

# Investec USD Euro Stoxx 50 Autocall

BROCHURE AND  
APPLICATION FORM

AUGUST 2024





# Investec US Dollar Euro Stoxx 50 Autocall

Optimism about growth prospects in the Eurozone have increased with the European Central Bank (ECB) being the first developed market to cut rates as inflation starts to decline, this move is expected to provide a boost to growth prospects over the next 12 months.

Globally, stock market valuations appear stretched, with US markets being overvalued, and emerging markets fairly priced. The Eurozone, however, stands out as a region where valuations are below fair value. The banking and industrial sectors, which constitute a significant portion of the Euro Stoxx 50 Index, appear particularly attractive from a valuation perspective. Additionally, the rise in dividend payouts by European companies and growing interest in stock buybacks are expected to support the Euro Stoxx 50 Index.

## Investment objectives

The Investec Dollar Euro Stoxx 50 Autocall ("Autocall") is a structured product linked to the performance of the Euro Stoxx 50 Index ("Index"). The Autocall is listed on Euronext Dublin. The investment product is designed to provide investors with an attractive return even if the Index makes only modest returns over the investment term. The Autocall with the first automatic call in year 3 provides exposure in US Dollars with a high degree of capital protection. Capital is at risk if no early call has occurred, and the Index has fallen more than 30% on the Final Valuation Date.

An enhanced return of 10.25%\* p.a. in USD is paid in the event of flat or positive Index performance on the Automatic Call Dates starting in year 3 ( $3 \times 10.25\% = 30.75\%$ ). In the event of flat or positive Index performance on an Automatic Call Date, investors will earn the cumulative enhanced return multiplied by the number of years they have remained invested. The Autocall offers investors the potential to earn enhanced returns relative to cash and fixed income investments. The issuer of the Autocall is Investec Bank Limited ("IBL").

\* Indicative – the final return will set on Strike Date

# USD Euro Stoxx 50 Autocall



Enhanced return of 10.25% p.a. (simple) in USD



Investment linked to the performance of Euro Stoxx 50 Index



Maximum 5-year period, subject to possible automatic calls in year 3, 4 and at the Final Valuation Date in year 5



Capital protection provided the Index has not fallen by more than 30% on the Final Valuation Date.



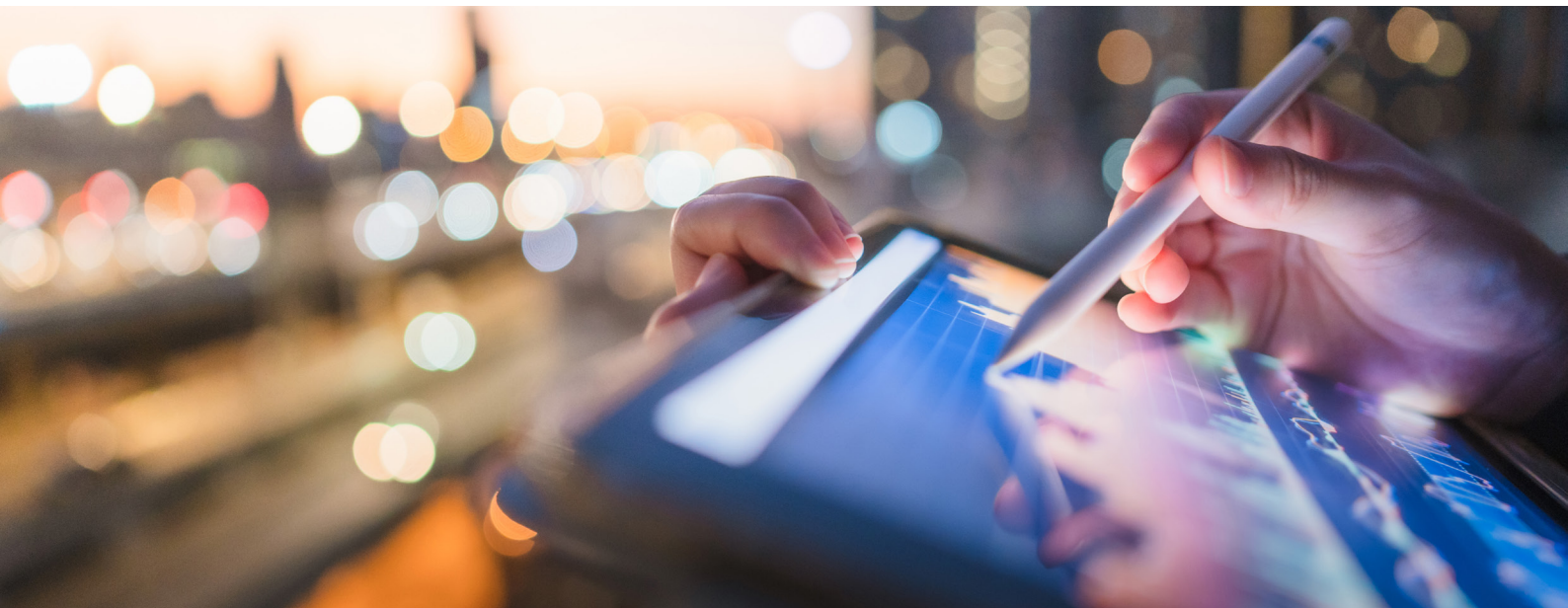
Limited offer: closes 08 August 2024



Investments from \$6,000 in increments of \$1,000



Investors take credit risk on IBL as the issuer and Bank of America Corp as the Credit Reference Entity.



## How is the return calculated?

The initial level of the Index is recorded on the strike date ("Initial Index Level" or "IIL") and the closing level of the Index is then observed at each Automatic Call Date ("Reference Level") and on the Final Valuation Date ("Final Index Level" or "FIL"). This will be the basis for calculating whether the Index has risen or fallen over the investment period. The Initial Index Level, Reference Level and Final Index Level are the closing levels of the Index as published by the Index provider on the relevant dates.

If the Reference Level is greater than or equal to the Initial Index Level on any Automatic Call Date, the investment will redeem early and pay an amount equal to the investor's initial investment capital plus a predefined return of 10.25% in USD per annum.

For example, if on the first Automatic Call Date at the end of year three, the Index level has increased by 5%, investors will receive back their initial capital plus the enhanced return of  $3 \times 10.25\%$  calculated as follows:  $100\% + (10.25\% \times 3) = 130.75\%$  in USD.

If, however, the Index level on the first Automatic Call Date is below the Initial Index Level, then the investment remains intact and continues to the second Automatic Call Date at the end of year four. On the second Automatic Call Date the Index level is again reviewed. If the Index is at or above the Initial Index level the investment will redeem and the investor will receive their initial capital plus four times the enhanced return, or  $100\% + (10.25\% \times 4) = 141\%$  in USD.

If the Autocall has not been automatically called at the end of five years and the Index is below the Initial Index Level on the Final Valuation Date, the investment matures and the investor will receive 100% of their initial investment in USD, provided the Index has not fallen by more than 30% from the Initial Index Level.

## When is my capital at risk?

Capital is at risk if no early redemption occurs and the Final Index Level after five years ends below 70% of the Initial Index Level, this is referred to as a European barrier. If this occurs, capital will be reduced on a one-for-one basis with the fall in the index.

For example, if the Index level ends down by 37% on the Final Valuation Date having not being called on any of the Automatic Call Dates, the investor will make a capital loss of 37% on the Final Valuation Date.

Capital is also at risk to the extent that a credit event occurs in respect Bank of America Corp as the Credit Reference Entity. Investors also take credit risk on IBL as Issuer and therefore capital is at risk if there is any default by the Issuer.

## What are the risks of the Dollar Euro Stoxx 50 Autocall?

The Autocall provides capital protection only in the event that the Index does not end down by more than 30% from the Initial Index Level on the Final Valuation Date. If the Index falls below this level, the capital protection falls away and the investor is exposed to the full downside of the Index at the Final Valuation Date.

Exiting the investment before the relevant Final Valuation Date may result in a capital loss even if the product is capital protected (the capital protection only applies at Final Valuation Date).

The Index value fluctuates and changes to these levels cannot be predicted. Past performance of the Index should not be seen as an indication of future performance.

Investors should note that the Autocall is a listed instrument under Investec's US\$1,500,000,000 Note Issuance Programme ("the Programme") and that they take full credit risk on IBL as Issuer as well as on Bank of America Corp as the Credit Reference Entity. The enhanced returns, on each Automatic Call Date are fixed as per the Terms (attached) and investors will not get any additional benefit in the growth of the Initial Index Level beyond that level. Dividends are not included in the Autocall return.







## What fees are charged?

Financial advisors receive a fee of 1.25% (incl VAT) in year 1 and 0.75% (incl VAT) in year 2 and 3 in Rands. This fee is built into the cost of the Autocall and the investor will have 100% of their funds allocated to the product. All other listing, administration and ongoing custody fees have been priced into the product; however, investors may pay brokerage costs if the investment is sold before the Final Valuation Date.

## How is the Autocall taxed?

It is incumbent upon potential investors to seek independent professional legal, tax and accounting advice to consider the investment in the light of the investor's particular circumstances. IBL provides no investment, tax or legal advice and makes no representation or warranty about the suitability of this product for a particular client or circumstance.

## What happens at Final Valuation Date?

When the Autocall matures or redeems early on any Automatic Call Date, under the conditions set out above, the relevant USD settlement amount will be credited to the investor's Euroclear account.

## What are the credit risks?

As the Investec Dollar Euro Stoxx 50 Autocall is credit linked to the Reference Entity, should a Credit Event (bankruptcy, failure to pay, obligation acceleration, repudiation/moratorium and restructuring or government intervention) occur in respect of Bank of America Corp, the return would be reduced as set out in more detail in this brochure. This could result in a total loss of the amount invested, regardless of the performance of the Index.

If a Credit Event occurs with respect to the Reference Entity on or before the Final Valuation Date, IBL, as

calculation agent, will obtain tradable quotes in the market, in respect of the obligations of the Reference Entity, and will determine a recovery price (expressed as a percentage) based on such quotations adjusted to take into account the portion of IBL's hedge position affected by the Credit Event.

The return due to the Investor will then be equal to the market value of the Autocall multiplied by such adjusted recovery price, which will be payable on the Final Valuation Date. This reduced return will earn interest at the overnight SAFEX rate, from the date upon which the recovery price is determined, until the scheduled Final Valuation Date.

IBL gives no representations or warranties as to whether or not a Credit Event could occur in relation to the Reference Entity, and the Investor is advised to perform its own evaluation of the credit worthiness of the Reference Entity, and the suitability and appropriateness of this investment, based on the Investor's own judgement and upon advice from such tax, accounting, regulatory, legal and financial advisers as the Investor deems appropriate and/or necessary.

If you are unsure how this listed instrument works or whether it is suitable for your investment needs, please seek advice from your investment manager.

## Important dates

CLOSING DATE:	TRADE DATE:	LISTING DATE:	FINAL RESET DATE:
08 August 2024	15 August 2024	19 August 2024	15 August 2029

Please note that we are permitted to market the product prior to Euronext Dublin granting its final approval of listing, which is still to be obtained.

# INVESTEC DOLLAR EURO STOXX 50 AUTOCALL

The information set out in this Application Form and Term Sheet provides a summary of the Autocall only. Terms used, but not otherwise defined herein shall have meanings given to such in the relevant Pricing Supplement.

The full terms and conditions of the Autocall will be set out in the Pricing Supplement. The Pricing Supplement will be made available on the listing date on the IBL website at [www.investec.com/StructuredProducts](http://www.investec.com/StructuredProducts).

Prospective Investors must ensure that they are fully aware of the risks involved when investing in financial products. It is recommended that Investors seek professional advice and read the applicable Term Sheet, Application Form and Investec's US\$1,500,000,000 Note Issuance Programme prior to making any investment decision.

Details of this programme are available on the Investec Bank Limited website at [www.investec.com/StructuredProducts](http://www.investec.com/StructuredProducts) or from your advisor.

Completion and signature of this Application Form and Term Sheet by the Investor constitutes a mandate for IBL to implement the investment in the Autocall per the terms and conditions set out herein.

The implementation of the Autocall investment remains subject to the acceptance by IBL of the signed Application form and payment of the relevant minimum investment amount by the Investor. In addition, IBL reserves the right not to implement the Autocall if any change in

circumstances occurs which would adversely affect its ability to implement the investment.

IBL will target an enhanced return level of 10.25%, however, due to the volatile nature of the underlying indices, we reserve the right not to proceed on Trade Date should the level of the enhanced return offered by IBL be below 9.75%.

Liquidity in respect of the Autocall will be provided by IBL who undertakes to act as sole market maker. IBL will provide a daily price which will be determined with reference to the market value of the relevant Autocall at the time.

During the term the value of the Autocall could be lower than the stated protection level irrespective of the Index level at the time. The nature of the Autocall is such that the capital protection is only available at the Final Valuation Date of the Autocall.

Daily pricing with a 1.0% bid/mid spread. IBL will provide bid and offer prices for the Autocall under normal market conditions (subject to internal policy and applicable laws and regulations) however liquidity could be limited.

The return received is dependent on the Index and past performance of any investment is not a guide to future returns, IBL, does not provide any warranty as to the performance or profitability of this investment.



The terms outlined below represent the payoff profile of an investment in the Investec Dollar Euro Stoxx 50 Autocall

TERMS	
Name of Structure	Investec Dollar Euro Stoxx 50 Autocall
Instrument Name	IBLIX16
ISIN	XS2853530686
Issuer	Investec Bank Limited (“IBL”)
Currency Exposure	US Dollars (“USD”)
Index Details	<b>Index</b> Euro Stoxx 50 Index   <b>Index Sponsor</b> Stoxx   <b>Bloomberg Code</b> SX5E Index
Specified Denominations	\$1,000
Issue Price Per Note	\$1,000
Purchase Price Per Note	\$1,000
Term	5 years
Closing Date of Offer	08 August 2024
Trade Date	15 August 2024
Listing Date	19 August 2024 (Strike date + two business days)
Valuation Time	The time at which the Index Sponsor publishes the closing level of the Index
Reference Level	The level of the Index published by the Index Sponsor at the Valuation Time
Initial Index Level (IIL)	The Reference Level on the Trade Date
Final Valuation Date	15 August 2029
Settlement Date(s)	Automatic Call Date/Final Reset Date + Two Business Days
Business Day Convention	Following, if any date falls on a non-business day the reference date will be calculated on the first following business day.
Notional	USD Investment Value
Automatic Call Dates	16 August 2027   15 August 2028
Automatic Call Date Amount	16 August 2027: Notional x 130.75% 15 August 2028: Notional x 141%
Automatic Call Date Event	On any Automatic Call Date, if the Reference Level is higher than or equal to the Initial Index Level, the Autocall will terminate, and the Redemption Amount will be the corresponding Automatic Call Date Amount.
Final Averaging	Not applicable
Final Index Level (FIL)	The Reference Level on the Final Valuation Date
Barrier Observation	At the Valuation Time on the Final Valuation Date
Barrier Level	70% of the Initial Index Level
Trigger Event	The Reference Level of the Index is below the Barrier Level at the time of the Barrier Observation.
Final Redemption Amount	<p>IF no early redemption or Credit Event occurs on the Final Valuation Date, the Final Redemption Amount will be determined in accordance with the below.</p> <p>IF the Final Index Level is greater than or equal to the Initial Index Level: Final Redemption Amount = Notional x 151.25%</p> <p>IF the Final Index Level is less than the Barrier Level and a Trigger Event has occurred: Final Redemption Amount = Notional x FIL/IIL</p> <p>IF the Final Index Level is less than the Initial Index Level, but greater than or equal to the Barrier Level and no Trigger Event has occurred: Final Redemption Amount = Notional x 100%</p>



<b>Fees</b>	Financial Advisors receive 1.25% (incl VAT) fee in year 1 and 0.75% (incl VAT) in year 2 and 3 in Rands. This fee is paid by IBL and is built into the cost of the Autocall. Investors will have 100% of their funds allocated to the investment product.
<b>Credit Reference Entity</b>	Bank of America Corp
<b>Consequences of occurrence of a Credit Event</b>	<p>If a Credit Event occurs in respect of the Credit Reference Entity, on or before the Final Valuation Date, the Investec Autocall will terminate on the Final Valuation Date and the Investor will receive the following:</p> <p>Final Valuation Value: The market value of the Autocall on the business day immediately prior to the date of the Credit Event multiplied by the CE Factor ("Reduced Return Amount") plus CE Interest.</p> <p>If a potential failure to pay occurs on or prior to the Final Valuation Date, then the Final Valuation Date and the Settlement Date shall be suspended until it has been determined whether a Credit Event has occurred or not.</p>
<b>CE Factor (Credit Event Factor)</b>	The recovery price (expressed as a percentage) of bond or loan obligations of the Credit Reference Entity based on tradable quotations obtained in the market and adjusted to take into account the portion of IBL's hedge position affected by the Credit Event, determined by IBL, as calculation agent.
<b>CE Interest (Credit Event Interest)</b>	If a Credit Event occurs prior to the Final Valuation Date, the Investor will receive interest (at the overnight SAFEX rate) in respect of the Reduced Return Amount, from the date upon which the recovery amount is determined, to the Final Valuation Date
<b>Credit Event</b>	Bankruptcy, Failure to Pay, Obligation Acceleration, Government Intervention, Repudiation/Moratorium and Restructuring.

## PRODUCT SUPPLIER

<b>Product supplier</b>	Investec Corporate and Institutional Banking, a division of Investec Bank Limited
<b>Physical address</b>	100 Grayston Drive, Sandown, Sandton, 2196, Gauteng, South Africa
<b>Contact number</b>	+27 11 286 7000
<b>Postal address</b>	P O Box 785700, Sandton, 2146, Gauteng, South Africa
<b>Compliance officer</b>	Chulekazi Jikijela
<b>Physical address</b>	100 Grayston Drive, Sandown, Sandton, 2196, Gauteng, South Africa

## INVESTMENT MANAGERS

The investment manager/financial advisor must be authorised to provide financial services in one of the following sub-categories:

### CAT I

- 1.11 Warrants, Certificates and other instruments or
- 1.13 Derivative Instrument or
- 1.24 Structured Deposits

### CAT II On a discretionary basis:

- 2.8 Warrants, Certificates and other instruments or
- 2.10 Derivative Instruments or
- 2.18 Structured Deposits



## CONTACT

Brian McMillan	011 291 3180	brian.mcmillan@investec.com
Japie Lubbe	021 416 3307	japie.lubbe@investec.com
John Sherry	011 384 5307	john.sherry@investec.com
Sonia Lynch	011 286 9440	sonia.lynch@investec.com
James Cook	011 286 7832	james.cook@investec.com
Rakhee Kooverjee	011 291 6107	rakhee.kooverjee@investec.com
Andri Joubert	021 416 1441	andri.joubert@investec.com

## Important Notes

The valuation and calculation of the Index is independently managed by Stoxx. IBL is not involved or responsible for the Index and will merely utilise the Index prices published. IBL will not be liable for any losses that may occur due to any issues or errors in relation to the Index.

IBL employees, including employees from the Investec Corporate and Institutional banking division, may invest in the Autocall in their personal capacities.

Distributors should note that no payments will be received by IBL and that all settlements will take place via Euroclear accounts on a delivery versus payment

basis on the Settlement Date, being the 2nd day following listing date on the Euronext Dublin Exchange.

Investors who's designated Euroclear accounts are not funded by the closing date with the full amount of their requested investment in the Autocall or whose available funds are not able to be transferred to pay for their investment in the Autocall for any reason, will not participate in this Autocall investment.

IBL accepts no responsibility or liability for such failure to pay for the Autocall by the Investor and IBL shall not be liable for any losses or damages that such investor may suffer as a result of failing to invest in the Autocall.

## Investment application form

### INVESTEC DOLLAR EURO STOXX 50 AUTOCALL AUGUST

Nominal Amount invested	\$ 
Total per attached schedule	\$1,000.00 per note, and a minimum of \$6,000.00

#### Instructions for completing this application form

1. Distributors complete application form
2. Distributors complete Investor Schedule
3. Send completed application form and Investor Schedule to: [SPSupport@investec.co.za](mailto:SPSupport@investec.co.za)
4. Confirm investors Euroclear account is funded with required investment amount
5. No additional FICA documentation is required.
6. No cash to be deposited to IBL, all investors to fund their Euroclear accounts before/ on Closing Date on 08 August 2024.
7. Distributors are required to provide IBL with a schedule of investors with the details of Euroclear account details.



## Section 1:

### Distributor

This section provides us with the details of the distributor.

First name(s)

Surnames (for individuals)

ID/Passport Number

Registered Company Name

Email address

Telephone number

## Section 2:

### Distributor and signature

I, the undersigned hereby confirm that I have read and understood the application form and term sheet and agree to be bound by the terms and conditions thereof and warrant that the particulars supplied below are true and correct and that completion, signature and submission of this application form and attached schedule constitutes a mandate for IBL to implement the investment in the Investec Dollar Euro Stoxx 50 Autocall the terms and conditions set out herein.

- I hereby agree and acknowledge that IBL is a product supplier as defined by the Financial Advisory and Intermediary Services Act (FAIS) and as such, IBL will not render any investment advice in respect of the Autocall. The selection of investments will be made entirely at my/ investors discretion,
- IBL shall bear no responsibility for, nor guarantee the performance of the investment or the index, and IBL will not be liable for any losses I/ investor may incur as a result of acting on inadequate, insufficient or inappropriate advice.
- Distributors should note that completion, signature and submission of this application form and attached schedule constitutes a mandate for IBL to implement the investment in the Autocall per the terms and conditions set out herein.

Financial/Investment Professional

Date

Place

## Disclaimer

This document is not a prospectus, nor does it constitute an offer to the public in respect of the Autocall. Completion and signature of the Application Form contained herein constitutes an offer to invest in the Investec Dollar Euro Stoxx 50 Autocall, implementation of which is subject to acceptance of the signed Application Form by IBL. Investors should seek their own independent professional advice regarding the suitability of the Autocall for their own particular investment purposes.

The information contained in this communication is for informative purposes and is not intended to constitute advice in any form, including but not limited to investment, accounting, tax, legal or regulatory advice. As product supplier, IBL is not in a position to have regard to the specific investment objectives, financial situation or particular needs of any specific recipient. The material is based upon information that we consider to be reliable, but we do not represent that it is accurate or complete, and it should not be relied upon as such. All illustrations, forecasts or hypothetical data are for illustrative purposes only and are not guaranteed. The sender accepts no liability whatsoever for any loss or damage of any kind arising out of the use of all or any part of this communication. IBL does not make representation that the information provided is appropriate for use in all jurisdictions or by all investors or other potential investors. Parties are therefore responsible for compliance with applicable local laws and regulations. Prospective investors should be fully aware of the risks involved in trading investment related products. Profits and benefits are dependent on the performance of underlying assets and other variable market factors including currency exchange fluctuations and are not guaranteed.

This product is not sponsored, endorsed, sold, or promoted by the Index or indices, as specified herein, or the relevant Index sponsor, being the corporation or other entity that (a) is responsible for setting and reviewing the rules and procedures and the methods of calculation and adjustments, if any, related to the relevant Index and (b) announces (directly or through an agent) the level of the relevant Index on a regular basis. No Index sponsor makes any representation whatsoever, whether express or implied, either as to the results to be obtained from the use of the Index and/or the levels at which the Index stands at any particular time on any particular date or otherwise. No Index or Index sponsor shall be liable (whether in negligence or otherwise) to any person for any error in the Index and the Index Sponsor is under no obligation to advise any person of any error therein. No Index sponsor is making any representation whatsoever, whether express or implied, as to the advisability of purchasing or assuming any risk in connection with entering into any transaction in respect of this product. Neither IBL nor the Investor shall have any liability to the other for any act or failure to act by the Index sponsor in connection with the calculation, adjustment or maintenance of the Index. IBL has no affiliation with or control over the Index or Index sponsor or any control over the computation, composition or dissemination of the indices. Although IBL will obtain information concerning the indices and currencies from publicly available sources it believes reliable, it will not independently verify this information. Accordingly, no representation, warranty or undertaking (express or implied) is made and no responsibility is accepted by IBL as to the accuracy, completeness and timeliness of information concerning the indices and/or the currency exchange rates.

Investec Corporate and Institutional Banking is a division of Investec Bank Limited registration number 1969/004763/06, an Authorised Financial Services Provider (11750), a Registered Credit Provider (NCRCP 9), an authorised Over the Counter Derivatives Provider, and a member of the JSE. IBL is committed to the Code of Banking Practice as regulated by the Ombudsman for Banking Services. Copies of the Code and the Ombudsman's details are available on request or visit [www.investec.com](http://www.investec.com).

