

JBG INCOME ENHANCER

Series 1 – The Australian stock market as measured by the S&P/ASX 200 Price Return Index

Series 2 – Gold price as measured by the SPDR Gold Trust or Gold Spot Price (London Gold Market Fixing Ltd – LBMA PM Fixing Price/USD)

The JBG Income Enhancer Series 1 & 2 are three year investments offering Investors exposure to a choice of either:

- the performance of the Australian share market as measured by the S&P/ASX 200 Price Return Index (Series 1); and/or
- the price of gold bullion (Series 2) as measured by either:
 - the SPDR Gold Trust; or
 - the Gold Spot Price (London Gold Market Fixing Ltd – LBMA PM Fixing Price/USD), as determined by the Issuer in its absolute discretion on the Commencement Date.

Series 1 and 2, offer attractive income returns plus growth potential when the Reference Assets is trending sideways, rising or slightly falling. If you would like exposure to the Australian share market as measured by the S&P/ASX 200 Price Return Index (Series 1) the price of gold bullion (Series 2)¹ but expect their returns to remain relatively flat, you can significantly enhance your potential portfolio yield and growth by investing in JBG Income Enhancer Series 1 and/or Series 2.

Fixed Coupons – Series 1	Four fixed Semi-Annual Coupons calculated as the equivalent of 7.0%p.a of the Initial Issue Price per Unit
Fixed Coupons – Series 2	Four fixed Semi-Annual Coupons calculated as the equivalent of 9.0%p.a (for Series 2) of the Initial Issue Price per Unit. The Semi-Annual Coupon will apply regardless of the choice of exposure made on the Commencement Date)
Strategy Value	<p>The Strategy Value is calculated on each Calculation Date (i.e. the Commencement Date, each monthly anniversary of the Commencement Date (or if that date is not a Scheduled Business Day, the next Scheduled Business Day) and on the Maturity Date) by:</p> <ul style="list-style-type: none"> • calculating the Monthly Return which is subject to a performance cap of 4%. The Monthly Return is the minimum of 104%² and the change in the Reference Asset Closing Price since the last Scheduled Business Day that the Monthly Return was calculated; and • multiplying the Monthly Return with the product of all previous Monthly Returns. The effect of this is that returns on the Reference Asset are compounded.
Knock-in Event	A Knock-in Event occurs if on the Maturity Date, the Strategy Value is below the Knock-in Level.
Knock-in Level	70% of the Initial Strategy Value
Final Value at Maturity	<p>The Final Value per Unit at Maturity will depend on whether or not a Knock-in Event has occurred, which is determined by the performance of the Strategy Value.</p> <ol style="list-style-type: none"> 1. If a Knock-in Event has occurred, the Final Value per Unit will be equal to \$1.00 * Final Strategy Value / Initial Strategy Value. Investors will be exposed to the negative performance of the Strategy Value at Maturity³. 2. If the Strategy Value is at or above the Knock-in Level but at or below the Initial Strategy Value, the Final Value per Unit will be \$1.00 per Unit (i.e. the Initial Issue Price per Unit). 3. If the Strategy Value is above the Initial Strategy Value, the Final Value per Unit will be equal to \$1.00 * Final Strategy Value / Initial Strategy Value.
Liquidity	Weekly liquidity available (subject to JBG Structured Investments complete discretion).
Minimum Investment	\$50,000

1 as measured by either: the SPDR Gold Trust; or the Gold Spot Price (London Gold Market Fixing Ltd – LBMA PM Fixing Price/ USD), as determined by the Issuer in its absolute discretion on the Commencement Date.

2 If the minimum monthly Performance Cap for a particular Series cannot be set at or above the relevant minimum level, the Issuer will not proceed with the offer of that Series. As at the date of this PDS, the Monthly Performance Cap is expected to be 104%. The Monthly Performance Cap will be set on the Commencement Date and will not be less than 103%.

3 This means that if the Strategy Value has fallen 100% over the Investment Term, the Final Value will be zero and Investors will have lost their Total Investment Amount (being the Issue Price per Unit and any Application Fee Paid).



Key Risks:

- While the Units pay a fixed income in the form of Semi-Annual Coupons, there is no guarantee that the Units will generate returns in excess of the Total Investment Amount (comprising the Issue Price for each Unit and any Application Fee paid). Additionally, in the event of an Investor requested Issuer Buy-Back, an Early Maturity Event, you will not receive a refund on the Total Investment Amount.
- **Downside risk** – If a Knock-in Event has not occurred, the Final Value at Maturity will be equal to or greater than the Initial Issue Price per Unit. In this way, Investors are protected against the effect on the Final Value of a fall in the Strategy Value over the Investment Term of less than 30% of the Initial Strategy Value for Investors who acquire the Units during the Initial Offer Period hold the Units to Maturity. This does not apply if a Knock-in Event occurs, if there is Early Maturity of the Units for any reason or if the Units are subject to Issuer Buy-Back.
- Your return is affected by the performance of the Reference Asset. There is no guarantee that the Reference Asset will perform well.
- Investors who acquire Units during the Secondary Offer Period at an Issue Price above the Initial Issue Price will receive a lower overall return, or make a greater loss, as the Coupons and Final Value are calculated by reference to the Initial Issue Price.
- The Strategy Value is calculated by the Monthly Return (subject to a performance cap of 4%) and multiplying the Monthly Return to the product of all previous monthly returns. Due to the way that the Monthly Return is calculated, Investors are not exposed to any increases in the Reference Asset of over 4% across a single month.
- The relevant Reference Asset (being the S&P/ASX 200 Index for Series 1 or the price of gold bullion as measured by either the SPDR Gold Trust or the Gold Spot Price (London Gold Market Fixing Ltd – LBMA PM Fixing Price/USD) for Series 2) may not perform well. This may be caused by a number of factors, including global, country, industry or asset specific factors.

For further information about the Key Risks, please see Section 7 of the PDS. A copy of the PDS can be obtained by contacting JBG Structured Investments on 02 8114 2222 or contacting your financial adviser.

How is the Strategy Value Calculated

For the purposes of this example, we assume the following Series 1 (S&P/ASX200) Reference Asset Closing Prices:

Date	S&P/ASX200 Closing Price
Commencement Date	4,700
Commencement Date plus 1 month	4,800
Commencement Date plus 2 months	5,181
Commencement Date plus 3 months	5,388

As such, the Strategy Value is calculated as set out below.

On the first Calculation Date (being the Commencement Date), the Monthly Return is 1.

On the second Calculation Date (being the monthly anniversary of the Commencement Date), the Monthly Return and Strategy Value are calculated as follows:

$$\begin{aligned}\text{Monthly Return}_1 &= \text{Min}(1.04, \text{Price}_1/\text{Price}_0) \\ &= \text{Min}(1.04, 4800/4700) \\ &= \text{Min}(1.04, 1.0212766) \\ &= 1.0212766\end{aligned}$$

$$\begin{aligned}\text{Strategy Value}_1 &= \text{Monthly Return}_0 \times \text{Monthly Return}_1 \\ &= 100 \times 1.0212766 \\ &= 102.12766\end{aligned}$$

On the next Calculation Date (being one calendar month from the previous Calculation Date), the Monthly Return and Strategy Value are calculated as follows:

$$\begin{aligned}\text{Monthly Return}_2 &= \text{Min}(1.04, \text{Price}_2/\text{Price}_1) \\ &= \text{Min}(1.04, 5181/4800) \\ &= \text{Min}(1.04, 1.079375) \\ &= 1.04\end{aligned}$$

$$\begin{aligned}\text{Strategy Value}_2 &= \text{Monthly Return}_0 \times \text{Monthly Return}_1 \times \text{Monthly Return}_2 \\ &= 100 \times 1.0212766 \times 1.04 \\ &= 106.2127\end{aligned}$$

On the next Calculation Date (being one calendar month from the previous Calculation Date), the Monthly Return and Strategy Value are calculated as follows:

$$\begin{aligned}\text{Monthly Return}_3 &= \text{Min}(1.04, \text{Price}_3/\text{Price}_2) \\ &= \text{Min}(1.04, 5388 / 5181) \\ &= \text{Min}(1.04, 1.03995368) \\ &= 1.03995368\end{aligned}$$

$$\begin{aligned}\text{Strategy Value}_3 &= \text{Monthly Return}_0 \times \text{Monthly Return}_1 \times \text{Monthly Return}_2 \\ &\quad \times \text{Monthly Return}_3 \\ &= 100 \times 1.0212766 \times 1.04 \times 1.03995368 \\ &= 110.456376\end{aligned}$$

This calculation continues until the maturity of the investment.

To find out more, contact your adviser or JBG Structured Investments on 02 8114 2222

Initial Offer Period closes 21 March 2013⁴

Units in JBG Enhancer Units – Series 1 & 2 are issued by JBG Structured Investments Pty Ltd (ACN 145 459 936) (the “Issuer”) and arranged by Valuestream Investment Management Ltd (ACN 094 107 034, AFSL 246621). Investments in the JBG Enhancer Units – Series 1 & 2 can only be made by completing an Application Form attached to the Product Disclosure Statement dated 25 February 2013 (“PDS”) and submitting it to JBG Structured Investments Pty Ltd (ABN 67 145 459 936). A copy of the PDS can be obtained by contacting JBG Structured Investments on 02 8114 2222 or contacting your financial adviser. Investors should consider the PDS before deciding whether to invest in Units in JBG Enhancer Units – Series 1 & 2.

Capitalised terms in this flyer have the meaning given to them in Section 13 “Definitions” of the PDS.

This flyer has been prepared by the Issuer for general promotional purposes only and is not an offer to sell or solicitation to buy any financial products. This flyer does not constitute personal advice and has been prepared without taking into account your objectives, financial situation or needs. Investors should consider obtaining professional advice as to whether this financial product suits their objectives, financial situation or needs before investing.

⁴ There is intended to be a Secondary Offer between 4 April 2013 and 4 March 2013. Please see the PDS for further information.

