AUSTRALIAN
RESEARCH
MANAGED INVESTMENTS ANALYSIS

Deutsche Xenon Alpha Plus

October 2004

A unique hedge fund exposure

Aegis Measured by Performance

Contents

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1. Executive Summary

- Deutsche Xenon Alpha Plus (Xenon Alpha Plus) is an offer to invest in redeemable preference shares in a four-year, closed-ended, leveraged product investing in two fund-of-hedge funds.
- Based on the return objectives of each fund, the return objective for the product is around 15-18%pa after all fees, which will be paid as a once-only income payment at maturity in four years time.
- The two hedge funds used will be the Ivy Rosewood Diversified Fund Ltd Class E Shares, through a feeder fund, (Ivy Fund) and Silver Creek Low Volatility Strategies I Ltd Class C Series 2 Shares (Silver Creek Fund).
- The Ivy and Silver Creek Funds are well diversified, low-volatility funds that aim for returns of LIBOR +7%pa before fees and US Government Treasury Bills + 5-9%pa after fees respectively. Leverage is then used to magnify returns to investors.
- Investors' funds are leveraged and initially invested such that 50 cents of each dollar, together with $1.50 of leverage, is invested in the Ivy Fund. The other 50 cents, together with $1.00 of leverage, is invested in the Silver Creek Fund. This leverage is known as 'Permanent Leverage'.
- Through the 'Investment Allocation Mechanism', which is discussed in Section 2, these positions can be leveraged further (Additional Leverage). Total leverage can reach up to $4.25 for each $1.00 invested.
- If one of the funds performs poorly, a 'Knockout Event' could occur, whereby investment in that fund will be liquidated for the duration of Xenon Alpha Plus. Some non-recourse leverage will still be in place and interest will remain payable. Investors should note that this is not a likely occurrence, given the nature of the underlying investments.
- Xenon Alpha Plus will process limited redemptions on a monthly basis. Redemptions will be subject to a fee of up to 4% as well as any administration or unwind costs incurred by Deutsche Bank, depending on the timing of the redemption.
- Aegis has reviewed the product and has issued an APPROVED rating.

Investment Opinion

Aegis has developed a template for rating structured product offerings in Australia. Factors considered include management, product construction, underlying portfolio construction and management, team and performance. Our rating is based on the following scale:

85 – 100	Recommended
65 – 84	Approved
0 – 64	Not Approved

We have reviewed the product and have issued an APPROVED rating.

Xenon Alpha Plus is quite different from many of the structured investments that Aegis has reviewed. Many structured products offer capital protection, which is expensive, then lever the remaining funds and invest in high-risk/high-return investments.

By contrast, this product invests its levered funds in two low-volatility hedge funds. The degree of leverage changes with performance in the underlying products, so that as performance improves, gearing increases, and vice versa. It does not, however, offer capital protection.

Aegis believes that Deutsche Bank has undertaken significant due diligence in choosing the underlying hedge fund managers. We are satisfied that Deutsche Bank has a strong knowledge of both these funds and their competitors, and that the selection of the manager and portfolio construction within Xenon Alpha Plus have been carried out competently.

The product has a high degree of Permanent Leverage, so that if the returns from the underlying funds are lower than the interest charged on leverage, then investors will note that the share price will fall. Further, the Permanent Leverage will also lead to higher volatility in Xenon Alpha Plus than the underlying funds. Nonetheless, if the underlying funds perform as they have in the past (or in the case of the Ivy Fund, as similar Ivy managed funds have), volatility will generally remain below the long-term average volatility of the share market. We have conducted some scenario analysis in Section 2 of this document that considers a number of different situations. This is the single most important drawback in this product.

Investors should note that all returns will be paid in the form of an income payment at maturity of the product in 2008. Further, the product only offers redemption prior to maturity on a monthly basis and a fee will apply to early withdrawals.

Aegis believes that this product may be suitable as a medium-term savings vehicle, given that all returns will be paid at maturity (albeit as income).

It may suit investors already on lower marginal tax rates, those who expect to be on lower marginal rates when the product matures in 2008, and self-managed super funds. It is not suitable for investors seeking an ongoing income stream, or for highly risk-averse investors.

With respect to portfolio construction, it is Aegis' view that allocation should be made from the equity portion of a portfolio. Although we acknowledge that the underlying funds will be invested in an essentially market-neutral manner, we believe that the high level of gearing in the product will lead to volatility in the share price. Thus, it is more appropriate to be considered part of a portfolio's growth exposure.

This report has been commissioned and as such Aegis has received a fee for its publication. However, under no circumstances has Aegis been influenced, either directly or indirectly, in making statements and/or recommendations contained in this report.

The Prospectus was lodged on 8 October 2004 with the Australian Securities and Investments Commission. The offer of the securities is made in, or accompanied by, a copy of the Prospectus, and anyone wishing to acquire the securities should complete the application form that will be in, or will accompany, the Prospectus.

2. Product Overview

Xenon Alpha Plus is an offer to invest in Redeemable Preference Shares in a four-year, closed-ended leveraged product. It is a 'notional' investment designed to generate returns linked to the performance of the Ivy Fund and the Silver Creek Fund, two international fund-of-hedge funds.

The overall return objective for the product is around 15-18%pa, which will be paid as a once-only income payment at maturity in four years. Prior to that time, returns will be reflected through an increasing net asset value.

The two hedge funds used are the Ivy Rosewood Diversified Fund Ltd Class E Shares via a feeder fund, RDO Access Unit Trust I Class A Fund, (Ivy Fund) and Silver Creek Low Volatility Strategies I Ltd Class C Series 2 Shares (Silver Creek Fund).

The Ivy and Silver Creek Funds are well-diversified, low-volatility funds that aim for returns of LIBOR + 7%pa before fees and US Government Treasury Bills + 5-9%pa after fees respectively. Leverage within Xenon Alpha Plus will then used to magnify returns to investors.

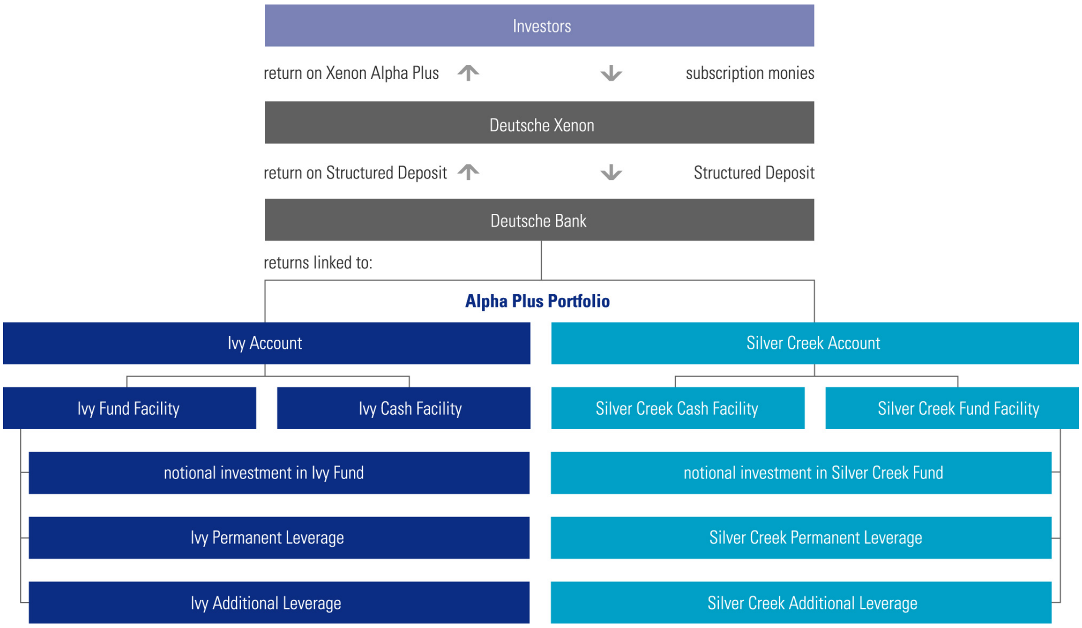
Structure of Xenon Alpha Plus

Xenon Alpha Plus will invest in a structured deposit with Deutsche Bank. Deutsche Bank will then reference the leveraged returns of the Ivy Fund and the Silver Creek Fund for Xenon.

For each dollar initially invested, 50 cents will be invested into the Ivy Fund, along with $1.50 of permanent leverage. The other 50 cents will be invested into the Silver Creek Fund, with $1.00 of permanent leverage. Thus, the total initially invested will be $3.50 for each dollar invested. This reflects a 'leverage factor' of four for the Ivy Fund and three for the Silver Creek Fund. The leverage factors have been set by Deutsche Bank in consultation with Ivy and Silver Creek, and be based on the objectives and style of each manager.

Under the Investment Allocation Mechanism, described in detail below, additional leverage can be employed - up to an additional $1.00 in the Ivy Fund and an additional 75 cents in the Silver Creek Fund.

Fig 1. Structure of Xenon Alpha Plus



Source: Deutsche Bank

Investment Allocation Mechanism

The Investment Allocation Mechanism (the Mechanism) allows further leverage to be accessed if the underlying funds perform well. If they do not, leverage can fall to the level of Permanent Leverage and cash holdings can increase.

The Mechanism will be applied separately to the Ivy Fund and the Silver Creek Fund. We will use the Ivy Fund to illustrate its operation.

The Mechanism works by applying the following formula:

Releverage/Deleverage Amount = Leverage Factor x Investor's NAV – Fund NAV

Subject to the following limitations:

If no additional leverage used, then (Releverage Amount/Fund NAV) >= 5%

or

If some additional leverage used, then (Releverage Amount/Fund NAV)>=10%

The leverage factors for the Ivy Fund and the Silver Creek Fund are four and three respectively.

The initial investment, or Net Asset Value (NAV), in the Ivy Fund is $2.00, being 50 cents of investor's funds (investor's NAV) and $1.50 of leverage. If the Ivy Fund increases in value by 5%, then the NAV rises to $2.10. This is represented by 60 cents of Investor's NAV and $1.50 of Permanent Leverage.

The Releverage Amount is then

= (4 x .60) – 2.10

= .30 or 30 cents

The Releverage Amount/Fund NAV ratio is

= 0.30/2.10

= 14.3%

Thus, a further 30 cents of gearing is undertaken. The new Fund NAV is now $2.40, being 60 cents of investor's funds, $1.50 of Permanent Leverage and 30 cents of Additional Leverage.

If the fund's NAV then fell 10% to $2.16, this would comprise $1.50 of Permanent Leverage, 30 cents of Additional Leverage and 36 cents of investor's funds. The Releverage Amount would be

= (4 x .36) – 2.16

= -.72 or –72 cents

The Deleverage Amount/Fund NAV ratio would be

= -.72/2.16

= 33.3%

Thus, the fund would be deleveraged by 72 cents, with the new fund NAV being $1.44. This would consist of $1.50 Permanent Leverage, 36 cents Investor's NAV and an offsetting cash facility of 42 cents.

If Investor's NAV falls to under 10 cents (or 7.5 cents for the Silver Creek Fund), a Knockout Event will occur, in which case exposure to the relevant fund will be reduced to zero, additional leverage will be retired, permanent leverage will remain in place until maturity and all other funds will be placed into the cash facility.

In effect, a Knockout Event means that no further exposure to the underlying fund will occur during the life of the investment. Investors should note that this is unlikely to occur.

Portfolio Performance under Different Conditions

Aegis has undertaken testing of the portfolio under different market conditions.

Both the Ivy and SilverCreek Funds are low volatility fund of hedge funds. They generally provide small positive or negative returns on a monthly basis through most market conditions. Given the method by which they are managed, which is discussed in Section 3, we do not expect significant volatility in monthly returns. However, the leverage associated with this product will act to increase return volatility.

We have undertaken a series of simulations on the funds, and observed the resultant performance of Xenon Alpha Plus using this.

It should be noted that the most extreme monthly return experienced by either fund was a loss of around 5%, so our testing should be considered fairly robust.

It should be noted that under some circumstances, Ivy and Silver Creek's returns (and thus returns on Xenon Alpha Plus) will be diluted due to the cost of the Permanent Leverage. The cost of the Permanent Leverage is approximately 7.6%pa at the present time, and when returns fall to below this level on a consistent basis, returns to Xenon Alpha Plus will be negatively affected.

Further, it should be noted that the volatility of Xenon Alpha Plus is much higher than that of the underlying funds. As a basis for comparison, the long term volatility of the share market is approximately 15%pa. Thus, if the underlying funds behave similarly to their past performance, Xenon Alpha Plus should be less volatile than the share market. However, during times of shock, its volatility may become quite high due to leverage.

Nonetheless, it was only under extreme circumstances (such as three monthly falls of 20% each) that we were able to trigger a Knockout Event. Thus, we believe that it will be extremely unlikely to occur.

Fig 2. Return Simulation

Monthly return from each fund	**Funds**	**Xenon Alpha Plus**	**Fund Volatility**	**Xenon Alpha Plus Volatility**
	pa	**pa**	**pa**	**pa**
1% per month	12.00%	25.03%	0.00%	0.87%
1%pm, 0% every 4th month	9.00%	13.61%	1.38%	5.28%
1%pm, -1% every 4th month	6.00%	1.89%	2.76%	10.58%
0%pm for the first year, 1%pm thereafter	variable	13.25%	1.51%	5.02%
1%pm, 0% for the last year	variable	13.71%	1.52%	5.12%
1%pm, -20% in the 4th month	variable	-13.52%	9.24%	35.26%
1%pm, -5% in the fourth month of each year	6.00%	-0.28%	5.15%	19.74%

Source: Deutsche Bank, Aegis

Fees

Investors will pay no initial fees from funds invested. Commissions to advisers will be paid by Deutsche Bank on behalf of Xenon Alpha Plus. These will comprise an initial fee of up to 3% and a trailing commission of up to 0.5%pa from year 2.

Permanent leverage within Xenon Alpha Plus will pay interest to Deutsche Bank at a rate equal to Australian 90-Day Bank Bills +2.2%pa. Additional leverage will pay interest at the rate of Australian 90-Day Bank Bills + 0.80%pa.

Both the Ivy Fund and the Silver Creek Fund will charge fees on funds invested.

An exit fee will be payable if an investor chooses to sell their investment prior to maturity. The sliding fee will be equal to $0.04 for each share repurchased in the first year, $0.03 for each share repurchased in the second year, and so forth. Investors will also be charged any administration or unwind costs incurred by Deutsche Bank.

Aegis Comments

Aegis believes that the premise underlying the structuring of Xenon Alpha Plus has merit. Many structured products offer investors strong capital protection, but the high cost of this protection means that funds available for investment are leveraged and invested in highly volatile investments.

Xenon Alpha Plus takes a different approach and levers funds into two fund-of-fund hedge funds, with low volatility and good risk-adjusted returns. In terms of Modern Portfolio Theory, there is merit in gearing into risk-efficient investments. Although there are risks associated with the strategy, this seems a logical way to offer exposure to hedge funds.

The single most important drawback in this product is the cost of the Permanent Leverage. If fund returns are less than around 7.6%pa (the cost of the Permanent Leverage at this time) investors will find that the NAV will fall over time. If returns generally remain over approximately 7-8%pa, the gearing in Xenon Alpha Plus will act to magnify those for investors.

Both Ivy and Silver Creek have long track records, which are examined in Section 3 of this report, over which they have managed to maintain those levels of returns. Further, the volatility of the combination has been approximately 2%pa, which, under the gearing available in Xenon Alpha Plus, should equate to a volatility of approximately 8-10%pa in the product, less than that of the stock market over time.

3. Underlying Investments

Portfolio

Deutsche Bank has chosen the Ivy and Silver Creek Funds as the underlying investments in Xenon Alpha Plus. Deutsche Bank has conducted significant due diligence on the managers, through their London and New York offices. Aegis is satisfied that Deutsche Bank has a good knowledge of both these funds, their competitors and that the manager choice and portfolio construction within Xenon Alpha Plus has been carried out competently.

The underlying portfolio initially will be invested such that approximately 57% of funds are in the Ivy Fund and 43% in Silver Creek Fund. These weightings reflect the leverage factors that will be initially applied to each hedge fund by Deutsche Bank. The amount of leverage will change as the investments are releveraged with performance.

Both funds are fund-of-fund hedge funds. Each has slightly different return objectives, but both aim for very low volatility and market neutrality. In both cases, a significant amount of the senior executives' wealth is invested in the funds, ensuring that there is strong alignment of interest.

Ivy

Based in New York, USA, Ivy is one of the largest hedge fund managers in the world, having recently been ranked seventh by InvestHedge. Currently, Ivy had more than US$14.5B in assets under management and 140 employees.

Ivy only manages fund-of-fund hedge funds. The fund to be used by Xenon Alpha Plus is the Rosewood Diversified Fund Ltd Class E shares (Ivy Fund), which began in February 2004. The fund aims to return approximately LIBOR plus 7%pa before fees and be essentially market neutral with a market beta of between –0.1 and 0.1.

Ivy has an investment team of approximately 35 people and invests in around 150 different hedge funds around the world. Approximately 200 managers are actively monitored. Ivy chooses managers on a bottom-up basis, through fundamental research. Initially, it identifies managers that have achieved above-average returns through different market cycles, giving greater weight to good performance in bear markets than bull markets, as well as consistency of performance.

Ivy employs a 'top down, bottom up' portfolio construction technique. The Ivy Fund tends to hold around 26 to 30 managers, each of which must be generally market and beta neutral, in order to ensure neutrality in the portfolio. As at 31 August 2004, it held the following weightings to different strategies (all figures approximate):

18% equity market neutral strategies

15% convertible arbitrage

37% multi strategy

4% merger arbitrage

26% credit arbitrage

Ivy is not a 'tactical asset allocator' between hedge fund strategies and managers. Thus, strategy weightings in the Ivy Fund tend to change only by a few per cent.

Although the Ivy Fund has a limited history, Ivy runs a series of funds with similar, but not identical, objectives and strategies. The composite performance history of those funds has been used for performance analytics in this report. Investors should note it should be considered a guide only.

Silver Creek

Silver Creek is based in Seattle, USA, and has been managing fund-of-fund hedge funds for more than 10 years. Silver Creek currently has approximately US$3.0B in assets under management.

Silver Creek also only manages fund-of-fund hedge funds. The fund used by Xenon Alpha Plus is the Silver Creek Low Volatility Strategies Ltd Class C Series 2 Shares (Silver Creek Fund). The Silver Creek Fund is beta neutral and has little or no leverage.

Silver Creek states that it seeks to differentiate itself from other managers through a strong focus on risk management and by having principals who determine manager selection, strategy allocation and portfolio construction.

Silver Creek looks for managers that have at least an eight-year track record, with firm executives having at least US$50M in funds invested in their own funds. Silver Creek particularly aims for managers that have shown strong results over the troubled years of 1994, 1998 and 2002.

Silver Creek is a very active top-down asset allocator with respect to hedge fund strategies employed within their funds. Silver Creek ensures that they hold a number of managers in each strategy, and that those managers have low correlations with each other.

Further, Silver Creek actively seeks out new markets it believes offer good opportunities. For example, in 1998 Silver Creek identified Japanese non-performing loans as a market they believed offered opportunities, then sought managers able to take advantage of inefficiencies in that market. This strategy continues to account for approximately 5% of their portfolios.

The Silver Creek Fund also holds put options over its total portfolio to protect it in times of crisis. Although this may cost the fund approximately 1%pa during normal times, it ensures that, over time, volatility is decreased and the fund’s Sharpe Ratio is higher than it might be otherwise.

Performance Analytics of the Hedge Funds

The Ivy Composite (discussed previously) and Silver Creek Funds, as well as the Combination Fund (which is 57% Ivy Composite and 43% Silver Creek Fund), show extremely low correlation with major asset classes, thus providing a portfolio with good diversification benefits.

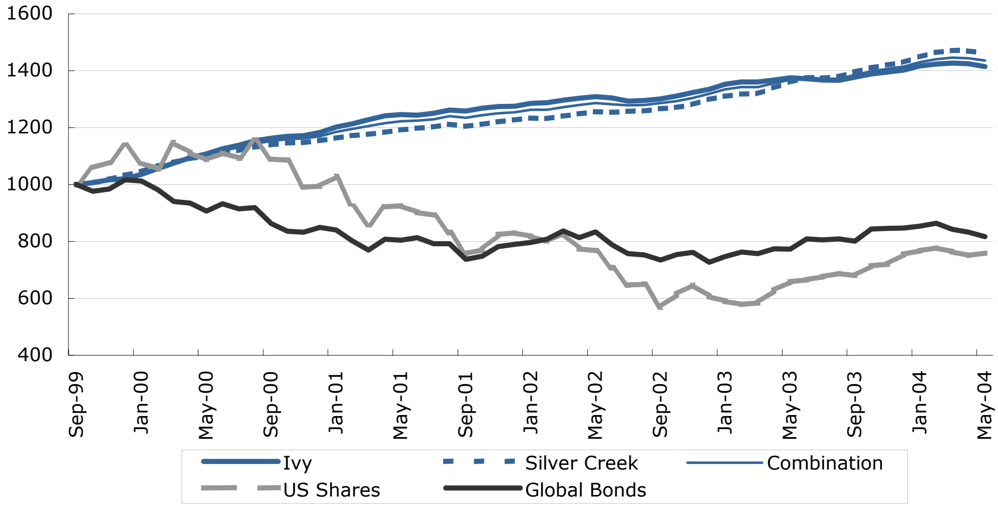
The Combination Fund is similar to an ungeared version of Xenon Alpha Plus.

Fig 3. Five-year Correlations to May 2004 in USD

Correlation	US Shares	US Bonds
Ivy Composite	0.18	0.06
Silver Creek Fund	0.29	0.24
Combination	0.24	0.14
US Shares	1.00	0.60
Bonds	-0.23	1.00

Source: Deutsche Bank, Aegis. Indices used are the S&P500 and the Salomon Brothers World (ex Aus) Government Bond Index (USD).

Fig 4. Performance for five years to May 2004



Notes: All returns in USD. Indices: S&P500, Salomon Bros Global Bond Index
Source: Deutsche Bank, Aegis

The Ivy Composite and Silver Creek funds have performed generally in line with their objectives and, over the period shown, have outperformed other asset classes.

Fig 5. Five-year Annualised Return and Volatility

	Ivy Composite	**Silver Creek Fund**	**Combination**	**S&P500**	**Global Bonds**
Return	7.19%	7.91%	7.50%	-5.34%	-3.97%
Volatility	2.16%	1.77%	1.82%	17.36%	9.86%

All returns in USD
Source: Deutsche Bank, Aegis

The Combination Fund offers investors returns which have been above those from other asset classes over the past five years (in line with hedge funds generally) and are less volatile than those from equities. The volatility associated with Xenon Alpha Plus will be higher than the Composite, due to the effect of gearing.

Although hedge funds do tend to lag equities markets during times of strong performance, and investors should expect that there will be periods where they underperform in those conditions, they do generally display lower volatility. This is particularly the case with well-constructed fund-of-fund hedge funds.

Thus, investors should expect that the Combination Fund may exhibit lower volatility than shares and should also display returns in line with their stated objectives, and may or may not outperform other markets over time.

4. SWOT Analysis

Strengths

- The investment has a maturity of just under four years, which is an attractive length for a structured product.
- Xenon Alpha Plus offers exposure to two quality, low-volatility, fund-of-fund hedge-fund managers not normally available to Australian retail investors. Many other structured investments offer investment in more volatile assets, with capital protection.
- Unlike many other structured investments, there appear to be no FIF implications for Xenon Alpha Plus.
- There are no direct fees payable, and the level of fees within the product is reasonable.
- The Investment Allocation Mechanism will ensure that funds will be invested as the funds perform well, and will be de-levered if they perform poorly.

Weaknesses

- Unlike many structured products, there is no capital protection mechanism for the return of capital at maturity.
- Redemption is available on a monthly basis only, with a sliding fee scale applicable.
- In line with many other hedge fund investments and structured products, all returns are in the form of income, which may not be tax-effective for many investors.

Opportunities

- The Permanent and Additional Leverage available may enhance returns from the underlying funds for investors.

Threats

- Leverage can rise to significantly high levels, and this will lead to higher volatility in the investor’s NAV.
- If the underlying investments return less than the rate of interest on leverage, Xenon Alpha Plus will not provide competitive returns.
- If a Knockout Event occurs, investors will experience a significant capital loss that probably will not be recouped during the life of the investment.

5. Risks

We refer investors to pages 44 to 51 of the Prospectus, and provide a short summary below.

- Risks associated with Deutsche Xenon Ltd and Xenon Alpha Plus.
  - Capital and final dividend are not guaranteed.
  - It is a leveraged investment.
  - Knockout events can occur.
  - Cost of permanent leverage.
  - Liquidity.
  - Exchange rate fluctuations.
  - No voting or management power.
  - Reliance on third parties.
  - No other assets available.
  - Risk of compulsory early purchase.
  - Withholding tax.
- Risks associated with the Fund Managers.
  - Fund performance.
  - Fund volatility.
  - Estimated Net Asset Values.
  - Changes in the Funds.
  - Regulatory and compliance risk.
- General risks.
  - General market.
  - Interest rate movements.
  - Taxation.
- Risks associated with Deutsche Bank and Deutsche Australia.
  - Investors will be exposed to credit risk in the event that either party becomes insolvent or is otherwise unable to make payments.

6. Entities Involved

Deutsche Bank AG

Deutsche Bank AG is a banking company incorporated in Germany. The group has about 1,555 branches and offices around the world. As at 30 June 2004, the Deutsche Bank Group had total assets of approximately Euro849B (approximately A$).

Deutsche Bank provides the Structured Deposit for Xenon Alpha Plus.

Deutsche Australia Limited

Deutsche Australia Limited is a wholly owned subsidiary of Deutsche Bank AG. It's an Australian limited liability company incorporated under the Corporations Act.

Deutsche Australia Limited has arranged, will operate and will provide the repurchase facility at maturity and the early exit facility for Xenon Alpha Plus.

Deutsche Xenon Ltd

Deutsche Xenon Ltd is the issuer of Xenon Alpha Plus and is an Australian limited company incorporated under the Corporations Act. It is a wholly-owned subsidiary of Deutsche Australia.

Ivy Asset Management Corp

Ivy is based in New York, USA. Ivy is one of the largest hedge fund managers in the world, having recently been ranked seventh by InvestHedge. As at 30 June 2004, Ivy had more than US$13B in assets under management. Ivy has approximately 140 employees.

Silver Creek SV, LLC

Silver Creek is based in Seattle, USA, and has been managing fund-of-fund hedge funds for more than 10 years. Silver Creek had approximately US$2.8B in assets under management as at 30 June 2004.

Board of Deutsche Xenon Ltd

John Cincotta is Chief Operating Officer of the Deutsche Bank Group, Australia and New Zealand. He first joined Deutsche Bank in 1993 as Head of Management Accounting. Prior to joining Deutsche Bank, he worked at Chase Manhattan Bank in various roles, including Head of Financial Accounting and Tax. John holds a Bachelor of Business with an accounting major from the University of Western Sydney.

Mark Grolman is Managing Director and General Counsel, Asia Pacific Region, of the Deutsche Bank Group. Before joining Deutsche Bank in 1993, he was a partner in the international law firm, Coudert Brothers. Mark is a solicitor admitted in NSW and Australia and holds the degrees of Bachelor of Arts and Bachelor of Laws from the University of NSW.

Kevin Kosovich is Head of Structured Products for Deutsche Bank in Australia and New Zealand. He joined Deutsche Bank in 1996 from Bankers Trust Australia Limited, where he spent seven years developing structured products. Kevin holds a Bachelor of Business in Finance and Economics from Curtin University, Western Australia.

Ian Martin has nearly 20 years' experience in international capital markets. He is Head of Alternative Products within Deutsche Bank's Group's Global Markets Division. Prior to joining Deutsche Bank, Ian spent two years pursuing private business interests. He graduated from Victoria University of Wellington, New Zealand.

7. The Offer

Fig 6. Offer Details

Name	Deutsche Xenon Alpha Plus
Security	Redeemable Preference Shares
Offer Opens	18 October 2004
Offer Closes	19 November 2004
Issue Date	25 November 2004
Maturity Date	5 November 2008
Issue Price	$1.00
Initial NTA	$1.00
Minimum Investment	$5,000
Final Dividend	Return will be in the form of a final dividend, paid at maturity
Issuer	Deutsche Xenon Ltd
Arranger	Deutsche Australia
Structured Deposit Provider	Deutsche Bank Group, London.
Underlying Investments	Ivy Rosewood Diversified Fund Ltd Class E Shares and Silver Creek Low Volatility Strategies I Ltd Class C Series 2 Shares
Initial Fees	■ Nil to investor
Ongoing Fees	■ Nil to investor
Adviser Commissions	■ An initial fee of up to 3% and a trail commission of up to 0.5%pa. These fees are paid by Deutsche Australia, not out of investors' monies
Early Exit Fee	■ A sliding fee equal to $0.04 for each Share repurchased in the first year, $0.03 for each Share repurchased in the second year and so forth. Any administration fees and unwinding costs will also be charged

Source: Deutsche Bank

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Aegis Equities Research

Peter Leodaritsis
Managing Director
Phone: 61 2 8296 1100
peter.leodaritsis@aer.com.au

Vince Gordon
Chief Operating Officer
Phone: 61 2 8296 1155
vince.gordon@aer.com.au

David Brownie
Head of Business Development
Phone: 61 2 8296 1108
david.brownie@aer.com.au

Damien Klassen
Head of Retail Equities
Phone: 61 2 8296 1104
damien.klassen@aer.com.au

Johan Hedstrom
Head of Research
Phone: 61 2 8296 1157
johan.hedstrom@aer.com.au

RESEARCH

RESOURCES

Johan Hedstrom
Phone: 61 2 8296 1157
johan.hedstrom@aer.com.au

Peter Chapman
Phone: 61 2 8296 1132
peter.chapman@aer.com.au

Chris Sabin
Phone: 61 2 8296 1156
chris.sabin@aer.com.au

INDUSTRIALS

Anne Barnett
Phone: 61 2 8296 1100
anne.barnett@aer.com.au

Peter Chilton
Phone: 61 2 8296 1127
peter.chilton@aer.com.au

Anthony Farnham
Phone: 61 2 8296 1150
tony.farnham@aer.com.au

Danny Younis
Phone: 61 2 8296 1107
danny.younis@aer.com.au

TELECOMMUNICATIONS, MEDIA & TECHNOLOGY

Rodney Lay
Phone: 61 2 8296 1106
rodney.lay@aer.com.au

Eilidh Calderwood
Phone: 61 2 8296 1162
eilidh.calderwood@aer.com.au

Shanaz Cassim
Phone: 61 2 8296 1130
shanaz.cassim@aer.com.au

Sharon Loaiza
Phone: 61 2 8296 1131
sharon.loaiza@aer.com.au

MANAGED INVESTMENTS

Angela Ashton
Phone: 61 2 8296 1182
angela.ashton@aer.com.au

Chris Turnell
Phone: 61 2 8296 1115
chris.turnell@aer.com.au

FINANCIALS

Peter Rae
Phone: 61 2 8296 1151
peter.rae@aer.com.au

Peter Leodaritsis
Phone: 61 2 8296 1101
peter.leodaritsis@aer.com.au

Ravi Reddy
Phone: 61 2 8296 1165
ravi.reddy@aer.com.au

PROPERTY TRUSTS

Paul Nielsen
Phone: 61 2 8296 1113
paul.nielsen@aer.com.au

Dinesh Pillutla
Phone: 61 2 8296 1163
dinesh.pillutla@aer.com.au

LIFE SCIENCES

John Kessell
Phone: 61 2 8296 1152
john.kessell@aer.com.au

DATA SERVICES

Radek Zeleny
Phone: 61 2 8296 1168
radek.zeleny@aer.com.au

INFORMATION TECHNOLOGY & RESEARCH PRODUCTION

Jeremy Ngo
Phone: 61 2 8296 1154
jeremy.ngo@aer.com.au

Evan Ferris
Phone: 61 2 8296 1116
evan.ferris@aer.com.au

Ian Kennedy
Phone: 61 2 8296 1122
ian.kennedy@aer.com.au

Renata Meleo
Phone: 61 2 8296 1129
renata.meleo@aer.com.au

SALES

David Brownie
Head of Business Development
Phone: 61 2 8296 1108
david.brownie@aer.com.au

Julia Hall
Business Development Manager
Phone: 61 2 8296 1100
julia.hall@aer.com.au

Ian Gibson
Business Development Manager
Phone: 61 2 8296 1100
ian.gibson @aer.com.au

Ken Fleming
Business Development Manager
Phone: 61 2 8296 1100
ken.fleming@aer.com.au

Felicity Peedom
Client Service Manager
Phone: 61 2 8296 1170
felicity.peedom@aer.com.au

Connie Sammut
General Enquiries
Phone: 61 2 8296 1100
connie.sammut@aer.com.au

Aegis

Level 6, 33 York Street
Sydney NSW 2000 Australia
Locked Bag 7 Australia Square
Sydney NSW 1215
Phone 61 2 8296 1100
Fax 61 2 9299 3777
ABN 72 085 293 910
www.aer.com.au