

UNDERLYING STRATEGY HAS RETURNED +67.1% SINCE SEPTEMBER 2007 (CAR 10.4%)

**EARN**  
**12.5% (6%<sub>AER</sub>)**

**ON 25% OF INITIAL  
INVESTMENT**

**DEPOSIT INTEREST OVER 2 YEARS**



AVAILABLE TO **INVESTMENT** **PENSION** **ARF/AMRF** **INVESTORS**

# BCP

## SPLIT DEPOSIT COMMODITY OUTPERFORMANCE BOND

25% INVESTED IN A 2 YEAR HIGH YIELD DEPOSIT ACCOUNT  
PAYING A FIXED DEPOSIT RATE OF 12.5% GROSS (6% AER)

75% INVESTED IN A 5 YEAR 1 MONTH  
COMMODITY OUTPERFORMANCE BOND

A Capital Secure, market neutral, Absolute Return  
Commodity Bond that aims to achieve consistent positive  
returns in all market conditions

100% Capital Security

Tracks a Bank of America Merrill Lynch investment strategy

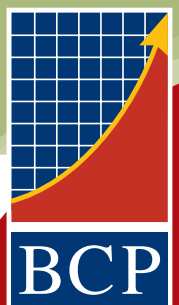
Underlying strategy has a proven track record, 10.4% annualised  
return since September 2007

**CLOSING DATE 28<sup>TH</sup> FEBRUARY 2013**

**Capital Security provided by Bank of Ireland**

**BCP SERVING INVESTORS FOR OVER 40 YEARS**

**www.bcp.ie invest@bcp.ie**



**Asset Management**  
Serving investors since 1969



# BCP SPLIT DEPOSIT COMMODITY OUTPERFORMANCE BOND

This innovative bond offers investors a two tier investment package. 25% is placed in a 2 year high yield deposit account which assures investors of a 12.5% gross gain (6% AER). 75% is invested in a 5 year 1 month Capital Secure Commodity Outperformance Bond.

## HOW THE BOND WORKS

### 2 YEAR HIGH YIELD DEPOSIT ACCOUNT

25% of the BCP Split Deposit Commodity Outperformance Bond is placed in a 2 year deposit account which assures investors of 100% capital security provided by Bank of Ireland, and assures investors of a 12.5% gross gain (6% AER) on the deposit element.

At the end of 2 years, on 16th March 2015, 25% of the investment amount along with deposit interest of 12.5% gross (6% AER) will be paid out to investors. Where applicable, interest will be paid after deduction of Deposit Interest Retention Tax (DIRT) currently 36%.

### COMMODITY OUTPERFORMANCE BOND

75% is invested in the Commodity Outperformance Bond. At the end of the 5 year 1 month Term, the percentage Performance of the Fund is calculated. This percentage, if positive, will then be added to the original capital invested in this part of the Bond.

In order to protect the Performance of the Fund from short-term volatility towards the end of the 5 year 1 month Term, the Final Price will reflect the average price of the Fund on a monthly basis over the final 6 months of the term. The effect of averaging is to protect returns in a falling market but conversely it may restrict growth in a rising market. Your money is not invested in the Fund, and therefore the investment does not benefit from any dividends paid by the Fund.

## OVERVIEW

The BCP Commodity Outperformance Bond is a unique investment opportunity offering investors access to the performance of the Bank of America Commodity Fund, the BofAML Invest - MLCX Commodity Alpha Fund\* (the 'Fund'), which has a proven track record of producing positive returns regardless of market conditions. Whether commodity prices were moving up or down, the Fund has produced gains for investors. The Fund gives exposure to a strategy that has an exceptionally strong track record, gaining 67.1% (CAR 10.4%) since launch in September 2007. The graph below shows how the strategy employed by Bank of America has produced remarkably consistent returns with low volatility over an extended period of time. In fact it has outperformed the benchmark 'Dow Jones UBS Commodities Index' by over 87% since launch in September 2007.

The BCP Commodity Outperformance Bond provides access to the performance of this Fund with no limit to the maximum return that can be earned by investors. In addition, 100% capital security is provided by Bank of Ireland on maturity of the 5 year 1 month investment term.

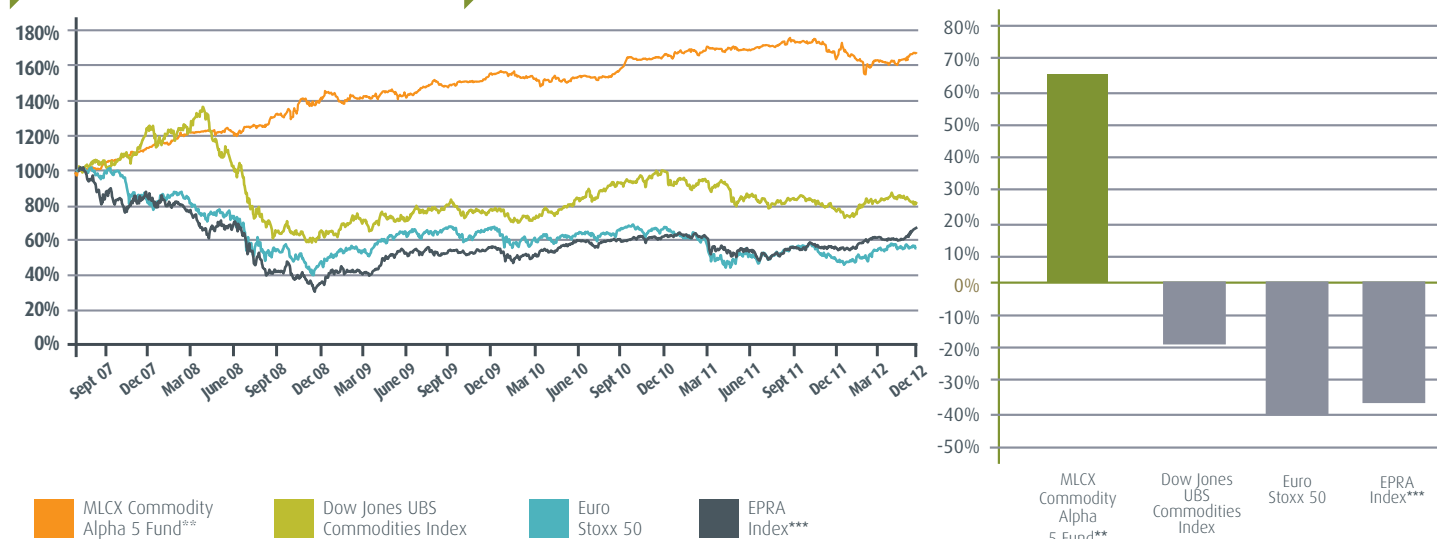
\*Alpha 5 EUR Retail Share Class

**Bank of America  
Merrill Lynch**

- ▲ Total Assets of over US\$2 trillion
- ▲ 58 million customers
- ▲ Market Cap of over US\$100 billion
- ▲ 650 professionals in its Global Commodities Unit alone

## HISTORIC & COMPARATIVE PERFORMANCE

► CUMULATIVE RETURN **67.1%** ► COMPOUND ANNUAL RETURN **10.4%**



Source: Bank of America Merrill Lynch (daily data from 28 September 2007 through 10 December 2012), Bloomberg.

**WARNING: Past performance is not a reliable guide to future performance.**

\*\*Performance is shown from 28 September 2007 to 10 December 2012. The MLCX Commodity Alpha 5 Fund was launched on 26 January 2011. Pro-forma performance is shown prior to the launch of the Fund, based on the actual returns of the MLCX Commodity Alpha 5 Total Return Index (which the Fund tracks), net of fees and adjusted for currency exposure as applicable to the Fund. The MLCX Commodity Alpha 5 Total Return Index has had external investment since 28 September 2007. Source: Bank of America Merrill Lynch. \*\*\* Index composed of the most heavily traded European real estate stocks

**Minimum Investment €20,000**

## COMMODITIES – AN OVERVIEW

Broadly speaking, commodities can be broken down into a number of sub-groups:

- ▲ Energy – including oil, natural gas & heating oil
- ▲ Base Metals – including copper, aluminium & zinc
- ▲ Precious Metals – primarily gold & silver
- ▲ Grains & Oilseeds – including wheat, corn & soybeans
- ▲ “Softs” – generally viewed as including sugar, cotton & coffee
- ▲ Livestock – including cattle & hogs

## HOW DO INVESTORS GAIN EXPOSURE TO COMMODITIES

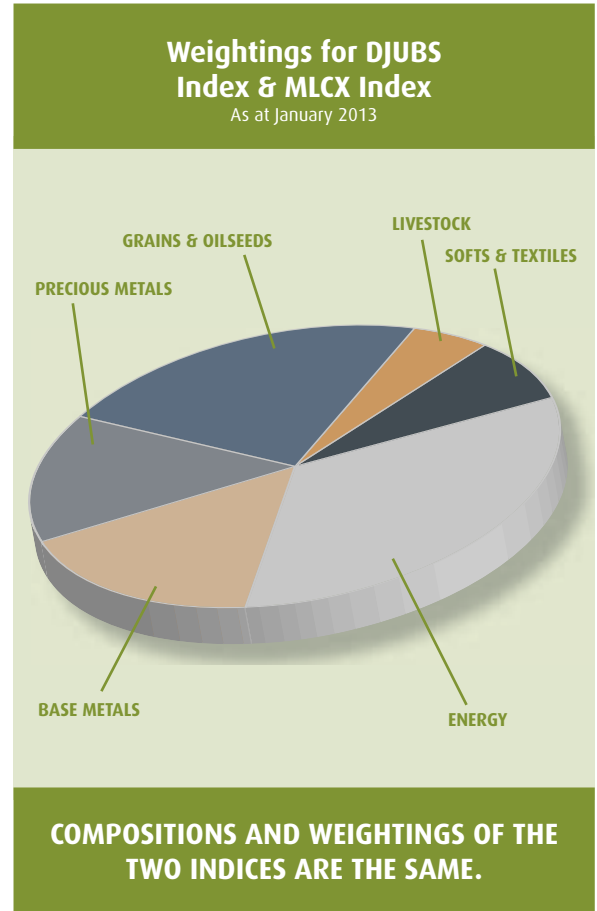
The first way is to buy the physical commodity and hold it. This may be practical for many investors in precious metals, e.g. gold, although one would need to consider other costs including insurance and storage.

However, for most commodities, e.g. oil, this is not a viable approach. The second approach is to buy futures contracts on a particular commodity. A commodity futures contract is an agreement to buy or sell a quantity and quality of a given commodity at a specified point and price in the future. If, for example, an investor buys a futures contract on Sugar for delivery in 3 months and then sells the futures contract before it expires, they can

avoid the actual physical delivery of that particular commodity.

Futures contracts have the advantage for an investor of not having to physically store the commodity or pay for the necessary insurance.

However, there is usually an inherent cost reflected in the price of futures contracts relating to the costs of physically holding the relevant commodity. In general, the longer a futures contract has to expiry the lower the inherent daily storage costs that are reflected in the price. Minimising this particular cost, sometimes referred to as the “cost of carry”, is one of the fundamental investment concepts that underpins the Fund described in this brochure.



### ▲ STRATEGY OF THE UNDERLYING FUND

The investment objective of the Fund is to deliver positive returns across a wide range of different market conditions and to produce those returns independently of the direction of movement (up or down) of the underlying commodity prices. It achieves this by taking advantage of embedded price inefficiencies in traditional Commodity Indices. The price inefficiencies within traditional Commodity Indices relate to the costs of physically holding commodities, and to the concentrated trading patterns of these Indices during limited set days in each calendar month. The Merrill Lynch Commodity Index eXtra A01 Excess Return (“MLCX Index”) minimizes the costs of storage by trading commodity futures that have longer to expiry than traditional Indices like the Dow Jones UBS Commodities Index (“DJUBS Index”). The MLCX Index also spreads out the number of days on which it trades to avoid the unnecessary expense associated with concentrated trading activity.

The Fund provides exposure to five times the relative outperformance of the MLCX Index over the DJUBS Index. The market neutral nature of the Fund is achieved because these two underlying indices begin each month with exposure to identical commodities with identical weightings. This strategy has produced remarkably consistent returns with very low volatility over an extended period of time, gaining 67.1% (CAR 10.4%) since September 2007.

## RISK CONTROL

Volatility is the relative rate at which the price of an investment moves up or down. It is a measure of risk; the higher the volatility in a fund the higher the risk. Risk Control or Target Volatility strategies aim to limit the level of risk by varying the exposure to a fund or underlying asset. When volatility is high, exposure is reduced and when volatility is low, exposure is increased. The BCP Commodity Outperformance Bond benefits from such a protection mechanism, whereby the volatility of the investment is targeted at 6.5%. This 6.5% Target Volatility is achieved by adjusting the exposure or participation in the Fund (note the maximum participation is 200%).

Each day the Fund exposure for the next day is calculated simply by dividing the Target Volatility of 6.5% by the actual Fund volatility since the start of the Bond. For example, if the actual Fund volatility on a particular day is measured at 6%, then the Fund exposure for the next day will be 6.5% divided by 6%, or 108%. If the Fund exposure is less than 100% then the balance up to 100% will earn interest (at the rate of the prevailing 1 month Euribor) and if the Fund exposure rate is greater than 100% then there will be a financing cost on the amount above 100% (also at the rate of the prevailing 1 month Euribor) to facilitate the increased investment in the Fund.

Since September 2007, the strategy has had an actual volatility of circa 6.5%. Applying this Risk Control feature to the past performance of the Fund (see page 2), the return since September 2007 increases from 67.1% (CAR 10.4%) to 68.6% (CAR 10.6%). Source: Bank of America Merrill Lynch.

**Closing Date: 28th February 2013**

## ▲ CHARGES

BCP Asset Management receives a fee for the design, manufacture and ongoing administration of the BCP Split Deposit Commodity Outperformance Bond. This fee is covered within the terms offered on the Bond.

## ▲ SUITABILITY

The Bond is not suitable for investors who require regular income or require access to their capital before maturity. The Bond is suitable only as a capital growth investment. At maturity, the return on the part invested in the Commodity Outperformance Bond will depend on the performance of the underlying MLCX Commodity Alpha 5 Fund. No withdrawals can be made before the maturity of the High Yield Deposit Account on 16th March 2015 and the Commodity Outperformance Bond on 16th April 2018.

## ▲ TAXATION

Interest earned on the BCP Split Deposit Commodity Outperformance Bond will be paid after deduction of DIRT, currently 36%. This will apply at maturity and will be deducted at source. However, certain non resident investors, charities, pensions and companies may apply to receive returns gross without deduction of tax.

The Finance Act 2007 (as amended by the Finance Act 2011) allows the operation of DIRT free accounts for investors aged 65 years or over, whose income is under €18,000 (or €36,000 for married couples). Investors should satisfy themselves in relation to Revenue reporting requirements and the implications of non-disclosure where required.

## 110 COMMODITY OUTPERFORMANCE BOND – NO HIGH YIELD DEPOSIT ACCOUNT PORTION

Investors can elect not to split their investment 25% into the High Yield Deposit Account and 75% to the Commodity Outperformance Bond. Instead, they can choose to allocate 100% of their capital to a 5 year 1 month 110 Commodity Outperformance Bond. Investors will receive a higher participation rate of 110% in this version. This means that at the end of the 5 year 1 month Term, the Bond will pay 100% of their original investment amount plus 110% of the Performance achieved by the Fund over the term. For example, if the Performance of the Fund is 70% over the term of the Bond, the return to investors will be 100% of the original capital invested plus 77% (70% x 110%) giving a gross return of 77%, equivalent to 15.1% per annum (CAR 11.9%) (49.3% after DIRT at 36%).

● **WARNING:** The value of your investment may go down as well as up.

**WARNING:** If you invest in the Split Deposit Commodity Outperformance Bond you will not have any access to 25% of your money for 2 years and 75% of your money for 5 years 1 month.

**WARNING:** If you invest in the 110 Commodity Outperformance Bond you will not have any access to your money for 5 years 1 month.

**WARNING:** These figures are estimates only. They are not a reliable guide to the future performance of your investment.

## APPLICATION FORM (Please complete in Block Capitals)

### CUSTOMER INFORMATION (PLEASE COMPLETE)

1. I/We confirm that I/we have received advice in relation to this investment directly from a BCP consultant. .... Yes  ..... No
2. My/Our investment knowledge is ..... Limited  ..... Good  ..... Extensive
3. My/Our investment objective is capital growth. ....
4. I/We do not require an income from this investment. ....
5. I/We authorise my/our advisor to view details of my/our account online

I/We hereby apply for the BCP Split Deposit Commodity Outperformance Bond and/or the BCP 110 Commodity Outperformance Bond with BCP in the name/s of:

(a) Name (Mr/Ms) \_\_\_\_\_ Date of Birth \_\_\_\_\_ Occupation \_\_\_\_\_

(b) Name (Mr/Ms) \_\_\_\_\_ Date of Birth \_\_\_\_\_ Occupation \_\_\_\_\_

Applicant (if different from above) \_\_\_\_\_

Address \_\_\_\_\_

Tel: Day \_\_\_\_\_ Mobile \_\_\_\_\_ Email \_\_\_\_\_

Taxation classification\*: DIRT  Other

\* Tick one of the above as appropriate. Additional documentation will be required for corporate, pension, charity, qualifying investors aged 65 years or over, and non resident applicants.

### INVESTMENT AMOUNT

BCP Split Deposit Commodity Outperformance Bond € \_\_\_\_\_ (Minimum €10,000)

BCP 110 Commodity Outperformance Bond € \_\_\_\_\_ (Minimum €10,000)

Total € \_\_\_\_\_ (Minimum €20,000)

### PLEASE MAKE CHEQUES PAYABLE TO 'BANK OF IRELAND GLOBAL MARKETS'

#### DECLARATION

I/We confirm that I/we have read and understand the Terms and Conditions as set out in the Brochure and the Key Features and agree to be bound by them.

I/We hereby request and authorise BCP to give effect to any written request, direction or instruction relating to the Bond on the signature(s) of me/us and

I/We declare that this authorisation, unless terminated by my/our death or by operation of law, shall remain in full force and effect until the end of the term.

I/We acknowledge that no interest will be paid to me/us in relation to the period up to 15th March 2013 (see Term & Condition 7.8).

**SIGNED** (all Bond holders must sign)

Signature (a) \_\_\_\_\_ Date \_\_\_\_\_ Signature (b) \_\_\_\_\_ Date \_\_\_\_\_

# KEY FEATURES

## HOW THE BONDS WORK

The product producer of the BCP Split Deposit Commodity Outperformance Bond and the BCP 110 Commodity Outperformance Bond is BCP Asset Management Limited, 71 Upper Leeson Street, Dublin 4.

### SPLIT DEPOSIT COMMODITY OUTPERFORMANCE BOND

25% of your investment is placed in a 2 year high yield deposit account. This account matures on 16th March 2015 and will return investor's capital in this portion along with interest of 12.5% gross (6% AER). 75% of your investment is allocated to a 5 year 1 month Commodity Outperformance Bond. At the end of the 5 year 1 month Term, the percentage Performance (gain or loss) of the Fund is calculated. This percentage, if positive, will then be added to the original capital invested in this part of the Bond.

### 110 COMMODITY OUTPERFORMANCE BOND

Your entire investment is allocated to a 5 year 1 month 110 Commodity Outperformance Bond. At the end of the 5 year 1 month Term, the percentage Performance (gain or loss) is calculated. This percentage, if positive, will be multiplied by 110% to calculate the return in the Bond, which is then added to the original capital invested in the Bond.

The Performance achieved is based on the performance of the MLCX Commodity Alpha 5 Fund, from 8th March 2013 to 9th April 2018. There is an additional Risk Control or Target Volatility strategy employed in order to limit the level of risk by varying the exposure to the Fund on a daily basis. When volatility is high, exposure is reduced and when volatility is low, exposure is increased. The volatility of the investment is targeted at 6.5%. This 6.5% Target Volatility is achieved by adjusting the exposure or participation in the Fund on a daily basis (note the maximum

participation is 200%). The effect of this Risk Control feature is to enhance returns in the Bond during periods where volatility in the Fund is above 6.5% and Fund performance is negative, and also during periods where volatility in the Fund is below 6.5% and Fund performance is positive. Conversely, the feature will restrict returns in the Bond where volatility in the Fund is above 6.5% and Fund performance is positive, and also where volatility in the Fund is below 6.5% and Fund performance is negative. Since inception, the strategy has had an actual volatility of circa 6.5%. Applying this Risk Control feature (a 6.5% Target Volatility with a maximum participation of 200%) to the past performance of the MLCX Commodity Alpha 5 Fund (please refer to page 2), the return since first investment on 28th September 2007 increases from 67.1% (CAR 10.4%) to 68.6% (CAR 10.6%). Source: Bank of America Merrill Lynch.

In order to protect the performance of the Fund from short-term volatility in markets towards the end of the 5 year 1 month Term, the Final Price will reflect the average Underlying Value over the final 6 months of the term (7 monthly observation dates between 9th October 2017 and 9th April 2018). The effect of averaging is to protect returns where performance is falling but conversely it will restrict growth where performance is rising. Please refer to Term & Condition 7 for further details on the calculation of the Bond performance.

These Bonds do not suffer exposure to foreign currency hence there will be no currency risk or hedging costs.

These Bonds are not suitable for investors who require regular income or require access to their capital before maturity. The Bonds are suitable only as a capital growth investment. At maturity, the return on the BCP Commodity Outperformance Bond and the 110 Commodity Outperformance Bond will depend on the Performance of the underlying Fund and will only be determined at the end of the 5 year 1 month Term. Your money is not invested in the Fund therefore the investment does not benefit from any dividends paid by the Fund.

## DO I HAVE ACCESS TO MY INVESTMENT?

No withdrawals may be made before the maturity of the High Yield Deposit on 16th March 2015 and the Commodity Outperformance Bond/110 Commodity Outperformance Bond on 16th April 2018.

## WHERE DOES MY INVESTMENT IN THE SPLIT DEPOSIT COMMODITY OUTPERFORMANCE BOND GO?

The paragraph below displays how the investment is structured for a hypothetical €10,000 investor.

### HIGH YIELD DEPOSIT ACCOUNT (25%)

25% or €2,500 of your investment will be used to secure the promised payment of €2,813 payable after 2 years. This is equivalent to a gross return of 12.5% (6% AER) before tax is deducted.

### COMMODITY OUTPERFORMANCE BOND (75%)

75% or €7,500 of your investment is allocated to the Commodity Outperformance Bond. The Commodity Outperformance Bond provides 100% capital security by placing 81.91% or €6,143 of your investment amount (€7,500) on deposit. This amount will grow to 100% or €7,500 by the end of the 5 year 1 month Term.

The BCP Commodity Outperformance Bond offers a potential return equal to the compounded daily gains from the Underlying Fund adjusted for the protection features referred to above. 11.18% or €839 of your investment amount will be used to purchase this potential return. If the performance of the Fund is negative at the end of the 5 year 1 month Term, you will receive 100% of your remaining investment amount.

This payment represents a 0% gain on your investment in this part of the Bond over the period.

BCP will manufacture, distribute and administer the BCP Split Deposit Commodity Outperformance Bond. For this BCP will receive a fee of 2.18% or €218 and intermediaries will receive a fee of 3% or €300 on the entire investment amount.

## WHERE DOES MY INVESTMENT IN THE BCP 110 COMMODITY OUTPERFORMANCE BOND GO?

The paragraph below displays how the investment is structured for a hypothetical €10,000 investor.

### 110 COMMODITY OUTPERFORMANCE BOND (100%)

100% of your investment is allocated to the 110 Commodity Outperformance Bond. The 110 Commodity Outperformance Bond provides 100% capital security by placing 81.5% or €8,150 of your investment amount on deposit. This amount will grow to 100% or €10,000 by the end of the 5 year 1 month Term.

The BCP 110 Commodity Outperformance Bond offers a potential return of 110% of the Performance of the underlying Fund. 12.81% or €1,281 of your investment amount will be used to purchase this potential return. If the Performance of the Fund is negative at the end of the 5 year 1 month Term, you will receive 100% of your original investment amount. This payment represents a 0% gain on your investment over the period.

BCP will manufacture, distribute and administer the BCP 110 Commodity Outperformance Bond. For this BCP will receive a fee of 2.19% or €219 and intermediaries will receive a fee of 3.5% or €350.

## WHAT HAPPENS IF I DIE?

In the event of the death of a sole investor prior to the expiry of the terms:

- the Bond may be transferred into the names of the

deceased investor's personal representatives or of any other person nominated by such personal representatives, or

- the Bond may be redeemed, subject to normal probate regulations, at its realisable value as determined by BCP based on a calculation by the Bank. The redeemable amount will be calculated primarily by reference to the market value of the assets, prevailing interest rates at the time, and the remaining term to maturity. The amount redeemed may be more or less than the remaining capital invested.

Where the Bond is held in joint names it will, upon the death of one of the investors and upon production of such evidence of death as BCP or the Bank may require, be transferred into the name(s) of the surviving investor(s).

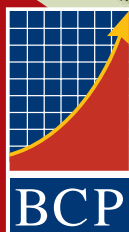
Where an investment is made on behalf of a self directed or self administered pension plan, in the event of death of a member prior to the expiry of the terms, the Bond may be redeemed at its realisable value as determined by BCP based on a calculation by the Bank which may be more or less than the remaining capital invested. The proceeds from such redemption will be paid to the trustees of the plan, or the investing Life Company as appropriate.

## WHAT ABOUT TAX?

Under current legislation, the gross interest earned by the Bonds will be paid after deduction of Deposit Interest Retention Tax (DIRT), currently 36%. This will apply at maturity and will be deducted at source. However, certain non resident investors, charities, pensions and companies may apply to receive returns gross without deduction of tax.

The Finance Act 2007 (as amended by the Finance Act 2011) allows the operation of DIRT free accounts for investors aged 65 years or over, whose income is under €18,000 or €36,000 for married couples.

Investors should satisfy themselves in relation to Revenue reporting requirements and the implications of non-disclosure.



## TERMS & CONDITIONS

### 1. DEFINITIONS

- 1.1 'you/your/investor' means the customer(s) who is/are investing funds in the BCP Split Deposit Commodity Outperformance Bond and/or the BCP 110 Commodity Outperformance Bond.
- 1.2 'the Bond' means the BCP Split Deposit Commodity Outperformance Bond and/or the BCP 110 Commodity Outperformance Bond provided by BCP in accordance with these Terms and Conditions.
- 1.3 'the 2 year Term' means the duration of 25% of an investment in the BCP Split Deposit Commodity Outperformance Bond, which is placed in a 2 year High Yield Deposit Account commencing on 15th March 2013 and maturing on 16th March 2015.
- 1.4 'the 5 year 1 month Term' means the duration of 75% of an investment, which is placed in a 5 year 1 month Commodity Outperformance Bond and/or 110 Commodity Outperformance Bond commencing on 15th March 2013 and maturing on 16th April 2018.
- 1.5 'Interest' means the gross interest calculated in accordance with Section 7 below.
- 1.6 'the Bank' means The Governor and Company of the Bank of Ireland and its successors, assigns and transferees.
- 1.7 'BCP' means BCP Asset Management Limited and its successors, assigns and transferees.
- 1.8 'the Fund' or 'MLCX Commodity Alpha 5 Fund' means the BofAML Invest - MLCX Commodity Alpha Fund - Alpha 5 EUR Retail Share Class.

### 2. CONFIRMATION OF IDENTITY (NEW & EXISTING CLIENTS)

Further to the money laundering provisions of the Criminal Justice (Money Laundering & Terrorist Financing) Act 2010 clients must provide with their application (1) copy passport or full drivers licence certified by one of the following: Garda Síochána/Accountant/Solicitor/Notary Public/Embassy-Consular Staff Member/Authorised Financial Service Provider and (2) original address verification (e.g. utility bill) dated within the last 6 months. Please note this applies to Existing as well as New Clients. Additional documentation will be required for Corporate, Pension and Charitable organisation applicants.

### 3. YOUR INVESTMENT

- 3.1 BCP will lodge your investment in the Bond to a clearing account at the Bank. The funds will then be swept to a client asset account with the Bank in the name of BCP. You will receive a confirmation from the Bank of your investment in the Bond.
- 3.2 At the end of the 2 year Term, the capital placed in the High Yield Deposit Account together with 12.5% gross interest (6% AER) will be returned less DIRT if applicable. At the end of the 5 year 1 month Term, on advice from BCP, the Bank will pay 100% of the original capital invested in the Commodity Outperformance Bond and/or 110 Commodity Outperformance Bond, together with any Interest earned.
- 3.3 Your money is not invested in the Fund, therefore, the investment does not benefit from any dividends paid by the Fund.

### 4. AVAILABILITY

- 4.1 The closing date for applications is 28th February 2013, or earlier if fully subscribed (the 'Closing Date').
- 4.2 The minimum investment is €20,000.
- 4.3 The Bond is available to individuals who are aged 18 or over investing on their own behalf, charitable bodies, companies and pension funds. Individuals under 18 may be facilitated by way of a flexible trust.

### 5. COOLING OFF PERIOD

You have the right to cancel this contract prior to the Closing Date of the Bond. If you wish to cancel, written notice must be received by BCP Asset Management Limited at 71 Upper Leeson Street, Dublin 4 within two weeks of your application but no later than 28th February 2013.

### 6. WITHDRAWALS

- 6.1 No withdrawals may be made from the Bond before the end of the 2 year Term and 5 year 1 month Term.
- 6.2 In the event of death of a sole investor prior to the expiry of the terms:
  - (a) the Bond may be transferred into the names of the deceased investor's personal representatives or of any other person nominated by such personal representatives, or
  - (b) the Bond may be redeemed, subject to normal probate regulations, at its realisable value as determined by BCP and the Bank, which may be more or less than the remaining capital invested.
- 6.3 Where the Bond is held in joint names, it will, upon the death of one of the investors and upon production of such evidence of death as BCP or the Bank require, be transferred into the name(s) of the surviving investor(s).

- 6.4 Where an investment is made on behalf of a self directed or self administered pension plan, in the event of death of a member prior to the expiry of the 5 year 1 month Term, the Bond may be

redeemed at its realisable value as determined by BCP and the Bank which may be more or less than the remaining capital invested. The proceeds from such redemption will be paid to the trustees of the plan, or the investing Life Company as appropriate.

### 7. INTEREST

7.1 The Interest credited by the Bank to the 2 year High Yield Deposit Account at maturity will be 12.5% gross (6% AER). This deposit will mature on 16th March 2015. The Interest credited by the Bank to the 5 year 1 month deposit on maturity is based on the Performance of the Fund from 8th March 2013 to 9th April 2018. In respect of the Commodity Outperformance Bond, the Interest will be 100% of the positive Performance achieved. In respect of the 110 Commodity Outperformance Bond, the Interest will be 110% of the positive Performance achieved.

7.2 The Performance will be calculated as (Final Price - Initial Price)/Initial Price where (1) the Initial Price will be the closing level of the Fund on 8th March 2013; (2) the Final Price is the simple average of the Underlying Values taken at monthly intervals from and including 9th October 2017 to and including 9th April 2018; (3) the Underlying Values on each of the monthly interval dates (from and including 9th October 2017 to and including 9th April 2018) will be the Initial price multiplied by the compounded Daily Returns from 8th March 2013 up to each monthly interval date; (4) the Daily Return for each day will be 100%, plus the Fund performance on that day multiplied by the Daily Participation, plus the Cash Return; (5) the Daily Participation for each day will be calculated as the Target Volatility of 6.5% divided by the Actual Fund Volatility for the previous day subject to a maximum Daily Participation of 200%; note the Daily Participation will only change for the purposes of the calculation on days where it changes by more than 5%; (6) the Cash Return for each day will be (100% - Daily Participation) x 1 month Euribor, applied to the period since the previous day, i.e. if the Daily Participation is less than 100% then the balance will earn interest and if the Daily Participation is greater than 100% then there will be a financing cost to facilitate the increased investment in the Fund; (7) Actual Fund Volatility will be the realised volatility in the Fund since the start date of 8th March 2013, with the highest weighting to the most recent day and the lowest weighting to the oldest.

7.3 Where the Performance is negative, at maturity you will receive 100% of the original amount invested in the Commodity Outperformance Bond and/or the 110 Commodity Outperformance Bond.

7.4 Where a closing level cannot be obtained due to market disruption affecting the Fund or a non-occurrence of a Fund business day on any of the above dates, the closing level of the affected Fund will be taken on the next business day unaffected by such event or, if such event continues for an extended period of time, will be estimated by BCP after consultation with the Bank.

7.5 Should any substantial changes to the Fund or the units of the Fund or a hedging disruption occur during the 5 year 1 month Term, BCP shall be entitled, at its absolute discretion, to change the underlying Fund, to unwind the Commodity Outperformance Bond and/or the 110 Commodity Outperformance Bond at the then current market value or to suspend operations of these Bonds during any period in which such event continues and thereafter until the end of the term. On suspension, the Bank shall arrange for the investment accrued to be placed on deposit for the aforesaid period, on terms to be agreed between BCP and the Bank at their absolute discretion. BCP will notify the investors of the occurrence of any such event in such manner as BCP deem appropriate. Neither BCP, the Bank, nor their agent(s) shall be liable for any loss howsoever suffered by the investor if there is any total or partial failure of performance resulting from any such event or any other causes beyond the control of BCP, the Bank or their agent(s).

7.6 Should an adjustment event occur during the 5 year 1 month Term of the Bond which affects the Fund or the value of any unit of the Fund including, without limitation: a split, consolidation or reclassification of the units, or a distribution in the form of dividends which does not comply with the usual dividend policy of the Fund, or any other similar event which in the opinion of BCP requires an adjustment, BCP shall be entitled, after consultation with the Bank and at its absolute discretion, to adjust any relevant terms of the Bond to preserve the economic equivalent of your investment prior to the occurrence of such adjustment event.

7.7 Interest will be paid after deduction of Deposit Interest Retention Tax ('DIRT') where applicable. DIRT to be deducted will be calculated in accordance with the appropriate tax legislation and at the rate prevailing on maturity, currently 36%.

7.8 Unless by special arrangement for sums in excess of €100,000, no interest will be paid to you in relation to the period up to 15th March 2013.

### 8. MATURITY

BCP will contact you before the Bond matures to advise of repayment and reinvestment opportunities available at that time. At maturity on 16th March 2015 and 16th April 2018, BCP will, following receipt of your instructions, instruct the Bank to issue and send individual customer cheques to BCP amounting to the remaining capital invested together with any Interest earned OR reinvest the proceeds as instructed. If for any reason Interest on the Bond cannot be determined by the maturity date, the Bank will pay the remaining capital invested and any Interest, 2 business days after the Interest can be determined.

### 9. CONFIDENTIALITY

BCP and the Bank observe a strict duty of confidentiality about your financial affairs. Save at your request or with your consent, neither BCP nor the Bank will disclose any details relating to your investment to anyone else other than in the following circumstances:

- to comply with a Court Order.
- to comply with a direction or request from a statutory or regulatory body entitled to such details.
- in accordance with any applicable legislation.

### 10. DATA PROTECTION

Both BCP and the Bank are registered under the Data Protection Acts 1988 and 2003 and your personal data held by BCP and the Bank will be maintained in accordance with the obligations of the Acts and subsequent legislation.

### 11. CANCELLATION

If total funds received from investors at the Closing Date are deemed to be insufficient, BCP reserves the right not to proceed with the Bond issue and to repay investors.

### 12. ASSIGNMENTS

Investor(s) may not transfer (either by assignment or by novation) or create any security over any or all its rights, interests and obligations in the Bond without the prior written consent of BCP.

### 13. CLIENT ASSET ACCOUNTS

This product is deposit based and Bank of Ireland is the underlying deposit taker. Investors will receive confirmation of their investment from Bank of Ireland. On maturity, the proceeds of the investment can only be paid to investors. Client asset accounts contain funds which are pooled with other clients' funds. Investors have a claim against the client assets pool in a specific account. Funds are not afforded protection under the Client Asset Requirements until they are swept from the clearing account at the Bank into the BCP client asset account.

### 14. VARIATION

These Terms and Conditions may be changed if a decision, recommendation or change is made by a Court, Regulator, Ombudsman or by legislation. BCP will notify you personally of any changes and will endeavour to give you at least 1 month's notice.

### 15. BOND OPERATION

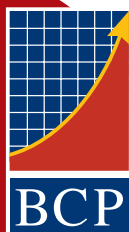
Neither BCP, the Bank nor their agent(s) will be liable for any loss you may suffer if BCP, the Bank or their agent(s) is prevented from providing any service as a result of industrial action, power failure or other cause beyond the reasonable control of BCP, the Bank or their agent(s). The Bank acts as deposit taker and is not liable for the responsibilities of BCP to you in relation to the Bond or for any information provided to you by BCP. The Bank is not offering financial or tax advice to BCP or investors. It does not make any representation, express or implied, as to the investment terms or the performance of the Bond. Any such statements herein, as well as all other statements regarding the Bond, are the sole responsibility of BCP.

### 16. GOVERNING LAW AND JURISDICTION

These Terms and Conditions are governed by and shall be construed in accordance with the laws of Ireland. By signing the application form for the Bond, you agree that any dispute may be resolved by the courts of Ireland.

### 17. GUARANTEE SCHEME - DGS

This Bond is deposit based and Bank of Ireland is the underlying deposit taker. The provisions of the Irish Deposit Guarantee Scheme (DGS) may apply, dependent on your circumstances. Details of the DGS are available at [www.ncia.ie](http://www.ncia.ie). As capital security only applies at maturity, the amounts recoverable under the DGS prior to maturity may be more or less than the original capital invested, and will principally depend on the time left to maturity, the prevailing interest rates at the time, and the value of the underlying assets.



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BCP Asset Management Limited

71 Upper Leeson Street, Dublin 4, Ireland | Tel: (01) 668 4688

Fax (01) 668 4246 | Email: [invest@bcp.ie](mailto:invest@bcp.ie) | Web: [www.bcp.ie](http://www.bcp.ie)