

Strategic investments with capital protection at Maturity

The Macquarie Gateway Trust (Gateway) may provide an ideal solution for investors seeking the benefit of capital protected¹ access to markets with no cap on returns payable or a cap with an enhanced participation rate.

Gateway provides investors with the opportunity to gain exposure to Australian, International and Asian equities and Global Infrastructure securities while borrowing 100% of the Investment Amount.

Potential investor benefits

- **Access to investment opportunities with growth potential.** Investors have the option to gain exposure to one or more of the following:
 - > Australian Equities
 - > International Equities
 - > Asian Equities
 - > Macquarie Global Infrastructure 100 Index
- **Choice of payoffs** – means investors are able to select either an uncapped payoff or a capped payoff that has a higher participation rate.
- **100% gearing with optional Interest Loan** – enabling investors to invest with a low initial capital outlay and no margin calls. Investors have a choice of a fixed or variable interest rate.
- **Australian dollar payoff** – investors will not be exposed to FX movements.
- **Indicative Investment Loan interest rates**
 - Floating Interest Rate Loan 7.95% pa
 - Fixed Interest Rate Loan 8.85% pa

Who may be interested in this investment?

The investment may be suitable to investors for a number of reasons, including:

- To gain medium to long term exposure to Australian, International and Asian equities or Global Infrastructure securities.
- For index based equity exposures with the potential for growth.
- To diversify into Australian or International positions.
- For an investment that provides a low initial capital outlay by providing 100% gearing.
- For a capital protected investment at Maturity.

Macquarie Research Equities

Investments based on expert research by Macquarie Research Equities (MRE).² MRE is a highly regarded research house within the global marketplace. MRE is rated No.1 in the Peter Lee 2009 survey of Australian Institutional Investors in Australian equities and offers an extensive range of analysis worldwide.³

Making an application is quick and easy

Investors simply need to fill in one form to apply for their investment and loan. Before investing in Gateway it is important that investors read and understand the terms and investment risks set out in the PDS.

¹ Capital protection is available only at maturity and is subject to risk limitations and conditions. Capital protection is provided to each Class Portfolio and not directly to investors. Please refer to the PDS for more information.

² Please see the PDS for performance risks associated with the underlying Reference Assets.

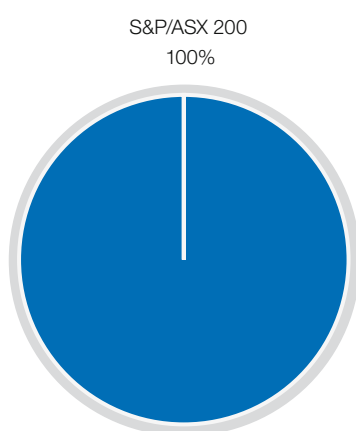
³ Please note that MRE has not provided any research in relation to the International Equities investment option.

Investment options

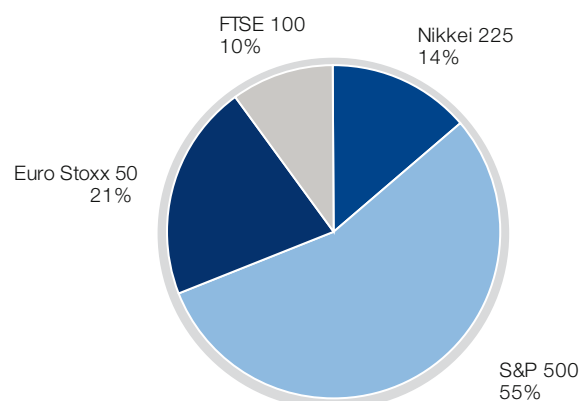
Investors have eight different investment options known as Unit Classes CA - CH.

Investment option	Participation Rate range	
	Uncapped	Capped
Australian Equity	115% - 135%	160% - 180%
International Equity	95% - 110%	115% - 135%
Asian Equity	110% - 130%	145% - 165%
Global Infrastructure	100% - 120%	135% - 150%

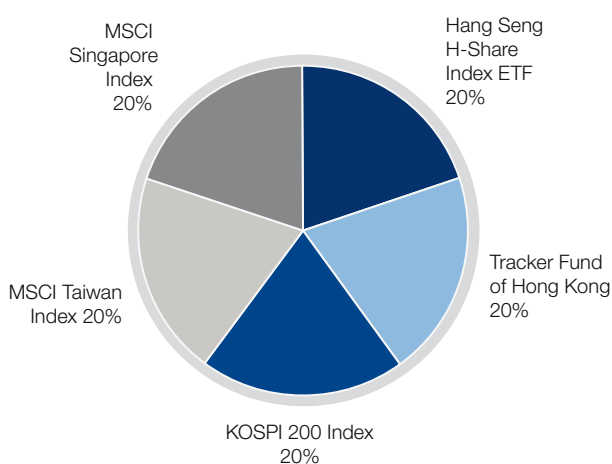
Australian Equity



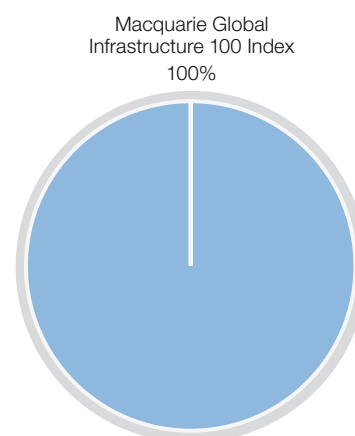
International Equity



Asian Equity



Global Infrastructure



Investment Loan

In order to apply for units, investors must also apply for a 100% Investment Loan from Macquarie. There is a choice of a floating or fixed interest rate loan available. Investors are required to pay interest on their Investment Loan annually-in-advance throughout the term of the investment.

Indicative Investment Loan interest rates

Floating Interest Rate Loan 7.95% pa
Fixed Interest Rate Loan 8.85% pa

Optional Interest Loan

To help manage cashflow, investors can apply for an optional Interest Loan to fund their interest pre-payment. The Interest Loan is repayable monthly in arrears commencing on 31 July. The indicative rate for the interest loan is 10.95% pa for the period 30 June 2010 to 29 June 2011.

Investment Returns (worked examples)

UNCAPPED CLASS EXAMPLE

Class CA – Worked Example

An investor borrows and invests \$100,000 to invest into Class CA (Australian Equity Uncapped) and holds their investment until Maturity (5.5 years).

Assumptions:

- The Participation Rate is set at 115% on 12 July 2010;
- The S&P/ASX 200 Start Level on 12 July 2010 is 4500;

- The S&P/ASX 200 Closing Level on the Quarterly Averaging Dates:⁴

- > 1 March 2015 is 7500;
- > 1 June 2015 is 8000;
- > 1 September 2015 is 8200; and
- > 1 December 2015 is 7000.

Step	Calculation	Value
1: Take the Start Level of the Reference Asset(s) on the Swap Start Date.	The Start Level of the S&P/ASX 200 Index	4500
2: Calculate the Quarterly Averaged End Level of the Reference Asset(s)	$\frac{(7500 + 8000 + 8200 + 7000)}{4}$	7675
3: Calculate the End Level of the Reference Asset(s) for the relevant Class – Uncapped or Capped?	As Class CA is Uncapped there is no Reference Asset Cap and the Quarterly Averaged Level is therefore the End Level	7675
4: End Level – Start Level and then divide by the Start Level	$\frac{(7675 - 4500)}{4500}$	70.56%
5: Multiply Step 4 by the Participation Rate	$0.7056 \times 115\%$	81.14%
6: Multiply Step 5 by the Investment Amount	$\$100,000 \times 81.14\%$	\$81,140

At Maturity the investor would realise a gain of \$81,140 based on the above scenario.

CAPPED CLASS EXAMPLE

Class CB - Worked Example

An investor borrows and invests \$100,000 to invest into Class CB (Australian Equity Capped) and holds their investment until Maturity (5.5 years).

Assumptions:

- The Participation Rate is set at 160% on 12 July 2010;
- The S&P/ASX 200 Start Level on 12 July 2010 is 4500;

- The S&P/ASX 200 Closing Level on the Quarterly Averaging Dates:⁴

- > 1 March 2015 is 7500;
- > 1 June 2015 is 8000;
- > 1 September 2015 is 8200; and
- > 1 December 2015 is 7000.

Step	Calculation	Value
1: Take the Start Level of the Reference Asset(s) on the Swap Start Date.	The Start Level of the S&P/ASX 200 Index	4500
2: Calculate the Quarterly Averaged End Level of the Reference Asset(s)	$\frac{(7500 + 8000 + 8200 + 7000)}{4}$	7675
3: Calculate the End Level of the Reference Asset(s) for the relevant Class – Uncapped or Capped?	As Class CB is Capped the End Level is the lesser of: <ul style="list-style-type: none"> ■ 7675 (result from Step 2); and ■ Start Level + (Start Level x Reference Asset Cap) $4500 + (4500 \times 50\%) = 6750$ The Reference Asset Cap is lesser value.	6750
4: End Level – Start Level and then divide by the Start Level NB: Equals the 50% Reference Asset Cap due to Step 3.	$\frac{(6750 - 4500)}{4500}$	50%
5: Multiply Step 4 by the Participation Rate	$0.50 \times 160\%$	80%
6: Multiply Step 5 by the Investment Amount	$\$100,000 \times 80\%$	\$80,000

At Maturity the investor would realise a gain of \$80,000 based on the above scenario.

The above examples ignore the effect of tax and the time value of money.

⁴ Please see the PDS for more information.

Risks

You should consider the risks of an investment carefully before investing.⁵

Some key risks include:

- **Performance risk:** your investment will be adversely affected if the Reference Asset relevant to your investment/s performs poorly including as a result of the recent increase in equity market uncertainty. High levels of volatility in equity markets, such as those seen in recent years, increase this risk.
- **Borrowing to Invest:** there is a material risk that the total value of your returns at Maturity (if any) will be less than your total interest payments and other costs. If this occurs you will not breakeven at Maturity. In addition, you should take into account relevant taxation considerations and the time value of money.
- **Counterparty risk:** the value of your investment depends on the ability of the Swap Counterparty and the Collateral Counterparty (both Macquarie Bank Limited) to perform their obligations. The key consequences of a Counterparty not performing their obligations are:
 - > **Swap Counterparty:** the Fund's return (if any) on the relevant Reference Asset may not be able to be realised if the Swap Counterparty does not perform its obligations, which may mean you do not receive any return on your investment and are required to repay the principal and interest on your Interest Loan (if applicable) together with any break costs out of your own funds.
 - > **Collateral Counterparty:** Capital Protection may not apply at Maturity, and you may not realise the value of your investment if the Collateral Counterparty does not repay the collateral at Maturity, or on early termination of the Investment Linked Swap Arrangements (due to Early Maturity occurring or otherwise). Investors will be required to repay the principal and interest on your Investment Loan and any Interest Loan (if applicable) together with any break costs out of your own funds.
- **Early Maturity Risk:** the Investment Linked Swap Arrangements can be terminated before Maturity in certain circumstances. If this occurs, you may not receive the benefit of Capital Protection or realise a gain on your investment. The extraordinary events, events of default and review events which may cause an Early Maturity and termination of the Investment Linked Swap Agreements are outlined in Section B4.1 of the PDS.
- **No capital protection prior to Maturity:** An investment in Macquarie Gateway is designed to be held until Maturity (15 December 2015). Capital protection will not apply before Maturity. Investors who redeem their units prior to Maturity may be faced with having to fund a shortfall between the value of their units and the Investment Loan from their own sources.

⁵ Please refer to the PDS for the specific risks associated with an investment in Gateway.

Applications close 30 June 2010

IMPORTANT INFORMATION

This information has been prepared by Macquarie Financial Products Management Limited ABN 38 095 135 644, AFSL 237847 (MFPML), the responsible entity of, and issuer of units in, the Macquarie Gateway Trust and is current as at 6 April 2010. An invitation to apply for the Macquarie Gateway Trust is made in a Product Disclosure Statement dated 6 April 2010 (PDS). The PDS is available by phoning 1800 080 033.

In deciding whether to acquire, or continue to hold, an interest in the Macquarie Gateway Trust, investors should obtain the PDS and consider its contents. We recommend investors obtain financial, legal and taxation advice before making any financial investment decision.

The information contained in this document is general information only. It has been prepared without taking into account any potential investor's objectives, financial situation or needs and the appropriateness of the information needs to be considered in that context. A person should consider the PDS in deciding whether to acquire, or continue to hold, an investment in the Macquarie Gateway Trust. Please note that this is not the same trust as the MQ Gateway Trust ARSN 123 784 930 (for which MQ Portfolio Management Limited ACN 092 552 611 is the responsible entity) although the units offered by both trusts have similar features.

Any examples including any assumptions or figures contained in this document are purely hypothetical and are not actual or potential returns, estimates, projections or forecasts for investments in the Macquarie Gateway Trust. Any examples have only been included for illustrative purposes. They have been prepared without taking into account any potential investor's objectives, financial situation or needs. Examples are based on assumptions which may have a material effect on returns. The actual performance of investments will depend on future economic conditions, investment management and future taxation. The loans are offered by Macquarie Bank Limited ABN 46 008 583 542 (unless otherwise determined by MFPML to be another Macquarie Group company, in which case it will be that Macquarie Group company) and are subject to approval.

Investments in the Macquarie Gateway Trust are not deposits with, or other liabilities of, Macquarie Bank Limited ABN 46 008 583 542, MFPML or of any Macquarie Group company, and are subject to investment risk, including possible delays in repayment and loss of income or capital invested. None of Macquarie Bank Limited, MFPML or other member companies of the Macquarie Group of companies guarantees any particular rate of return, the performance of, or the repayment of capital from the Macquarie Gateway Trust.

For more information speak to your financial adviser or contact Macquarie Specialist Investments.



1800 080 033



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