

Xenon Alpha Plus2.

It's not a traditional investment.
But perhaps you're not a
traditional investor.



A new generation of alternative investment technology

Xenon Alpha Plus2 aims to deliver investors:

- A target rate of return of 15% to 18% per annum. This target return is not a forecast, projection or a statement about likely future performance*
- Capital stability through exposure to investments that aim to produce positive returns even in down markets
- Diversification to returns of traditional markets (such as equities and fixed interest markets)
- A medium term of just under 4 years with a monthly liquidity facility

Xenon Alpha Plus2 is a new investment product which aims to deliver superior risk-adjusted returns when compared with the historical risk-adjusted returns of many traditional markets (such as equities and fixed income markets).#* It aims to do this by leveraging exposure to returns linked to the performance of two world-class international fund of hedge funds managers which have demonstrated track records of generating generally positive returns in most market conditions. Past performance is not a reliable indicator of future

performance. Investors receive no margin calls on the leverage provided and gain access to wholesale funds not currently available in the Australian retail market place.

Deutsche Xenon Alpha Plus2 is a member of the Deutsche Bank group (see 'Important Notice' overleaf).

Xenon Alpha Plus2 key indicative dates

Offer scheduled to open	9.00am (Sydney time), 21 March 2005
Offer scheduled to close	5.00pm (Sydney time), 12 May 2005
Scheduled issue date	27 May 2005
Scheduled maturity date	5 May 2009

Read the prospectus.

**Call your adviser for a copy today,
or call the Xenon information line on
1800 455 662 (free call).**

A Passion to Perform.

xenon alpha plus2
Deutsche

Deutsche Bank



* There is no guarantee that Xenon Alpha Plus2 will achieve its target return as performance is subject to a number of risks. See section 7 of the prospectus.

As represented by the S&P/ASX 200 Accumulation Index and the S&P 500 Accumulation Index, and the UBS Composite Bond Index respectively.

What am I investing in?

Xenon Alpha Plus2 provides you with leveraged exposure to the performance of two international funds of hedge funds. These funds are managed by two world-class managers, Ivy Asset Management Corp (**Ivy**) and Meridian Diversified Fund Management, LLC. (**Meridian**), both of which can only be accessed in the current Australian retail market via an investment in Xenon Alpha Plus2. Both Ivy and Meridian have demonstrated track records of generating generally positive returns in most market conditions.[^] Past performance is not a reliable indicator of future performance.

How and when is my return from Xenon Alpha Plus2 paid?

Any returns earned as a result of your investment in Xenon Alpha Plus2 will be paid at the conclusion of the investment term which is expected to be in May 2009. This will be paid as a cash dividend. Xenon Alpha Plus2 has not been designed to pay regular dividends throughout the investment term.

What is the risk of loss or negative returns?

Xenon Alpha Plus2 uses leverage to increase investors' exposure to returns linked to the performance of the funds managed by Ivy and Meridian. Leverage has the

ability to enhance returns but also to magnify losses. While Xenon Alpha Plus2 aims to be capital stable, it is not capital guaranteed. There are other risks associated with investing in Xenon Alpha Plus2 – see section 7 of the prospectus.

Can I realise my investment early?

While Xenon Alpha Plus2 has been designed as a fixed term investment of just under four years, you could realise your investment early using the monthly liquidity facility. This has been designed to provide you with the ability to access your investment funds should your circumstances change during the four year term. You should be aware, however, that there are restrictions and additional fees payable for an early exit which include a charge ranging from 4% in the first year scaling down to 1% in the last year prior to maturity.

Who should consider investing?

You may be interested in investing in Xenon Alpha Plus2 if you are seeking: a medium term investment of four years; a high targeted rate of return which is payable as a lump sum at the maturity date; to diversify a traditional investment portfolio and if you understand the benefits and potential risks of leveraged investments.

Xenon Alpha Plus2 at a glance	
Issuer	Deutsche Xenon Alpha Plus2 Limited (ACN 110 295 666).
Issue price	Each redeemable preference share has an issue price of \$1.00.
Minimum investment	Applications must be for a minimum of \$5,000 (5,000 shares) and thereafter in multiples of \$1,000 (1,000 shares).
Pricing	The net asset value of Xenon Alpha Plus2 will be posted on the Deutsche Xenon website on a monthly basis.
Distributions	Investors will receive a dividend on maturity equal to any positive performance of Xenon Alpha Plus2. There will be no interim dividends.
Fees and charges	Investors do not pay any application or management fees to Deutsche Xenon. Certain charges will apply where an investment in Xenon Alpha Plus2 is realised prior to the maturity date. The performance of the investment will be reduced by: <ul style="list-style-type: none">■ fees charged on the funds managed by Ivy and Meridian; and■ interest charged on the permanent leverage and any additional leverage. Deutsche Bank will receive the benefit of this interest.

www.deutschexenon.db.com

[^] Performance information for Ivy and Meridian is provided in section 3 of the prospectus.

Note. This document is issued by Deutsche Xenon Alpha Plus2 Limited (ACN 110 295 666). It is not a prospectus, product disclosure statement, or an offer of securities and contains a brief overview of the investment only. Before making any investment decision regarding Xenon Alpha Plus2, potential investors should obtain and read the prospectus dated 9 March 2005 and in particular the risk factors outlined in section 7 of the prospectus. Offers of Xenon Alpha Plus2 will be made in, or accompanied by, a copy of the prospectus. Anyone wishing to acquire Xenon Alpha Plus2 will need to complete an application form attached to, or accompanying, the prospectus. The information in this document has been prepared without taking account of your investment objectives, financial situation or needs. Because of this you should, before acting on this information, consider its appropriateness having regard to your objectives, financial situation or needs and consult your adviser before making an investment decision.

Important Notice. None of Deutsche Xenon, Deutsche Australia Limited (ABN 37 006 385 593), Deutsche Bank AG (ABN 13 064 165 162) or any related parties or associates of Deutsche Bank makes any representation or gives any guarantee or assurance as to or stands behind the capital value and/or performance of Xenon Alpha Plus2, the assets of Deutsche Xenon, the payment of any dividend on Xenon Alpha Plus2, the repayment of amounts invested in Xenon Alpha Plus2, or any particular rate of overall return. Investments in Xenon Alpha Plus2 do not represent deposits or other liabilities of any member of the Deutsche Bank group. Xenon Alpha Plus2 is an investment in shares of Deutsche Xenon and is subject to investment risk including possible delays in repayment and loss of income and principal invested.