

Credit Linked Notes 19 (AUD)

Half Yearly Update – December 2016

Product Features¹

DBS Credit Linked Notes 19 (AUD) has a tenor of approximately 5 years and is designed for investors seeking enhanced yields by providing exposure to the Reference Entity (i.e. National Australia Bank Limited).

The Notes will pay the investor quarterly interest at a rate of 8.1% p.a.. The investor will receive each quarterly interest payment within 7 Payment Days from the relevant Interest Period End Date. The investor will receive 100% of the original investment amount, within 7 Payment Days from the Final Maturity Date, provided no Credit Event occurs in relation to any one of the Reference Entities in the credit basket on or before the Scheduled Maturity Date.

If a Credit Event (for example, a Failure to Pay) occurs in relation to the Reference Entity on or before the Scheduled Maturity Date, the Notes will terminate immediately and the investor of the Notes will receive a Credit Event Redemption Amount on the Credit Event Redemption Date based on the Final Price of the Reference Obligation of the Reference Entity and taking into account any adjustments for Hedging Costs. In this case, the Credit Event Redemption Amount will likely be less than the original investment amount. **In the worst case scenario, the investor could lose the entire investment in the Notes.**

Product Details

Issue Date	24 February 2012
Scheduled Maturity Date	20 March 2017
Issue Price	100%
Price as at 30 Dec 2016	100.5%
Rate of Interest	8.1% per annum
Next Payout Date	20 March 2017
Product Update	As at 30 Dec 2016, the price of this product was 100.5%.

The price of this product is affected by many factors including, but not limited to, the prevailing credit spread in respect of the Reference Entity.

Please refer to the appendix for details of the credit rating.

This Half Yearly Update contains a brief description of the product named herein and is not intended in any way to replace the terms of the product as set out in the relevant termsheet. In the event of any inconsistency between the terms in this Half Yearly Update and the provisions in the relevant termsheet, the provisions in the relevant termsheet shall prevail. You should therefore refer to the relevant termsheet for the full details, definitions and terms of the product.

¹ Disclaimer: This document is prepared for information only and is intended solely for the reader who has invested in the product(s) mentioned in this document. This document does not constitute a recommendation to the reader to take any action regarding any of his investments or enter into any transaction in relation to any of his investments and the information herein is not to be taken in substitution for the exercise of judgment by the reader, who should obtain his own advice on relevant matters. DBS Bank Ltd (the **Bank**) is not acting as the reader's adviser or in a fiduciary capacity in respect of this document, and accepts no liability whatsoever for any direct, indirect or consequential loss arising from the use or reliance of this document or its contents, which does not have any regard to the particular needs of any person.

Information provided in this document regarding the product and the entity(ies) underlying the product (if any) are not an indication, prediction or forecast of the future or likely performance of such product and underlying entity(ies) (if any). The opinions expressed herein are subject to change without notice and may involve a number of assumptions, which may not be valid. This document does not have regard to the specific investment objectives, financial situation and the particular needs of any specific person who may receive this document. There can be no assurance that future results or events will be consistent with any description or statement in this document. The information in this document is subject to change without notice, and although the information contained herein has been taken from sources that are believed to be accurate, its accuracy is not guaranteed, and it may be incomplete or condensed. Accordingly, no representation or warranty, express or implied, is made by the Bank as to the accuracy, completeness or correctness of the information in this document.

This document may not be reproduced, redistributed or passed on directly or indirectly, to any other person or published, in whole or in part, for any purpose. By receiving or accessing this document, you agree to be bound by the foregoing restrictions.

Credit Rating of Reference Entity and Reference Obligation

Reference Entity	Credit Rating at Issuance of Notes		Credit Rating as at 30 Dec 2016	
	Reference Entity (S&P/Moody's/Fitch)	Reference Obligation (S&P/Moody's/Fitch)	Reference Entity (S&P/Moody's/Fitch)	Reference Obligation (S&P/Moody's/Fitch)
National Australia Bank Limited and its successor	AA-/Aa2/ AA*-	XS0485326085 (Subordinated) A-/Aa3/ AA*-	AA-/A2/A+	XS0485326085 (Subordinated) A-/A2/A+

Remarks:

- means subject to negative CreditWatch of S&P or review for possible downgrade on Moody's Watchlist or negative Rating Watch of Fitch respectively.

+ means subject to positive CreditWatch of S&P or review for possible upgrade on Moody's Watchlist or positive Rating Watch of Fitch respectively.

NR means no relevant rating applicable to the relevant reference entity or reference obligation is published by the credit rating agency.

As at 30 Dec 2016, based on information to the bank, no credit event has occurred to DBS Credit Linked Notes Series 19 (AUD).