Investec
Triple Index Fixed Income Investment - June 2016
Factsheet



INVESTMENT DESCRIPTION

A 6 year investment with quarterly coupons of 1.2% (equivalent to 4.8% p.a.).

Capital protection is linked to the performance of the US, UK and Eurozone stock markets which means a fall of more than 35% in any of the underlying is needed before capital is at risk

The fixed coupon will be paid quarterly irrespective of the performance of the underlying indices.

At the final observation date, if all underlyings are at or above 65% of their initial level, capital will be returned in full. If any underlying is below 65% of its original level, capital return will be reduced on a 1-for-1 basis on the worst performing underlying. For example, if the worst performing underlying has fallen to 40% of its original level 40% of the capital will be paid.

BENEFITS

- A fixed coupon is paid irrespective of the performance of the underlyings
- Income is paid quarterly
- Daily pricing and trading available

RISKS

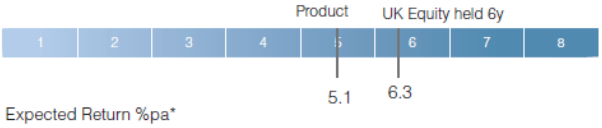
- The return is limited to the pre-defined investment terms
- There is a risk to capital should one of the underlyings breach the barrier or the issuer default on their obligations

Investec: Investec Ltd is an international investment and private banking group. The group provides corporate and investment banking, securities trading, asset management, property trading and management and trade finance services.

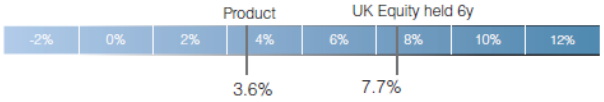
Source: Bloomberg 28.04.2016

PRODUCT ANALYSIS

Risk Indicator (mapped to SRRI volatility buckets)



Expected Return %pa*



Source: Investment Product Research

Read the full report here

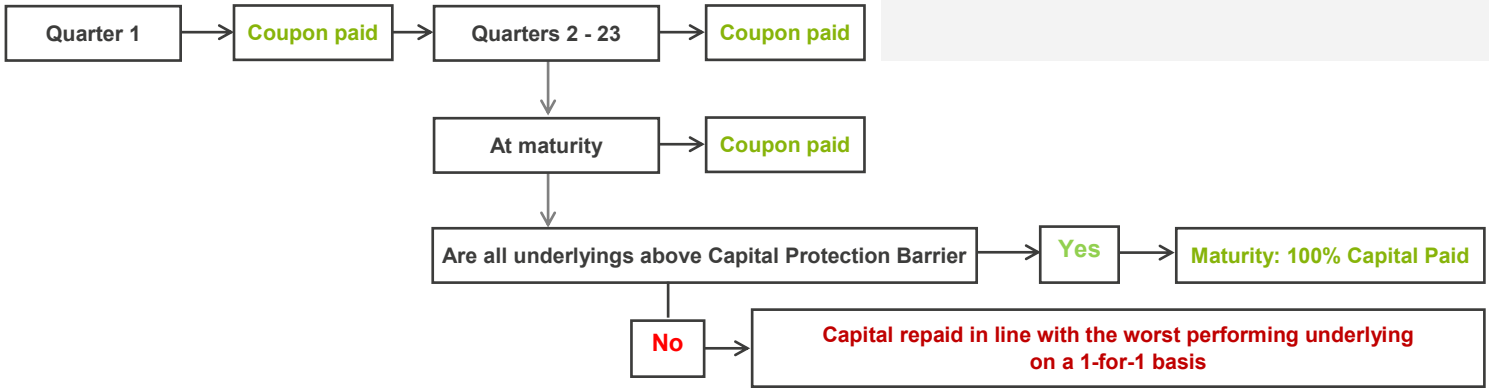
PRODUCT FACTS & FEATURES

Issuer and Counterparty:	Investec
Credit Ratings:	Moody's A2; Fitch BBB Source: Bloomberg 28.04.2016
Maximum Term:	6 years
Investment Structure:	Classic Fixed Income
Coupon Rate:	4.8% p.a paid quarterly
Capital Risk:	Not capital protected
Capital Protection Barrier:	65% Final level (European style)
Underlying Basket:	FTSE 100 (UKX), S&P 500 (SPX), Eurostoxx 50 (SX5E)
Subscription Period:	28 Apr 2016 - 09 Jun 2016 (4.30pm UK time)

KEY DATES

Strike Date:	10 June 2016
Final Observation:	10 June 2022
Maturity Date:	14 June 2022
Currency:	GBP
ISIN:	XS1405997948

HOW THE INVESTMENT WORKS



IDAD Limited is Authorised and Regulated by the Financial Conduct Authority FCA FRN 740499. For Professional Clients and Eligible Counterparties as defined by the FCA only. This material should be read and understood along with the Issuer's Term Sheet, which is available on request. All rights reserved. No part of this publication may be reproduced, copied or distributed without the prior permission in writing of IDAD. Returns from the structured products are at risk in the event of any of the institutions who provide securities for these products default on their financial obligations.

Investec
Triple Index Fixed Income Investment - June 2016
Factsheet



SUITABILITY

May be suitable for investors who:

- are seeking higher returns than current cash rates
- understand the impact of global economic issues
- are seeking a fixed return paid every quarter
- understand and accept there is a risk to capital
- are looking to invest for the medium or long term, being happy to remain invested until maturity
- feel equity markets shouldn't fall greatly over the next 6 years
- wish to use this investment as part of a diversified portfolio
- understand that the returns are fixed and that they will forgo market growth which exceeds that fixed level
- understand the risk to capital in the event of counterparty default
- should they need to sell their investment, accept that the trading price will likely mean they get back less than they invested

RATIONALE

Structured products are becoming increasingly popular for investors due to the wide variety of payoffs and levels of protection that can be achieved by the different types of structures that are available.

.

The opportunity for an income stream is of key importance to investors as part of their wealth planning. This investment offers an attractive fixed quarterly coupon so the coupon will always be paid irrespective of the performance of the underlying indices.

To manage the capital risk, three of the most developed global markets have been used with a 65% final level barrier which offers re-assurance to the more cautious investor

THE UNDERLYINGS

The **FTSE100** (UKX) is a market-capitalisation weighted index of UK listed blue chip companies. The index is part of the FTSE UK Series and is designed to measure the performance of the 100 largest companies traded on the London Stock Exchange that pass screening for size and liquidity.

Standard and Poor's 500 (SPX) Index is a capitalization-weighted index of 500 stocks. The index is designed to measure performance of the broad domestic economy through changes in the aggregate market value of 500 stocks representing all major industries.

The **Eurostoxx 50** (SX5E) Europe's leading blue-chip index for the Eurozone, provides a blue-chip representation of super sector leaders in the Eurozone. The index covers 50 stocks from 12 Eurozone countries and is licensed to financial institutions to serve as an underlying for a wide range of investment products.

Source: Bloomberg 28.04.2016

For further information please contact IDAD at:

email: enquiries@idad.biz **telephone:** +44(0)1730 263943 **or visit our website** www.idad.biz

The Investec Triple Index Note is/are not in any way sponsored, endorsed, sold or promoted by FTSE International Limited ("FTSE") or the London Stock Exchange Group companies ("LSEG") (together the "Licensor Parties") and none of the Licensor Parties make any claim, prediction, warranty or representation whatsoever, expressly or impliedly, either as to (i) the results to be obtained from the use of the FTSE100 (the "Index") upon which the Investec Triple Index Note is based, (ii) the figure at which the Index is said to stand at any particular time on any particular day or otherwise, or (iii) the suitability of the Index for the purpose to which it is being put in connection with the Investec Triple Index Note. None of the Licensor Parties have provided or will provide any financial or Investment advice or recommendation in relation to the Index to Investec or to its clients. The Index is calculated by FTSE or its agent. None of the Licensor Parties shall be liable (whether in negligence or otherwise) to any person for any error in the Index or (b) under any obligation to advise any person of any error therein. All rights in the Index vest in FTSE. "FTSE®" is a trade mark of LSEG and is used by FTSE under licence.

IDAD Limited is Authorised and Regulated by the Financial Conduct Authority FCA FRN 740499. For Professional Clients and Eligible Counterparties as defined by the FCA only. This material should be read and understood along with the Issuer's Term Sheet, which is available on request. All rights reserved. No part of this publication may be reproduced, copied or distributed without the prior permission in writing of IDAD. Returns from the structured products are at risk in the event of any of the institutions who provide securities for these products default on their financial obligations.