

Global Index Bear Accelerator

8x gain in market fall, 1x loss in market rise

Investment objective:

To offer 8x positive participation in any fall between -2.5% and -30% in one of the three main global indices: FTSE100, S&P500, DJ Eurostoxx 50, with only 1x negative participation in any rise in these indices.

SG Global Index Bear Accelerator

The Bear Accelerator is not capital protected. All capital invested is at risk.

The SG Global Index Bear Accelerator is a London Stock Exchange traded instrument, issued by SG, with the following characteristics:

- £1,000 issue price
- 1% fall for each 1% rise in underlying index
- 8% gain for each 1% fall (between -2.5% and -30%)
- Underlying based on best performing index

Why invest in the Bear Accelerator ?

The Bear Accelerator provides significant downside participation when markets fall, but only incurs a one for one loss if markets rise. As such it is a valuable tool for portfolio protection.

The payout value of the Bear Accelerator is based on the best performing of 3 global indices: FTSE100, S&P500, DJ Eurostoxx 50. The product only provides protection, therefore, in the context of broad market weakness.

The maximum payout value of the Bear Accelerator is £3,200 (£1,000 + £1,000 x 8 x 27.5%), achieved if the best performing of the 3 indices is down by 30% or more at expiry.

The minimum payout value is zero – which would occur if one or more index was up by 100% or more at expiry.

How to trade the Bear Accelerator

The Bear Accelerator is traded on the London Stock Exchange with a 1% bid/ask spread, maintained under normal market conditions. The Note can be bought or sold on any trading day.

The Bear Accelerator can be held in a SIPP or by UCITS funds. The minimum trade size is £1,000. If held directly, profits from the Note will be subject to income tax.

Key Facts:	(Indicative prices only)
Classification:	Note (EMTN)
Issuer:	SG
Guarantor:	SG (AA S&P)
Underlyings:	FTSE100, S&P500, DJ Eurostoxx 50
Issue date:	5/2/07
Initial reference date:	31/1/07
Expiry date:	31/1/10
Issue price:	£1,000
Issue size:	£20m
Min trade size:	£1,000

Index reference levels	
FTSE100	6,203
DJ Eurostoxx 50	4,178
S&P 500	1,438

Traded on:	London Stock Exchange
Settlement:	CREST

Product code:	SN01
Reuters code	SN01.L
Bloomberg code	SN01 Corp
Sedol code:	B1PMKH4
ISIN code:	XS0 285 332 259

SG Exchange Traded Notes are EMTNs (European Medium Term Notes) that are issued under Société Générale's Luxembourg EMTN programme and passported into the UK. The Notes are admitted to trading on the London Stock Exchange, with settlement in CREST. You should be satisfied that any investment product is suitable for you in light of your circumstances and financial position. If you are in any doubt you should consult an appropriately qualified financial advisor.

Payout characteristics apply at expiry only. Prior to expiry, the secondary market price of the product may be impacted by other factors such as interest rates and market volatility.

Bear Accelerator Payout at expiry



