COMMERZBANK

5 Years Autocall-Phoenix Worst of

BAE SYSTEMS PCL, GLENCORE INTERNATIONAL, GLAXOSMITHKLINE PLC

Key Facts:

- Maturity : Up to 5 years (if not previously autocalled)
- Currency: USD
- Underlying
- -BAE SYSTEMS PLC
- -GLENCORE INTERNATIONAL
- -GLAXOSMITHKLINE PLC
- Up to 60% return
- Invested capital is at risk at maturity if any Underlying closed below 50% of its Strike Level
- ISIN: XS0948395131

Investment rationale:

You gain exposure to some of the most succesful companies from the United Kingdom.

- BAE Systems is a global defence, aerospace and security company employing around 88,200 people worldwide. The wide-ranging products and services cover air, land and naval forces, as well as advanced electronics, security, information technology, and support services.
- Glencore Xstrata is one of the world's largest global diversified natural resource companies and is one of the biggest companies within the FTSE 100 Index. The Group's industrial and marketing activities are supported by a global network of more than 90 offices located in over 50 countries. Its diversified operations comprise of over 150 mining and metallurgical sites, offshore oil production assets, farms and agricultural facilities. Its employ approximately 190,000 people, including contractors.
- GlaxoSmithKline PLC (GSK) is a British multinational pharmaceutical, biologics, vaccines and consumer healthcare company headquartered in London, United Kingdom. It is the world's fourth-largest pharmaceutical company measured by 2009 prescription drug sales

How this product works:

This investment product is linked to the performance of three stocks: BAE Systems, Glencore International, Glencore international

At the start of the product, on the trade date, the Investor purchases Denominations of the Note. On Strike date, the closing levels of each Index are recorded and these levels are taken as the Strike Levels. On each Early Observation Date, the closing levels of each Index are observed, and if on any observation date, the least performing underlying closes at or above 75% of its strike price, you receive a coupon payment of 12% p.a. Starting from the fourth observation date, if the least performing underlying closes at or above 100% of its strike price, you are early redeemed and receive 100% of the nominal. Example:

- If on the 4th Observation date, this is the first Observation Date that the closing levels of all underlyings are all at or above 100% of their Strikes, then the Note autocalls and the Investor will receive all their investment amount back plus a 3% Coupon payment.
- If the Investment does not autocall before the final Observation Date and if the least performing underlying closes at or above 50% of its strike price, the Investor will receive all its Investment amount back. In the event that the least performing underlying closes below 50% of its Strike, the amount invested by the Investor will receive back will be reduced by any negative performance of the least performing underlying.
- If on the Final Observation date, the least performing underlying closes at 45% of its Strike Level, then the Investor will receive 45% of their initial investment amount returned.

Underlyings:

BAE Systems plc develops, delivers, and supports advanced defense and aerospace systems. The Group manufactures military aircraft, surface ships, submarines, radar, avionics, communications, electronics, and guided weapon systems. BAE Systems services clients located throughout the world.

Glencore Xstrata plc is a diversified natural resources company. The Company operates in three groups: Metals and Minerals, Energy Products, and Agricultural Products. Glencore Xstrata offers its products and services around the world.

GlaxoSmithKline PLC is a research-based pharmaceutical company. The Company develops, manufactures, and markets vaccines, prescription, and over-the-counter medicines, as well as health-related consumer products. GlaxoSmithKline provides products for infections, depression, skin conditions, asthma, heart & circulatory disease, and cancer.

(Source: Bloomberg).

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Indicative terms and conditions	
Issuer:	Commerzbank AG
Ratings:	Baa1 (Moody's) / A (S&P)
Lead manager:	Commerzbank AG
Type of security:	Note issued under the Notes programme of the issuer
Underlyings:	Underlying — Ticker (Bloomberg)
	1 BAE SYSTEMS PLC — BA / LN Equity
	2 GLENCORE INTERNATIONAL — GLEN LN EQUITY
	3 GLAXOSMITHKLINE PLC — GSK LN EQUITY
Trade Date:	21-06-2013
Strike Date:	19-07-2013
Payment Date:	26-07--2013
Early Observation Dates:	Every 3 months starting the 21-Oct-2013
Early Redemption Dates:	Every 3 Months starting the 28-July-2014
Final Valuation Date:	19-07-2018
Final Redemption Dates:	26-07-2018
Issue Price:	100%
Currency:	USD
Minimum Investment:	USD 1,000
Denomination:	USD 1,000
Strike Level:	Determined on 19-07-2013
European Barrier:	50%
Coupon:	3% Quarterly on each redemption date if the least performing underlying closes at or above 75% of its strike price
Autocall Trigger:	If, on an Early Observation Date starting on the 28 July 2014, the least performing underlying closes at or above 100% of its strike price, the product is Autocalled and subject to Early Redemption.
Early Redemption:	If on any Early Observation Dates n starting from the fourth observation date(n=4,5…20) the Autocall is Triggered, Note holders will receive the Nominal plus a coupon payment of 3%
Redemption at Maturity	Unless Early Redeemed, on the Final Valuation Date, If all 3 Underlyings close above 75% of their respective strike values, Noteholder will receive the Nominal plus a coupon payment of 3% Else, if one or more of the underlyings close below 75% but all Underlyings close above 50% of their respective strike values, the Noteholder will receive the Nominal but no coupon payment Else, if the Least performing Underlying closes below 50% of its respective strike level, the Noteholder receives the performance of the least performing underlying in Cash
	Least Performing underlying: With respect to the relevant observation date, the Underlying whose price has fallen the most among all Underlyings.

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