



Payout Portfolio

Bask in the glow of your investment

Pick from 80% or 100% capital security



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Potential High Return

With 100% capital security, investors will receive a maximum potential payout of 24% (8.0% EAR) over the investment term if each stock in the Portfolio remains at or above 60% of its initial level. With 80% capital security, investors will earn up to 52% over the investment term (15.0% EAR) if the same condition is satisfied.

Three Year Term

The Account has a short maturity of three years.

Blue Chip Stock Portfolio

All of the stocks in the Payout Portfolio are large blue chip names with market capitalisations ranging from €10 billion to €180 billion.

Memory Feature

If there is no payment in the first or second year but there is a payment in a subsequent year, the Account will pay the 'missed' payment in the subsequent year.

Managing Your Risk

You can divide your investment between the Income and Growth Options and thereby tailor the risk and return profile to your own requirements.

Investment Rationale

The current investment cycle began in March 2003 and is now in its fifth year. By the middle of 2007, world stock markets had risen by 115%, European markets by 143% and Ireland had increased by 167%. By the end of 2007, however, world stock markets had fallen by 6% from the high point of the year, European markets had also declined by 6% and Ireland had gone down by 30%.

In response to the credit crisis and the prospect of slower economic growth in the United States, investor sentiment has become more cautious. With the residential housing market continuing to decline in the US, there is a risk that consumer confidence will also fall, thereby exacerbating the credit market problems. While not immune to the liquidity squeeze and events in the United States, business conditions in Europe remain reasonably robust and with lower consumer borrowing as a proportion of total income, economic activity should be more resilient.

Against this background, the Payout Portfolio is comprised of sixteen of Europe's leading companies spread across four industry groups whose valuations, in the case of Banks and Healthcare, have fallen significantly in 2007 or, in the case of

Consumer Goods and Energy, are considered to be defensively positioned. By the end of December 2007, the prices of the stocks represented in the Payout Portfolio had fallen on average by 16% from their high points reached earlier in the year.

The Payout Portfolio is not only seeking to capitalise on this decline but to offer the potential for a high annual return that is not dependent on a recovery in stock prices but on the closing price of each stock in the Portfolio remaining at all times above 60% of its initial level at the start of the investment term. And with an investment horizon of just three years, you have the flexibility to reassess your investment options within a relatively short period of time.

The Income and Growth Options afford you the opportunity to mix your investment in whatever combination most closely matches your appetite for risk and return. The more capital you are willing to put at risk (up to a maximum of 20%), the higher your potential return.



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The Stock Portfolio

Banks



Allied Irish Banks

AIB is one of the two major banks in Ireland offering personal and corporate banking services as well as stockbroking services through its subsidiary Goodbody Stockbrokers. Internationally, AIB operates mainly in the UK (and as First Trust Bank in Northern Ireland), the US and Poland (as Bank Zachodni WBK). It also owns a 22.5% stake in M&T Bank in the US.



Bank of Ireland

The Group is the second major bank in Ireland providing a broad range of personal and corporate financial services as well as life insurance (Bank of Ireland Life and New Ireland) and investment management (Bank of Ireland Asset Management). It also provides fund administration and custodial services and financial advisory services, including mergers and acquisitions (IBI Corporate Finance).



Royal Bank of Scotland

Based in Edinburgh, the Group is the second largest banking and insurance holding company in the UK and Europe. The RBS Group operates a wide variety of banking brands including Ulster Bank and First Active in Ireland; Coutts, National Westminster Bank and RBS in the UK; Citizens Financial and Charter One in the US. Insurance companies include Direct Line and Churchill Insurance.



UBS

Previously known as Union Bank of Switzerland prior to its merger in 1998 with Swiss Bank Corporation, UBS is Switzerland's leading retail and corporate bank and has a global presence in private banking, investment banking and securities trading (through UBS Investment Bank). It is also one of the world's largest asset managers (through UBS Global Asset Management).

Consumer Goods



Groupe Danone

The company is one of the largest dairy food, biscuit and water producers in the world. Its fresh dairy products comprise yogurt, cheese and dairy desserts (Actimel, Activia). LU is the principal biscuit brand and water brands include Badoit, Evian and Volvic. It recently acquired Numico for €12.3 billion, thereby extending its product range to baby food and clinical nutrition.



Nestlé

Based in Switzerland, Nestlé is the world's largest packaged food company with a vast array of products particularly in instant coffee (Nescafé), confectionery (Aero, Kit Kat, Munchies, Polo, Smarties, Yorkie), seasonings and sauces (Buitoni and Maggi), baby foods (Gerber), pet foods (Friskies, Winalot) and bottled water (Perrier, San Pellegrino, Vittel). It also owns 75% of Alcon (ophthalmic drugs and contact-lens solutions) and 28% of L'Oréal.



L'Oréal

Headquartered in Paris, L'Oréal is the world's largest beauty products company concentrating on hair care (Redken), skin care (Lancôme), sun protection (Garnier, Vichy), make-up (Maybelline, Shu Umera) and perfumes (Cacherel, Helena Rubinstein, Ralph Lauren). It also owns The Body Shop retailer, is active in the field of dermatology and is the top nanotechnology patent-holder in the US.



Tesco

One of the world's leading food retailers, Tesco has expanded from its core UK base where it has over 2,000 stores and now operates over 1,500 stores in 11 countries throughout Europe and Asia where it is market leader in Ireland, Hungary, Poland, South Korea and Thailand. It is developing a strong presence in non-food items, on-line sales (Tesco Direct) and financial services (Tesco Personal Finance).

Energy



BP

The world's third largest integrated oil company following merger in 1998 of British Petroleum and Amoco of the US and subsequent purchase of Atlantic Richfield Company. BP is the largest oil and gas producer in the US and operates about 28,500 petrol stations in over 100 countries worldwide. BP Alternative Energy is investing significantly in solar, wind and hydrogen power generation.



ENI

One of Italy's largest companies, ENI is Europe's third largest refiner, sourcing most of its crude oil from the African continent. Its businesses include petrol distribution (Agip), power generation (Enipower), natural gas transmission (Italgas), engineering and construction (Snamprogetti) and oil field services (Saipem – 43% owned). The Italian government owns 30% of the company.



Royal Dutch Shell

Formed in 2005 through the merger of Royal Dutch Petroleum of the Netherlands and The Shell Transport and Trading Company of the UK, the company has five core business segments - exploration and production, gas and power, refining and marketing (47 refineries and 45,000 petrol stations), petrochemicals (Shell Chemicals) and trading/shipping – across more than 140 countries worldwide.



Total

Headquartered in Paris, Total became Total Fina in 1999 after the acquisition of Petrofina of Belgium and TotalFinaElf in 2000 after merging with Elf Aquitaine of France. Reverting to 'Total' in 2003, it operates in more than 130 countries - mostly in Europe and Africa – with 27 refineries and more than 16,000 petrol stations under the Total and Elf brands.

Healthcare



AstraZeneca

Anglo-Swedish pharmaceutical company formed in 1999 through the merger of Swedish based Astra and Zeneca Group of the UK. Zeneca was previously part of ICI prior to a demerger in 1993. The company specialises in drugs for cancer, cardiovascular, gastrointestinal and respiratory disorders. Acquired MedImmune in 2007 for €11.2 billion to strengthen its biological and vaccine businesses.



GlaxoSmithKline

This UK based company's medicines treat six major disease areas – asthma, viruses control, infections, mental health, diabetes and digestive conditions. It spends €4 billion a year on R&D for these and other new treatments. Its Consumer Healthcare division has many leading healthcare products (Aquafresh, Nicorette), drinks (Lucozade, Ribena) and over the counter medicines (Gaviscon, Panadol).



Novartis

Created in 1996 through the merger of Ciba-Geigy and Sandoz, this Swiss based company offers a wide-range of healthcare products through four divisions: pharmaceuticals (gastrointestinal, hypertension and bone treatments), vaccines and diagnostics (viral and bacterial diseases, blood testing), generic drugs (Sandoz) and consumer health (Ciba Vision, Lamisil, Maalox).



Sanofi Aventis

Formed in 2004 through the merger of two French drugmakers, Sanofi-Synthelabo and Aventis, the company operates in seven major therapeutic areas: cardiovascular, thrombosis (anti-blood clot agents), metabolic disorders (diabetes and obesity), oncology, central nervous system (Alzheimer's and Parkinson's diseases, multiple sclerosis), internal medicine (asthma, arthritis) and vaccines.



Investment Returns

Risk and Return Options

Capital security is provided by IIB Bank. How much you benefit from the potential returns generated by the Payout Portfolio is dependent on the level of capital security you prefer and the resulting payment or sum accumulated.

The Income Option

You can choose a more conservative investment whereby the Account provides 100% capital security and offers a potential 8% annual payout.

The Growth Option

Investors who are prepared to risk some of their capital in return for the chance of higher returns can choose the Growth Option. In this scenario, the Account is 80% capital protected at maturity, i.e. you will receive 80% of your capital at the end of the investment term and will accumulate 24% per annum for each year that the investment condition is satisfied.

The Income and Growth Options of the Account offer the opportunity to choose the level of risk you are willing to take and, as a consequence, the potential return that you may earn. The Growth Option offers the potential for a greater return given the higher level of risk that is being taken.

- The Income Option will prove better for investors if the Condition is only met in the First Year or not at all.
- The Growth Option will achieve a higher return if the Condition is met in the Second or Third Year.
- Investors in the Growth Option will lose 20% of their initial investment if the Condition is not met in any Year.

Tables 1 & 2 illustrate how potential returns are calculated, based on a set of hypothetical circumstances

TABLE 1: Illustrated Calculation of Investment Returns

Income Option: 100% Capital Security

Hypothetical Scenarios

	Scenario 1		Scenario 2		Scenario 3		Scenario 4	
	Condition Fulfilled	Payout	Condition Fulfilled	Payout	Condition Fulfilled	Payout	Condition Fulfilled	Payout
Year 1	Yes	8%	No	0%	Yes	8%	No	0%
Year 2	No	0%	Yes	16%	No	0%	No	0%
Year 3	No	0%	No	0%	Yes	16%	Yes	24%
Return on Investment	8.0%		16.0%		24.0%		24.0%	
Equivalent Annual Rate	2.74%		5.33%		7.81%		7.43%	
Return after Tax	6.16%		12.32%		18.48%		18.48%	
Equivalent Annual Rate	2.10%		4.10%		6.04%		5.72%	

Source: IIB Bank

Warning: These figures are estimates only. They are not a reliable guide to the future performance of this investment. The income you get from this investment may go down as well as up.

TABLE 2: Illustrated Calculation of Investment Returns

Growth Option: 80% Capital Security

Hypothetical Scenarios

	Scenario 1		Scenario 2		Scenario 3		Scenario 4	
	Condition Fulfilled	Earned	Condition Fulfilled	Earned	Condition Fulfilled	Earned	Condition Fulfilled	Earned
Year 1	Yes	24%	No	0%	Yes	24%	No	0%
Year 2	No	0%	Yes	48%	No	0%	No	0%
Year 3	No	0%	No	0%	Yes	48%	Yes	72%
Total Return	24.0%		48.0%		72.0%		72.0%	
Return on Investment	4.0%		28.0%		52.0%		52.0%	
Equivalent Annual Rate	1.32%		8.58%		14.98%		14.98%	
Return after tax	3.08%		21.56%		40.04%		40.04%	
Equivalent Annual Rate	1.01%		6.60%		11.53%		11.53%	

Source: IIB Bank

Warning: These figures are estimates only. They are not a reliable guide to the future performance of this investment. The value of your investment may go down as well as up. If you invest in the Growth Option, you may lose 20% of the money you put in.

Key Features

How does the Payout Portfolio work?

1. The Product Producer is:

ILB Bank plc, Sandwith Street, Dublin 2.

2. Brief Description of the Benefits of the Account:

The Payout Portfolio is a deposit based product offering a choice of two options. The principal features of these options are:

	Capital Security at Maturity	Minimum Compound Annual Return	Potential Payment per annum	Term
Income Option	100%	0.0%	8%	3 Years
Growth Option	80%	-7.2%	24%	3 Years

The return on the Account is dependent on the future investment performance of each Stock in the Stock Portfolio. Provided that the closing price of each stock in the Portfolio remains at or above 60% of its initial level on any trading day in a given Year, then a gross payment of 8% will be made in the case of the Income Option or a gross amount of 24% will be accumulated in the case of the Growth Option.

3. Dividends:

Neither you, as an investor in the Account, nor the Bank hold securities which are constituents of the Stock Portfolio nor benefit from any dividends paid on those securities. The Payout Portfolio is suitable only as a capital growth investment.

4. Currency Risk:

The performance of each stock is calculated according to the change in its nominal price and there is consequently no exposure to exchange rates within the Account.

Where does my investment go?

Your proposed investment will be used, at the date of the investment, as follows:

Secure Option:

100% of your investment will be held on deposit with the Bank. In the event that the Account does not generate any Interest during the investment term, you will only be entitled to the return of 100% of your investment.

Growth Option:

100% of your investment will be held on deposit with the Bank. In the event that no Interest is accumulated, you will receive back 80% of your original investment.

If Interest is payable on either Option of the Account either during or at the end of the investment term, you will be entitled to the payment of such Interest after deduction of tax (if applicable).

The Bank may enter into a swap arrangement with a third party whereby the Bank may agree to exchange the income stream generated by the deposit of your investment for such sums as may be necessary to pay any Interest payable on the Account. Any such swap arrangement made by the Bank will not affect the obligation of the Bank with regard to any Interest payable to you under the terms of issue of the Account. Any benefit that the Bank receives from your investment over and above the Interest that is payable to you under the terms of the Account will be for the Bank's own account.

In the event that the Account is distributed through an appointed intermediary of the Bank, a distribution fee of 1.5% will be payable to that intermediary on the Income Option and 2.5% on the Growth Option. Any intermediary remuneration will not affect the allocation of your investment in the Account or any Interest payable to you under the terms of issue of the Account.

Do I have access to my investment?

Your investment is for the fixed term of the Account and is intended only for investors who do not require access to their investment prior to its maturity. The capital secure portion of the Account is payable only at the Maturity Date. Your investment is not readily realisable but in the event that you wish to encash your investment before the Maturity Date (i) this may be done at the prevailing realisable value of the Account which may be lower than the capital amount secured on your investment and (ii) an administration fee of 1% (subject to a maximum of €500) will additionally apply. It may be difficult to sell or realise the investment, to obtain reliable information about the encashment value or the extent of the risks to which it is exposed.

Warning: The ongoing cost of funding the underlying structure that will pay any Interest to you on the Maturity Date means that if you wish to encash your investment before the Maturity Date, you may lose some or all of the money you put in.

What happens if I die before the Account matures?

In the event of the death of a sole investor or surviving joint account holder prior to the expiry of the Term, the Account will continue to the Maturity Date in the name of the executor or administrator. Alternatively, the Account may be redeemed prior to maturity, subject to normal probate regulations, at its realisable value which may be lower than the capital secured amount.

What about Tax?

Any Interest payable on maturity of the Account is subject to Deposit Interest Retention Tax ("DIRT") where applicable. DIRT is currently payable at 23% on any such interest. Tax relief provisions currently applying mean that, for certain investors, any Interest payable on maturity of the Account may be exempt from DIRT. It is your responsibility to obtain any tax relief that may apply. You should satisfy yourself in relation to Revenue reporting requirements and any implications of non-disclosure. Both the rate of tax and tax rules are subject to change without notice.

Minimum investment

The minimum investment in the Account is €25,000. If you are considering investing in both the Income and Growth Options, the minimum investment is €25,000 between both options.

Closing date

The closing date for receipt of applications is Friday 29th February 2008.

Following the progress of your investment

ILB Bank will write to you on an annual basis, informing you of the performance of your investment.

Further information

Please make sure that the Payout Portfolio is an investment opportunity that matches your needs. It is advised that you speak to your financial advisor in relation to this investment.

How to proceed

1. Please read this brochure carefully.
2. Decide how much you wish to invest.
3. Complete the attached application form and submit by 29th February 2008 at the latest.
4. Forward the application form, together with appropriate funds and documentation to one of our offices at:

Dublin
Sandwith Street, Dublin 2
Tel: 1850 232 232

Cork
52 South Mall, Cork
Tel: 021 422 2609

Limerick
Riverpoint,
Bishops Quay,
Limerick
Tel: 061 316 488

Belfast
Number One,
Lanyon Quay, Belfast,
BT1 3GP
Tel: 048 90 446100

Galway
4 Dockgate, Dock Road,
Galway
Tel: 091 567 744



Terms and Conditions

The following documentation is required by personal investors for anti-money laundering purposes:

• **Proof of Identity**

Certified copy of passport or drivers licence certified by any of the following: Garda, Accountant, Solicitor or designated body.

• **Proof of Address**

Two original utility bills, bank statements or revenue documentation as appropriate, less than 6 months old. Other documentation will be required for corporate, pension and charitable organisation applicants. Please refer to your financial advisor for more details.

TERMS AND CONDITIONS

1. Definitions

'Bank' means IIB Bank plc.

'Account' means the Payout Portfolio Deposit Account.

'Income Option' means the Payout Portfolio Income Option.

'Growth Option' means the Payout Portfolio Growth Option.

'Stock Portfolio' means the following 16 stocks each a 'Stock' with the following Bloomberg tickers:

Allied Irish Banks (ALBK ID)
AstraZeneca (AZN LN)
Bank of Ireland (BKIR ID)
BP (BP/ LN)
ENI (ENI IM)
GlaxoSmithKline (GSK LN)
Groupe Danone (BN FP)
Nestlé (NESN VX)
Novartis (NOVN VX)
L'Oréal (OR FP)
Royal Bank of Scotland (RBS LN)
Royal Dutch Shell (RDSA LN)
Sanofi Aventis (SAN FP)
Tesco (TSCO LN)
Total (FP FP)
UBS (UBSN VX)

'Condition' means that the official closing price of any Stock on any trading day in a Year remains at or above 60% of the relevant official closing price on the Start Date. 'You/your' means the person(s) (natural or corporate) depositing money in an account in accordance with these Terms and Conditions and includes their successors.

'Interest' means the gross interest calculated in accordance with Clause 5.

'Term' means the duration of the Account, which is 3 years commencing on 10th March 2008 ('the Start Date') and maturing on 10th March 2011 ('the Maturity Date').

'Year' means each of the years commencing 11th March 2008 and ending on 10th March 2009 (the 'First Year'), commencing 11th March 2009 and ending 10th March 2010 (the 'Second Year') and commencing 11th March 2010 and ending 10th March 2011 (the 'Third Year').

2. Availability

(a) The Account is open to personal customers (aged 18 or over) opening an account in their own name or joint accounts in joint names. Pension funds, companies, credit unions and other institutions may also open an Account. The minimum deposit is €25,000 between the Income and Growth Options.

(b) The closing date for applications is 29th February 2008. The Bank accepts no responsibility for applications (i.e. completed application form(s) plus cleared funds and any other appropriate documentation if required) until they are physically received by the Bank. Applications will not be accepted after the closing date.

(c) All payments in relation to the Account will be denominated in Euro.

3. Account Opening Documentation

If you are not investing in the Account on an execution only basis or if you are not being advised by an authorised investment intermediary, you will receive a copy of the Bank's client account documentation which must be completed and returned to us before your application for this Account is processed. This is required in order to enable the Bank to fulfil its obligations in assessing the suitability of this product for your needs. In addition, you will need to satisfy the anti-money laundering requirements outlined above.

4. Your Investment

Your investment is placed in a fixed term deposit account in your name with the Bank who is the ultimate provider of the capital secure portion of this investment. If you choose the Income Option, the Bank undertakes to repay 100% of your original investment at the end of the Term and pay annual interest in accordance with Clause 5. If you choose the Growth Option, the Bank undertakes to repay 80% of your original investment at the end of the Term together with any Interest in accordance with Clause 5.

5. Interest

(a) Interest payable on the Account will be determined on the last day of each Year.

(b) Income Option: If the Condition is met in the First Year, a payment of 8% (less DIRT if applicable) will be made on 18th March 2009. If the Condition is met in the Second Year, a payment of 16% (less DIRT if applicable) minus any payment in respect of the First Year will be made on 18th March 2010. If the Condition is met in the Third Year, a payment of 24% (less DIRT if applicable) minus any payments in respect of the First and Second Years will be made on 18th March 2011.

(c) Growth Option: If the Condition is met in the First Year, you will accumulate a payment of 24% (less DIRT if applicable). If the Condition is met in the Second Year, you will accumulate a payment of 48% (less DIRT if applicable) minus any payment accumulated for the First Year. If the Condition is met in the Third Year, you will accumulate a payment of 72% (less DIRT if applicable) minus any payments accumulated in the First and Second Years. The total of all accumulated payments will be paid on 18th March 2011.

(d) Interest earned on the Account will be dependent on fluctuations in financial markets that are outside the Bank's control. Historical performance is no indication of future return.

(e) In the event of a corporate or other action fundamentally affecting the availability or valuation of any Stock, the Bank will be entitled to substitute the Stock or to make any adjustment that it deems appropriate in the calculation of Interest applicable to the Account.

6. Maturity

The proceeds of your investment will be paid on 18th March 2011. The Bank will contact you before the Account matures, advising you of the forthcoming maturity date. If, for any reason, the Bank receives no specific instructions by the time the Account matures, the proceeds will be transferred to the Bank's demand deposit account in your name and the prevailing terms and conditions for the Bank's demand deposit account will apply.

7. Withdrawals

(a) Your investment is a fixed investment for the term of the Account and is intended only for investors who do not require access to their investment prior to its maturity.

(b) In the event of the death of a sole investor or surviving joint account holder prior to the expiry of the Term, the Account will continue to the Maturity Date in the name of the executor or administrator. Alternatively and where possible, the funds may be withdrawn, subject to normal probate regulations, at the realisable value of the Account (as determined by the Bank in its sole discretion) which may be lower than the original amount invested.

(c) In the event of any encashment before the Maturity Date, an administration fee of 1% of the realised value of your investment will be charged, subject to a maximum fee of €500 per Account.

8. Right to Terminate Contract

You have the right to cancel this contract prior to the Start Date of the Account. If you wish to cancel, written notice must be received by IIB Bank plc, Sandwith Street, Dublin 2 before 7th March 2008.

9. Variation

The Bank reserves the right to amend these Terms and Conditions during the Term of the Account if there is a material legal, tax or regulatory change affecting these Terms and Conditions. We will notify you of any changes at least 30 days in advance of changes taking effect.

10. Bank Remuneration

Any benefit the Bank receives from your investment will be for the Bank's own account and will not affect any interest payable to you under the Terms of the Account. Other than in the event of early encashment, no fees, charges or expenses are levied by the Bank when processing your investment.

11. Confidentiality

The Bank observes a duty of confidentiality about your financial affairs. We will not disclose details of your account or your name and address to anyone else, other than to any confidentially appointed agents acting on our behalf or where:

- We are permitted or compelled by law to do so.
- Disclosure is made at your request and with your consent.

12. Unforeseen Events

Neither the Bank nor its agent(s) will be liable for any loss you may suffer if the Bank or its agent(s) is prevented from providing services to you as a result of industrial action or other cause beyond the reasonable control of the Bank or its agent(s).

13. Representation

The Account is not sponsored, endorsed, sold or promoted by any of the companies included in the Stock Portfolio. The companies have no obligation or liability in connection with the promotion or administration of the Account.

14. Information

The Terms and Conditions represent the terms of the contract between you and the Bank. You acknowledge that your application is made on the basis of and is subject to these Terms and Conditions and that you have not relied on any representations or other information (whether oral or written) other than as set forth herein. All information that we supply to you and all communications with you will be in English. The information contained in this brochure is correct at the date sent to you.

15. Jurisdiction

The Terms and Conditions shall be governed by and construed in accordance with the laws of Ireland and the Courts of Ireland shall have exclusive jurisdiction to resolve any disputes in connection with these Terms and Conditions.

Data Protection

Details, information and personal data collected from you or from Third Parties in respect of your application, will be retained by IIB and will be stored on computer and used for the purpose of processing your application for investment and administering any resulting service.

You consent to the disclosure by IIB of any information and personal data from you to its agents. You have the right to receive a copy of all personal data held by IIB Bank following a written request, and to have any inaccuracies in that personal data corrected in accordance with the provisions of Data Protection legislation. IIB Bank may monitor and record telephone conversations between IIB and the Customer to assist in improving customer services.

Investor Compensation Scheme

The Investor Compensation Act, 1998 provides for the establishment of a compensation scheme and the payment, in certain circumstances of compensation to certain clients (known as eligible investors*) of IIB Bank. Protection under the scheme is limited to 90% of the amount of a client's loss which is recognised for the purpose of the Investor Compensation Act, 1998 subject to a maximum compensation payment of €20,000.

*A person is an eligible investor if he/she is a client of an investment firm that has failed and has made an application for payment under Section 34 of the Investor Compensation Act, 1998.

Complaints Procedure

We aim to provide a friendly and efficient service to our customers and it is our policy to ensure that all your concerns are dealt with promptly. If you have any complaint, please contact either the intermediary who arranged this investment for you or your financial advisor at IIB Bank, Sandwith Street, Dublin 2. If you are dissatisfied with the outcome of our efforts to resolve your complaint you may refer your complaint to:

The Financial Services Ombudsman's Bureau,
3rd Floor, Lincoln House, Lincoln Place, Dublin 2.
Lo Call: 1890 88 20 90; Telephone (01) 6620899; Fax (01) 6620890.
E-mail: enquiries@financialombudsman.ie.

Application Form

Please complete in block capitals and return along with your cheque made payable to IIB Bank plc. Prior to any transaction being entered into, a completed application form, together with the relevant documentation as specified in 'Terms and Conditions' must be received.

I/We hereby apply for the Payout Portfolio and for that purpose I/we hereby request you to open an account with IIB Bank plc, in the name(s) of:

Primary name:	Date of Birth:
Address:	
Contact No:	Email:
Secondary Name:	Date of Birth:
Address:	
Contact No:	Email:
I/We wish to invest €	in the Payout Portfolio Income Option (100% Capital Secure).
I/We wish to invest €	in the Payout Portfolio Growth Option (80% Capital Secure).
Total Investment €	Minimum investment is €25,000.
Required for investors in Income Option	Bank Name: Sort Code: Bank Address: IBAN Code: Account Name: Account No.:

Please tick the appropriate box: Personal Investment Pension Fund Company Account

Other; please specify:

I/We qualify for the following taxation classification: Please tick appropriate box: DIRT Other*

*Relevant documentation will be required for tax-free status in the case of charities, pension funds, companies and non-Irish residents.

Execution Only: I/We acknowledge that I/we have requested information on the Payout Portfolio from the Bank and confirm that I/we do not wish to provide information in respect of my/our financial history and investment objectives to determine the suitability of this investment for my/our purposes but wish to proceed with the purchase of the Account on an execution only basis. I/We acknowledge that investments may fall as well as rise in value and that I/we have not received any advice from a regulated financial entity in respect of the Account.

Primary signature:	Secondary signature:
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Please make cheques payable/arrange funds transfer to IIB Bank plc.

Account Details as follows:

Bank: Bank of Ireland

Account Number: 64496623

Account Name: IIB Private Banking Account

Address: 2 College Green, Dublin 2

Sort Code: 90-00-17

Reference: Client name/Payout Portfolio

NB: All transfers must include your name as a reference

Declaration: I/We hereby request and authorise you: (i) to open and administer an account for me/us with IIB Bank plc and (ii) to give effect until the end of the Term. I/We declare that (i) the details above are correct; (ii) I/we are over 18 and (iii) I/we understand and accept the Terms and Conditions set out in this brochure. I/We understand that (i) the investment will not be deemed to have been made until the application has been accepted and that, if and when accepted, the investment will commence on 10th March 2008; (ii) capital security is provided by the Bank; (iii) if I/we encash the investment before the Maturity Date, I/we may lose some or all of the money I/we put in and (iv) on maturity of the Growth Option, I/we could lose 20% of the money invested.

Primary signature:	Date:
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Secondary signature:	Date:
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To receive Promotional Communications

From time to time, the IIB Group* may notify you of promotional offers, competitions and information on further identified products and services.

The IIB Group* offers individuals a wide range of credit/loan and insurance related products. The information given on this form may be used to send you marketing material or to electronically communicate with you or to telephone you about products and services available from the IIB Group and carefully selected third parties.

In order to receive these communications, please tick this box:

If you later decide that you do not want to receive this information you can write to Marketing Department, IIB Bank, Sandwith Street, Dublin 2 or e-mail: marketing@iibbank.ie

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If you do not wish to receive this information please tick this box:

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*The IIB Group includes both IIB Bank plc and IIB Homeloans Limited.

For Office Use Only:	Ref:
Financial Advisor:	A.C. <input type="text"/> T.O.B. <input type="checkbox"/>
Address:	Other: <input type="text"/>

About IIB Bank

IIB Bank is a wholly owned subsidiary of KBC, a financial services company headquartered in Brussels that is focused on banking, insurance and wealth management. With a current market capitalisation of €34 billion, KBC is one of Europe's leading bancassurers, having extended its reach over the past decade with key market positions in Central and Eastern Europe.

IIB Bank has been operating in Ireland for over 30 years where our main business is the provision of lending and investment services. Our principal place of business is based in Dublin with offices in Belfast, Cork, Limerick and Galway. Our strategic objective is to be an independent, midsized bank offering specialised products to personal and corporate customers.

IIB Bank is a plc registered with the Companies Registration Office under registration number 40537. The number assigned to IIB Bank in accordance with section 9 of the Value Added Tax Act 1972 is: 8F86824G. IIB Bank is a licensed bank regulated by the Financial Regulator.

Other services offered by IIB Bank to personal customers:

- Pension, Protection & Investment Advice
- Homeloans
- Residential & Investment Property Loans

Other services offered by IIB Bank to business customers:

- Business Banking
- Corporate Banking
- Commercial Property Banking
- Treasury & Capital Markets

www.iibbank.ie

