

## **MARKET LINKED DEPOSIT (MLD) with minimum return**

linked to

**Dow Jones Eurostoxx 50 Index**

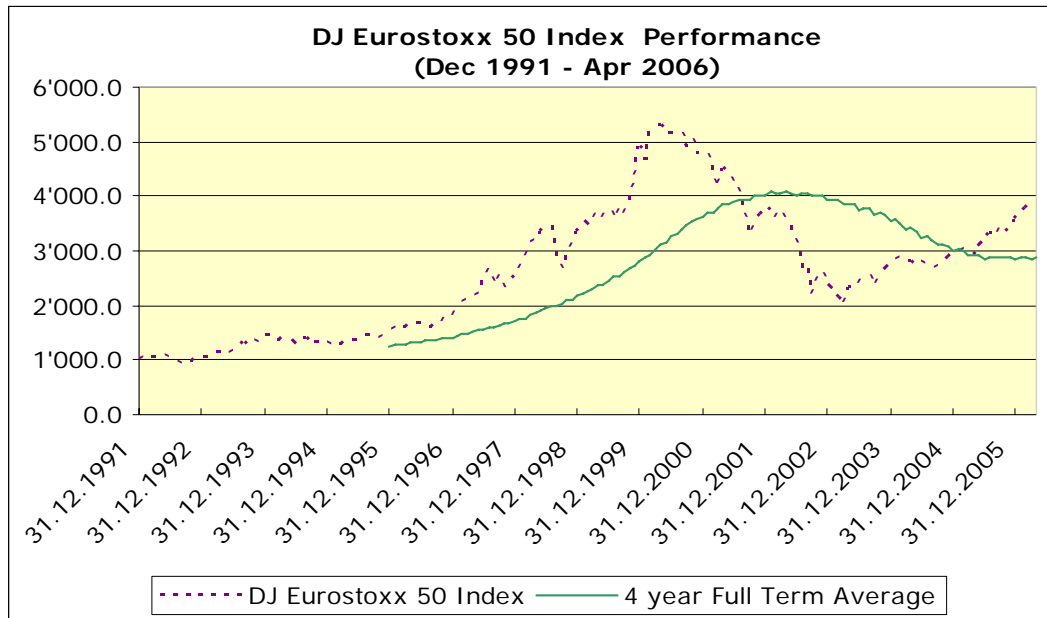
**4 Year Structured Deposit in EUR (Ref. 532)**

**100% capital protection plus  
11% minimum return at maturity**

**Subscriptions possible  
at market price**

## MLD with minimum return (EUR)

This structure is designed for conservative investors who are looking for medium/long-term access to the Euroland Equity markets, in a 100% principal and currency protected manner. The return is linked to the average performance of the DJ Eurostoxx 50 Index. **The minimum return paid at maturity is 11%.**



(Source: Reuters)

At maturity investors receive **the higher of**

a) 100% of invested capital + 11% minimum return

or

b) 100% of invested capital + 85% of the Average DJ Eurostoxx 50 Index performance over 4 years

The performance of this MLD is linked to the average level of the DJ Eurostoxx 50 Index over the full 4 year term, based on the value of the Index at the end of every three month period (16 quarterly observation points). **The potential return is unlimited.**

### Past Index Performances (monthly statistics starting 31.12.91, 125 observations)

<b>4 year performance (Full term average)</b>	<b>DJ Eurostoxx 50 Index</b>
Best performance	111.1%
Worst performance	-38.0%
Average performance	29.8%
Positive performances	92
Negative performances	33

Example: Based on the average performance of 29.8% over the past 14 years, the MLD payout would have been 125.33% (85% participation on 29.8% performance)

**Please bear in mind that past performance is no guarantee for future performance**

# MLD with minimum return (EUR)

Please find below the **final terms** of this product:

Currency	EUR
Minimum investment	EUR 50'000
Effective date	22.05.2006 (closing level)
Payment date	Trade date + 2 business days
Maturity date	24.05.2010
Final Settlement date	26.05.2010
Capital protection level	100% at maturity
Minimum return	11% flat, paid at maturity
DJ Eurostoxx 50 Index Start level	3'539.77
Participation ratio	85% of the average performance of the DJ Eurostoxx 50 Index
Averaging method used for index performance (Asian End)	4 years full term, simple average of 16 quarterly observation points)
Commission rate	0.75% p.a. charged annually

## Deposit Redemption

The higher of:

- a) **Nominal Amount x 111%**  
or
- b) **Nominal Amount x 100% + {Nominal Amount x (85% x Average DJ Eurostoxx 50 Index Performance)}**

## Definitions

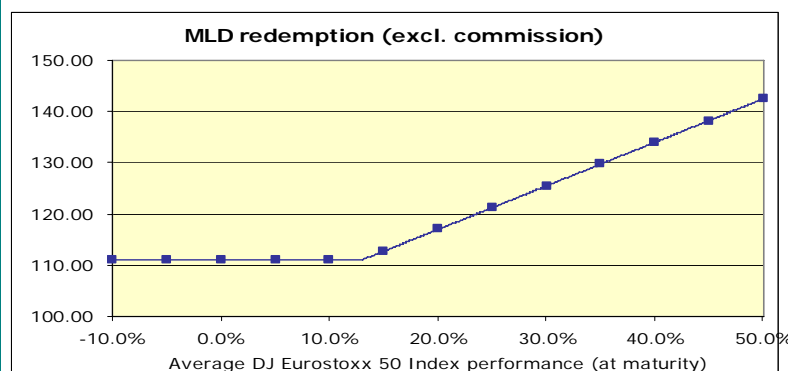
- Average DJ Eurostoxx 50 Index Performance =  

$$\frac{(\text{Average DJ Eurostoxx 50 Index level} - \text{DJ Eurostoxx 50 Index Start level})}{\text{DJ Eurostoxx 50 Index Start level}}$$
- Average DJ Eurostoxx 50 Index level = simple arithmetic average of the closing level of the DJ Eurostoxx 50 Index as at the close of business on the 22<sup>nd</sup> of each August, November, February and May, adjusted for good business days, from 22.08.2006 to 24.05.2010, inclusive. There are 16 observation points.
- DJ Eurostoxx 50 Index Start level = closing level of the DJ Eurostoxx 50 Index on the Effective date

## Payout table

<i>4 year average DJ Eurostoxx 50 Index performance</i>	<i>4 year MLD payout at maturity (excl. commission)</i>
-10%	111.00
0%	111.00
10%	111.00
15%	112.75
20%	117.00
30%	125.50
40%	134.00
50%	142.50

## Payout Diagram



# MLD with minimum return (EUR)

## Important information

- This document is issued by Lloyds TSB Bank plc, Geneva. For investors in the United Kingdom the UK regulatory protections, including the Financial Services Compensation Scheme, as established by the Financial Services and Markets Act 2000, do not apply. Lloyds TSB Bank plc is authorised and regulated by the Financial Services Authority in the United Kingdom in respect of designated investment business.
- For clients of Lloyds TSB Bank plc, DIFC Branch: This marketing material is intended for wholesale private banking clients only, as defined by Dubai Financial Services Authority regulations. Lloyds TSB Bank plc, DIFC Branch is regulated by the Dubai Financial Services Authority.
- This document is for information only and should not be relied upon as authoritative. No representation is made as to its accuracy or completeness and Lloyds TSB Bank plc accepts no liability for any loss arising from any use of this document or its contents
- Early termination is possible at market value. For details and additional fees, please refer to the Fiduciary Instruction form
- The EU adopted on June 3, 2003 a Directive on the Taxation of Savings Income ("EU Savings Directive") of EU resident individuals. Switzerland, as well as other countries, concluded an Agreement with the EU in this respect ("CH-EU Agreement"). According to the CH-EU Agreement, an EU retention (similar to a withholding tax at source) has been scheduled to be progressively implemented and increased from rates of 15% from 1 July, 2005, to 20% from 1 July, 2008, and to 35% from 1 July, 2011, in the cases where the exchange of information has not been deliberately authorised by the accountholder. According to the legislations mentioned, the minimum return element of this product is considered as interest and, as such, falls within the scope of the EU Savings Directive resp. the CH-EU Agreement. Therefore, if you are a EU resident individual, the minimum return of the product shall be subject to the EU retention unless you have signed the Authorisation for Disclosure Procedure form
- In case of substantial change in market conditions, we reserve the right to cancel the offering

For more information, please contact your Relationship Manager, or alternatively

Equity Advisory Desk, Financial Markets  
Lloyds TSB Bank plc  
Geneva Branch  
P.O. Box 5145  
CH-1211 Geneva 11

## FIDUCIARY INSTRUCTION

### Market Linked Deposit

I/we authorise the Bank to place in its own name, but at my/our sole risk, with Lloyds TSB Bank plc in London, an investment with the items specified below regulated by the Master Agreement issued by Lloyds TSB Bank plc, London.

**Nominal Currency / Amount:** EUR .....

**Market Index / Underlying:** DJ Eurostoxx 50 Index .....

**Capital Protection Level:** 100% at maturity ..... **Maturity Date:** 24.05.2010 .....

**Minimum return:** 11% flat, paid at maturity .....

Averaging method used for fund performance (Asian End): Full term average (simple arithmetic average of 16 quarterly observation points) .....

Participation: 85% .....

I/we note and understand the following important points relating to this investment with Lloyds TSB Bank plc, London :

A commission of 0.75% p.a. will be charged on the Nominal Amount, on a pro rata basis, until maturity or early termination of the Deposit.

If access to the capital is required by the customer, early termination shall be possible. However, in such circumstances, the value of the repayment will depend upon the realisable value of the underlying (notably derivatives) entered into by Lloyds TSB Bank plc, London. **The repayment value may be substantially below the Nominal Amount of the deposit both in percentage terms and in absolute amount.** This value is affected by a number of factors including the prevailing interest rates, market conditions and level of the Market Index/Underlying. An additional fee of 1% on the value of repayment will be charged.

Calculation of the Return at maturity is specified in the Master Agreement. The return on an investment of this type depends upon the movement in the Market Index/Underlying which cannot be predicted and should the market fail to perform adequately, I/we might not receive any Return on my/our investment, unless a minimum return has been specified.

The EU adopted on June 3, 2003 a Directive on the Taxation of Savings Income ("EU Savings Directive") of EU resident individuals. Switzerland, as well as other countries, concluded an Agreement with the EU in this respect ("CH-EU Agreement"). According to the CH-EU Agreement, an EU retention (similar to a withholding tax at source) has been scheduled to be progressively implemented and increased from rates of 15% from 1 July, 2005, to 20% from 1 July, 2008, and to 35% from 1 July, 2011, in the cases where the exchange of information has not been deliberately authorised by the accountholder. According to the legislations mentioned, the minimum return element of this product is considered as interest and, as such, falls within the scope of the EU Savings Directive resp. the CH-EU Agreement. Therefore, if you are a EU resident individual, the minimum return of the product shall be subject to the EU retention unless you have signed the Authorisation for Disclosure Procedure form

Agreed

I/we confirm, in particular, my/our understanding of the calculation of the Return and my/our acceptance to the risks potentially arising from this kind of investment. In addition, I/we acknowledge being fully aware of the fact that, **should I/we place an early termination request, the repayment value obtained could possibly be considerably below my/our initial investment.**

A specimen of the Master Agreement is at your disposal upon request.

Please debit my/our account No ..... with yourself of the nominal amount and associated fees. Provisions of the power of administration for Fiduciary Deposits abroad and article 27 of the General Conditions governing the Applicable Law and jurisdiction, apply in my/our relationship with the Bank.

Date: ..... Name: ..... Signature: .....