



MACQUARIE

Macquarie Flexi 100 Trust

The Macquarie Flexi 100 Trust (Flexi 100) allows investors to borrow to gain enhanced exposure to a range of domestic and international growth opportunities, with 100 per cent protection of their loan principal amount.

Key features

Flexi 100 provides investors with:

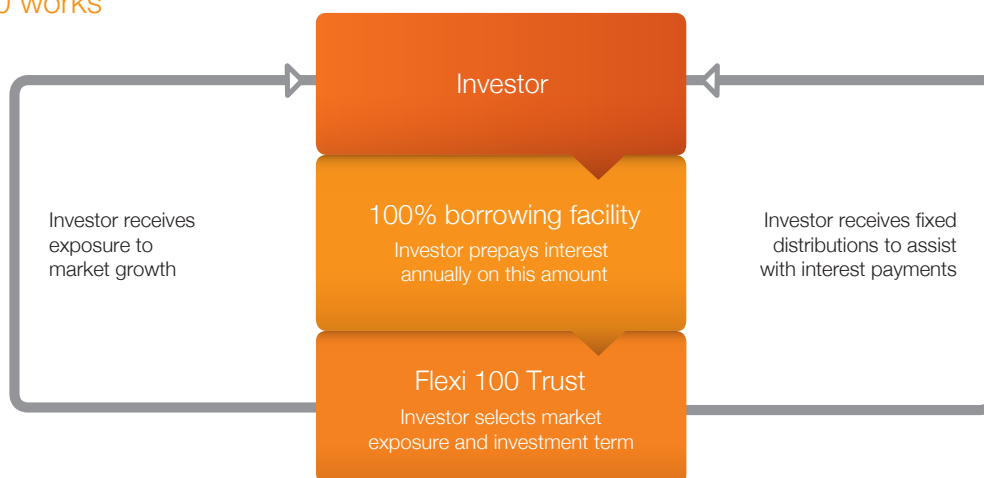
- **growth exposure** – to the investment opportunity, for example the S&P/ASX 200 Index
- **income** – fixed distributions throughout the term
- **tax certainty** – the ATO Product Ruling provides certainty over interest deductibility.^{1,2}

In addition, Flexi 100's 'Walk-Away' feature provides investors with the flexibility to exit the investment early without incurring any additional costs should their circumstances or market conditions change.³

Key benefits

- Select from a range of market exposures, fixed distributions and investment terms offered throughout the year
- Ability to exit early with no costs via the 'Walk-Away' feature³
- 100 per cent borrowing at a capped interest rate with no margin calls
- 100 per cent protection of the borrowed principal amount⁴
- Upfront certainty of the investment's holding cost over the term
- Invest from as little as \$25,000 with the flexibility to allocate between Classes upfront
- Self managed super fund (SMSF) compliant.⁵

How Flexi 100 works



1 The Product Ruling is only a ruling on the application of taxation laws and in no way express or implies a guarantee or endorsement of the commercial viability of Flexi 100, of the soundness or otherwise of Flexi 100 as an investment, or of the reasonableness or commerciality of any fees charged in connection with Flexi 100. The Product Ruling is only binding on the Commissioner of Taxation if the investment in Flexi 100 is implemented in the specific manner provided in the Product Ruling.

2 Interest on an Investment Loan may be deductible up to the Reserve Bank of Australia's indicator variable rate for standard housing loans plus 100 basis points, being 7.20 per cent for the month of July 2013.

3 Investors may withdraw on an approximately quarterly basis. Prepaid interest on an Investment Loan will not be refunded. Investors will be required to pay any amount owing on their Interest Loan (if applicable).

4 The Investment Loan is a limited recourse loan. This means any principal amount payable by you to the Loan Provider in respect of the Investment Loan is limited to your Units and your proceeds. In other words, you will never be required to repay the borrowed investment amount using assets unrelated to your investment in the relevant Flexi 100 class. This does not apply to an Interest Loan which is a full recourse loan.

5 Trustees of superannuation funds who propose to invest in the Macquarie Flexi 100 Trust should be aware of their obligations to formulate and implement an appropriate investment strategy that has regard to the whole of the circumstances of their fund and to act in the best interests of the members of the fund.

Suitable for...

Flexi 100 may be suitable for a wide range of investors, including individuals and SMSFs⁵ who want:

- to borrow to gain enhanced growth exposure to the investment opportunities
- regular, predictable income to assist with interest payments
- the flexibility to exit early should their circumstances or market conditions change³
- an investment that is potentially tax effective^{1,2}
- to pay the cost of their investment monthly, via an optional Interest Loan.⁶

Risks

There are risks associated with an investment through Flexi 100 including:

- Poor performance: the risk that the relevant underlying asset does not perform well enough to make a gain on the investment
- Borrowing to invest: there is a material risk that the total value of the returns at Maturity (if any) and fixed distributions paid throughout the Term will be less than the total interest payments
- Foreign exchange fluctuations: for some Classes, the risk that foreign exchange rate movements may negatively affect returns
- Early termination risk: investors' exposure to the underlying asset may be terminated prior to Maturity
- Counterparty risk: the risk that the Counterparties to the agreements through which the Fund gains its exposure to the Reference Assets (the Swap Counterparty and Collateral Counterparty) do not meet their obligations
- Interest deductibility: the ATO may adopt a position which could lead to the denial of part or all of investors' tax deductions for some or all interest expenses referable to the investment.

More information

For more information contact your financial adviser or Macquarie Specialist Investments.

Telephone: 1800 080 033

Email: structuredinvestments@macquarie.com

Website: macquarie.com.au/flexi

For more information visit macquarie.com.au/flexi

⁶ Not available for superannuation funds.

This information has been prepared by Macquarie Financial Products Management Limited ABN 38 095 135 694 AFSL 237847 (MFPML), the responsible entity of, and the issuer of units in, the Macquarie Flexi 100 Trust ARSN 129 962 189 (Macquarie Flexi 100) and is current as at 30 August 2013.

An invitation by MFPML for investors to apply for units in Macquarie Flexi 100 is made in a Product Disclosure Statement dated 16 September 2013 (PDS), available at macquarie.com.au/flexi or by phoning 1800 080 033. In deciding whether to acquire, or continue to hold, an interest in Macquarie Flexi 100, investors should obtain the PDS and consider its contents.

This information has been prepared by MFPML without considering an investor's objectives, financial situation or needs. An investor should consider the appropriateness of this information in relation to their objectives, financial situation or needs.

MFPML does not give tax advice. Any tax discussion in this document is based on laws and anticipated legislation at the time of writing, which may change. How tax laws apply to you will depend on your circumstances, and you should seek independent advice before investing.

The loan is offered by Macquarie Specialist Investments Lending Limited ABN 59 125 574 389 (MSIL) and is subject to approval.

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Investments in Macquarie Flexi 100 are not deposits with, or other liabilities of, Macquarie Bank Limited ABN 46 008 583 542 (MBL), MSIL or of any Macquarie Group company, and are subject to investment risk, including possible delays in repayment and loss of income or capital invested. None of MBL, MSIL or other member companies of the Macquarie Group of companies guarantees any particular rate of return, the performance of, or the repayment of capital from Macquarie Flexi 100.