

Dual Currency Investment

On top of Forex trends to capture potential return

Important Notes:

1. This is a structured investment product involving derivatives. The investment decision is yours but you should not invest in this product unless the intermediary who sells it to you has explained to you that the product is suitable for you having regard to your financial situation, investment experience and investment objectives.
2. This product is not principal protected. You may lose all or part of your Principal Amount and Interest Amount.
3. Before making any investment decision, you should assess your own financial situation, investment experience, investment objectives, willingness and ability to bear risks, and understand the nature and risks of the product. If in doubt, you should seek advice from independent financial advisers.
4. This promotional material is for reference only. It is not and does not constitute any offer, solicitation or recommendation to buy, sell or provide any investment product or service.
5. This promotional material is issued by Chiyu Banking Corporation Limited. The contents of this promotional material have not been reviewed by any regulatory authority in Hong Kong.

Product Features

Currency Linked Investment - Dual Currency Investment is a currency-linked investment product. According to your personal investment preference and outlook on currency exchange rate, and depending on the performance of the currencies, you have the opportunity to earn a higher potential return, or to buy the Linked Currency at a predetermined conversion rate.

Various Currency Combinations

You can choose any 2 currencies from HKD, USD, CNY, AUD, NZD, GBP, CAD, EUR, and JPY to form a currency pair*, which allows you to stay up to date with the market and grasp the investment opportunity.

* Excluding the currency pair of USD / HKD

Flexible Investment Choices

The Investment Period varies from 1 week, 2 weeks, 1 month, 3 months to 6 months, with the Principal Amount of as low as HK\$50,000 or its equivalent in another currency. This provides flexible choices for your various investment needs

Multiple Trading Channels

The Bank provides multiple trading channels, including designated branches, Internet Banking and Manned Investment Trading Hotline.

Trading Channel	Service Hours
Branch	Mondays to Fridays*, 9:00 a.m. - 5:00 p.m.
Internet Banking	Mondays to Fridays*, 9:00 a.m. - 7:00 p.m.
Manned Investment Trading Hotline	Mondays to Fridays, 9:00 a.m. - 7:00 p.m.

* Except public holidays

How It Works

When entering into a Dual Currency Investment contract with the Bank, you need to select:

1. Investment Currency,
2. Principal Amount,
3. Linked Currency and
4. Investment Period

Based on the above information, the Strike Price and the Premium Interest Rate will be agreed between you and the Bank accordingly.

Settlement on the Maturity Date

Illustrative Example ^(Note 1)			
Investment Currency:	HKD	Linked Currency:	AUD
Investment Period:	1 week	Strike Price:	7.8000 (AUD / HK\$)
Principal Amount:	HK\$100,000	Premium Interest Rate:	12.00% p.a.
Scenario Analysis ^(Note 1)			
	Gain Scenario AUD appreciates against HKD	Break-even Scenario AUD slightly depreciates against HKD	Loss Scenario⁺⁺ AUD depreciates against HKD
Spot Price (AUD / HKD) quoted at the Maturity Time	7.9000	7.7821	7.7500
Principal Amount + Interest Amount	HK\$100,230.14	AUD12,850.02	AUD12,850.02

receivable on the Maturity Date			
HKD equivalent (calculated at the Spot Price quoted at the Maturity Time)	HK\$100,230.14	HK\$100,000.00	HK\$99,587.66
Investment Return	Gain HK\$230.14	0	Loss HK\$412.34
Annual rate of return⁺	12.00%	0%	-21.50%

This product is subject to the relevant terms and conditions. For details, please contact our branch staff.

The following risk disclosure statements cannot disclose all the risks involved. Prior to trading or investment, you should collect and study the information required for your investment. You should carefully consider whether trading or investment is suitable in light of your own financial position and investment objectives. You should seek independent financial and professional advice before trading or investment. If you are uncertain of or have not understood any aspect of the following risk disclosure statements or the nature and risks involved in trading or investment, you should seek independent advice.

Risk Disclosure Statement on Currency Linked Investment - Dual Currency Investment ("this product")

- **Not a time deposit** - This product is NOT equivalent to, nor should it be treated as a substitute for, time deposit. **Derivatives risk** - This product is embedded with a FX option. Transactions involving options involve a high degree of risk. Movements in exchange rates may in the worst case result in your losing the entire Principal Amount and Interest Amount. By investing in this product, you accept a legal obligation to settle the Option in the Linked Currency which will be a weaker currency then, if the Option is exercised against you on the Maturity Date, however far the exchange has moved away from the Strike Price.
- **Limited potential gain** - The maximum potential gain is limited to the Interest Amount calculated based on the Premium Interest Rate which is set out in the contract.

- **Maximum potential loss** - This product is not principal protected. In the worst case scenario, you could lose all of the Principal Amount and the Interest Amount. The Principal Amount and the Interest Amount are also subject to the credit risk of the Bank.
- **Not the same as buying the Linked Currency** - Investing in this product is not the same as buying the Linked Currency directly. You have no rights in the Linked Currency during the Investment Period. Movements in the market price of the Linked Currency may not lead to any corresponding change in the performance of this product.
- **Market risk** - The return of this product is linked to the exchange rates of the Linked Currency. Movements in exchange rates can be unpredictable, sudden and drastic, and affected by complex political and economic factors. You will be taking the risk of suffering loss due to the fluctuations of the exchange rates.
- **Liquidity risk** - This product is designed to be held till maturity. Once the transaction for this product is confirmed, no partial or full withdrawal will be allowed before maturity except with our consent.
- **Credit risk of the Bank** - This product is not backed by any collateral. If you invest in this product, you will be taking the credit risk of Chiyu Banking Corporation Limited.
- **Currency risk** - If the Investment Currency and/or Linked Currency is/are not your home currency, and you choose to convert it back to your home currency, or if you receive the Linked Currency and choose to convert it back to the Investment Currency upon maturity, you should note that exchange rate fluctuations may have an adverse impact on, and the potential loss may offset (or even exceed) , the potential return of the product.
- **RMB Conversion Limitation Risk** – RMB investments are subject to exchange rate fluctuations which may provide both opportunities and risks. The fluctuation in the exchange rate of RMB may result in losses in the event that the customer converts RMB into HKD or other foreign currencies.

(Only applicable to Individual Customers) RMB is currently not fully freely convertible. Individual customers can be offered CNH rate to conduct conversion of RMB through bank accounts and may occasionally not be able to do so fully or immediately, for which it is subject to the RMB position of the banks and their commercial decisions at that moment. Customers should consider and understand the possible impact on their liquidity of RMB funds in advance.

(Only applicable to Corporate Customers) RMB is currently not fully freely convertible. Corporate customers that intend to conduct conversion of RMB through banks may occasionally not be able to do so fully or immediately, for which it is subject to the RMB position of the banks and their commercial decisions at that moment. Customers should consider and understand the possible impact on their liquidity of RMB funds in advance.