

UK & Europe Semi-Annual Defensive Kick-out Plan Issue 11

WALKERCRIPS
STRUCTURED INVESTMENTS

The Plan provides the potential to receive an accumulated return of 7% p.a. depending on the performance of the FTSE 100 Index and the EURO STOXX 50 Index.

If, on an Anniversary Date, both the FTSE 100 Index and the EURO STOXX 50 Index close **at or above their required kick-out levels** the Plan will end and the Initial Investment will be repaid, plus an accumulated return of 3.5% for each six month period that has elapsed (equivalent to 7% per annum) since the Investment Start Date.

If, however, the FTSE 100 Index or the EURO STOXX 50 Index close **below their required kick-out levels** on an Anniversary Date, the Plan will continue to the next Anniversary Date.

Where the Plan has not matured early and runs to the full seven year term, investors will lose a significant proportion of their Initial Investment if the Final Index Level of either Index is below 60% of its Initial Index Level on the Investment End Date.

Investment Start Date: 17 August 2018	Accumulated return amount
Year 2: 17 August 2020 Have both Indices closed at or above their Initial Index Levels?	YES 14%
Year 2.5: 17 February 2021 Have both Indices closed at or above their Initial Index Levels?	YES 17.5%
Year 3: 17 August 2021 Have both Indices closed at or above 95% of their Initial Index Levels?	YES 21%
Year 3.5: 17 February 2022 Have both Indices closed at or above 95% of their Initial Index Levels?	YES 24.5%
Year 4: 17 August 2022 Have both Indices closed at or above 90% of their Initial Index Levels?	YES 28%
Year 4.5: 17 February 2023 Have both Indices closed at or above 90% of their Initial Index Levels?	YES 31.5%
Year 5: 17 August 2023 Have both Indices closed at or above 85% of their Initial Index Levels?	YES 35%
Year 5.5: 19 February 2024 Have both Indices closed at or above 85% of their Initial Index Levels?	YES 38.5%
Year 6: 19 August 2024 Have both Indices closed at or above 80% of their Initial Index Levels?	YES 42%
Year 6.5: 17 February 2025 Have both Indices closed at or above 80% of their Initial Index Levels?	YES 45.5%
Investment End Date: 18 August 2025	
Are both Final Index Levels at or above 65% of their Initial Index Levels?	YES 49%
Are both Final Index Levels at or above 60% of their Initial Index Levels?	YES Repayment of Initial Investment only

If the **Final Index Level of either index is below 60%** of the Initial Index Level, a significant proportion of an investor's Initial Investment will be lost and investors will not receive a return from their investment in the Plan.

APPLICATION DEADLINE

10 August 2018

INVESTMENT START DATE

17 August 2018

INVESTMENT END DATE

18 August 2025

INVESTMENT TERM

Up to seven years

UNDERLYING INDICES

FTSE 100 Index and
EURO STOXX 50 Index

INITIAL INDEX LEVELS

Closing Levels on
17 August 2018

FINAL INDEX LEVELS

Closing Levels on
18 August 2025

MINIMUM INVESTMENT

£10,000

COUNTERPARTY

HSBC Bank plc

COUNTERPARTY RISK

Initial investment is at risk if HSBC Bank plc were to fail or become insolvent. An investor could lose some or all of their investment and any return that may be due.

INDEX RISK

Initial investment is at risk if the Plan has not matured early, and one or both of the Indices have fallen below 60% of their Initial Index Levels on the Investment End Date.

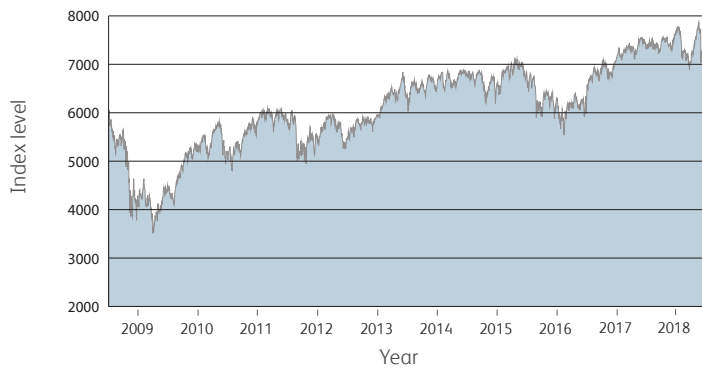
UNDERLYING SECURITIES

ISIN

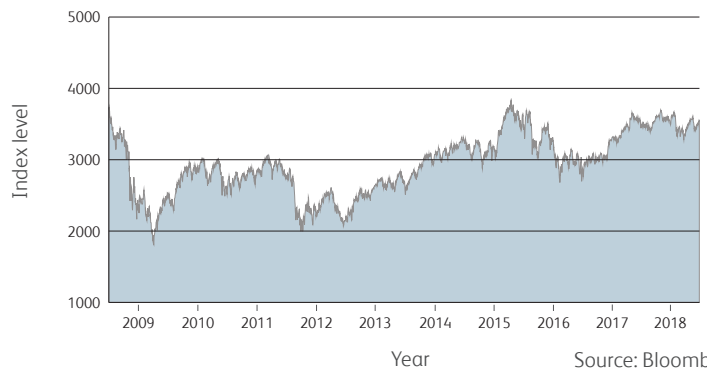
GB00BFZNGD32

For a copy of the brochure and full Terms and Conditions, call 020 3100 8880 or visit www.wcgplc.co.uk/wcsi

Historical FTSE 100 Index Performance



Historical EURO STOXX 50 Index Performance



Source: Bloomberg

The Indices can fall as well as rise and past performance is not a reliable indicator of future performance. The Plan is subject to a maximum return which could be lower than that received if an investor had invested directly in the shares of the companies which comprise the FTSE 100 Index and the EURO STOXX 50 Index. Additionally, investors will not receive dividend income from those companies.

Back testing	Percentage outcome*
The Indices closed at or above their required kick-out levels:	
Year 2 Kick-out	62.19%
Year 2.5 Kick-out	4.80%
Year 3 Kick-out	6.11%
Year 3.5 Kick-out	2.71%
Year 4 Kick-out	3.45%
Year 4.5 Kick-out	0.62%
Year 5. Kick-out	1.39%
Year 5.5 Kick-out	1.39%
Year 6 Kick-out	4.98%
Year 6.5 Kick-out	2.19%
Year 7 Repayment of Initial Investment plus a defined return Both Final Index Levels closed at or above 65% of their Initial Index Level?	10.17%
Year 7 Repayment of Initial Investment only One or both of the Indices closed below 65% of their Initial Index Level, but both closed at or above 60% of their Initial Index Level.	0.00%
Year 7 Reduction in repayment of Initial Investment Either of the Indices closed below 60% of their Initial Index Levels.	0.00%

Notes to historical performance

Performance based on a rolling basis data range since 1986.

*Percentage outcome reflects the number of occurrences where the performance of the Indices would have triggered the specified return in the given year.

The results of historical back testing should be treated with caution. Back testing is not a reliable indicator of future performance and is simulated on the assumption that the same economic conditions existed and the same product terms had been offered throughout the back testing period.

Target Market

This Plan is designed for UK retail investors who:

- understand the specific features and risks highlighted in the Plan documentation and are able to make an informed investment decision based on the information provided within the authorised documentation, including the brochure and the KID
- understand how the Plan works and that returns are based on pre-determined market outcomes
- understand that they will lose, and are able to withstand the loss of, more than 40% of their Initial Investment if one or both of the Final Index Levels are below 60% of their Initial Index Levels on the Investment End Date
- are looking for potential growth from their Initial Investment at maturity, and do not require an income from their Initial Investment throughout the Investment Term
- understand that any potential return is determined by the closing level of the FTSE 100 Index and the EURO STOXX 50 Index at specified dates throughout the Investment Term
- understand that they will receive no return at all where the Final Index Level of the FTSE 100 Index or the Final Index Level of the EURO STOXX 50 Index is below 65% of its respective Initial Index Level
- are prepared to accept the Counterparty risk of HSBC Bank plc
- understand the Investment Term and will not need access to their Initial Investment for seven years, having other readily accessible funds available to meet immediate financial needs and for emergencies
- accept the possibility that the Plan may mature early if certain conditions are met
- understand that if the Indices perform better than the maximum potential return offered by the Plan over the Investment Term, they may receive less than they would have received had they invested directly in the FTSE 100 Index or the EURO STOXX 50 Index
- have a positive view of the FTSE 100 Index and the EURO STOXX 50 Index performance over the next seven years

Distribution Strategy

This Plan has been assessed by Walker Crips as appropriate for distribution to UK retail investors as follows:

Discretionary	Yes
Advisory	Yes
Execution-only	No

Financial promotion for professional advisers only. Not to be relied upon by retail investors.

This document has been approved as a Financial Promotion for Professional Advisers only in accordance with Section 21 of the Financial Services and Markets Act 2000 by Walker Crips Stockbrokers Limited (WCSB), which is a member of the London Stock Exchange and is authorised and regulated by the Financial Conduct Authority, 25 North Colonnade, Canary Wharf, London E14 5HS. FCA Registration Number: 226344. The Plan is managed by Walker Crips Structured Investments which is a trading name of Walker Crips Stockbrokers Limited. Registered Office: Old Change House, 128 Queen Victoria Street, London, EC4V 4BJ, United Kingdom.

'FTSE', 'FT-SE' and 'Footsie™' are trade marks jointly owned by London Stock Exchange PLC and The Financial Times Limited and are used by FTSE International Limited under licence. The FTSE 100 Index is calculated by FTSE International Limited. FTSE International Limited does not sponsor, endorse or promote this product and is not in any way connected to it and does not accept any liability in relation to its issue, operation and trading. All copyright in the index values and constituent list vests in FTSE International Limited.

The EURO STOXX 50® Index is the intellectual property (including registered trademarks) of STOXX Limited, Zurich, Switzerland and/or its licensors ("Licensors"), which is used under license. The securities based on the Index are in no way sponsored, endorsed, sold or promoted by STOXX and its Licensors and neither of the Licensors shall have any liability with respect thereto.