltd ABN 11 074 949 429. Capital Protector (Equity Performance Notes) is offered by Macquarie Bank Limited ABN 46 008 583 542. Discovery Investment Services Corporation Ltd distributes this product as a distributor of Macquarie Bank Limited. Neither Discovery Investment Services Corporation Limited nor Professional Investment Holdings Limited is an agent of Macquarie Bank Limited. Neither Discovery Investment Services Corporation Limited nor Professional Investment Holdings Limited has any authority to bind or make statements of behalf of Macquarie Bank Limited or any entity in the Macquarie Bank Group.

