

LIONTAMER  PROTECTED INVESTMENTS

Capital protected
investment program
providing investors with
innovative solutions for
investing in international
financial markets

Liontamer MSCI World Index Trusts
Offered by Liontamer Investment Management Pty Ltd
ABN 23 104 174 325



With the sharemarket continuing to be a volatile investment arena Liontamer was created with the investor's interests top of mind. Liontamer MSCI World Index Trusts are investments that offer what every investor wants:



**100% of the upside
(with averaging before
maturity)**



**100% capital protection
(at maturity)**



**low cost
(no management fees)**

The securities referred to herein are not sponsored, endorsed, or promoted by MSCI, and MSCI bears no liability with respect to any such securities or any index on which such securities are based. The prospectus contains a more detailed description of the limited relationship MSCI has with Liontamer and any related securities.

The trusts are not endorsed or promoted in any way by Morgan Stanley. Morgan Stanley makes no representation in respect of, and has no liability whatsoever, to any investor regarding the trusts or the equity linked notes, whether regarding the performance of the equity linked notes or otherwise.

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OUTLINE OF THE TRUSTS

A TEST CASE INVESTMENT



LIONTAMER PROTECTED INVESTMENTS

OUTLINE OF THE TRUSTS

INVESTMENT TYPE

Australian unit trust established for New Zealand residents. Australian residents are not permitted to invest in the trusts.

MANAGER AND TRUSTEE

Liontamer Investment Management Pty Limited.

STATUTORY SUPERVISOR

New Zealand Permanent Trustees Limited.

ANNUAL RETURN

You receive an annual return which is a fixed percentage of your investment amount on 30 June each year. The first annual return will be for a part year from the investment date to 30 June of that year. The last annual return will be for a part year from 30 June of that year to maturity.

INDEX LINKED RETURN

You also receive a return linked to the MSCI World Index at maturity. The index linked return equals 100% of the growth in the index less the sum of the annual returns and is paid in the form of bonus units at maturity. The index linked return can be zero but not negative.

WHAT IS THE MSCI WORLD INDEX?

The MSCI World Index is a market capitalisation index designed to measure global developed market equity performance. On 1 April 2003, the index consisted of 23 developed market country indices: Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Greece, Hong Kong, Ireland, Italy, Japan, Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland, the United Kingdom and the United States. The index contains 1467 listed companies with a market capitalisation of US\$12.1 trillion. The index is calculated without dividends reinvested and is denominated in USD. It has a base date of 31 December 1969. The daily performance of the index is displayed on www.msci.com.



HOW IS THE GROWTH IN THE INDEX CALCULATED?

The growth is calculated by comparing the monthly average of the index levels over a set period before maturity with the starting index level (see A Test Case Investment).

WHY IS THE INDEX AVERAGED BEFORE MATURITY?

While in a rising market averaging will reduce your index linked return, in a falling market it is designed for your protection. It reduces the risk of a sharp decline in the index close to maturity.

HOW DOES THE CAPITAL PROTECTION WORK?

Each trust is fully invested in equity linked notes issued by Morgan Stanley. An equity linked note is an unsecured debt security fully repayable by Morgan Stanley at maturity. The terms of the notes mirror those of the units in the trust.

WHO IS MORGAN STANLEY?

Morgan Stanley is a leading global investment bank.

Key facts about Morgan Stanley include¹:

- assets of US\$529 billion (as at 30 November 2002)
- market capitalisation of US\$40 billion
- assets under management of US\$400 billion
- 54,000 employees worldwide
- long-term credit rating of A+ (as published by Standard & Poor's) and Aa3 (as published by Moody's Investors Service)
- ranked 40th in the 2003 Fortune 500.

You can find out more about Morgan Stanley on

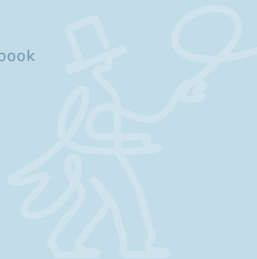
www.morganstanley.com.

TERM

There is no fixed term for this investment. There is however a capital protection period for each trust. At maturity of the capital protection period you can choose to close your investment and have your capital and return paid to you, or agree to reinvest for a new capital protection period.

¹See www.morganstanley.com/about/inside/factbook for the latest information.

driven by
needs focus



A TEST CASE INVESTMENT

ASSUMPTIONS

INVESTMENT DATE	17 SEPTEMBER 2003 ²
INVESTMENT AMOUNT	\$10,000
CAPITAL PROTECTION	AFTER 7 YEARS
MATURITY DATE	17 SEPTEMBER 2010 ³
ANNUAL RETURN	1%
INDEX AVERAGING PERIOD	12 MONTHS BEFORE MATURITY
ENTRY FEE	FULLY REBATED (SEE FEES)

WHAT HAPPENS IF INDEX IS DOWN 20%?

AT INVESTMENT DATE	PAID BY INVESTOR
Investor pays	\$10,000
Entry fee	\$0
Other fees (if you hold for 7 years)	\$0
TOTAL PAID BY INVESTOR	\$10,000

PAYMENT DATE FOR ANNUAL RETURN	PAID TO INVESTOR
30 June 2004	\$79 (part year)
30 June 2005	\$100
30 June 2006	\$100
30 June 2007	\$100
30 June 2008	\$100
30 June 2009	\$100
30 June 2010	\$100
17 September 2010 (at maturity)	\$21 (part year)
SUM OF ANNUAL RETURNS PAID TO INVESTOR	\$700

INDEX LINKED RETURN AT MATURITY

Index down 20%	(\$2,000)
Sum of annual returns	\$700
Index linked return	\$0
BONUS UNITS ISSUED	None

TOTAL PAID TO INVESTOR	\$10,700
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²This date is chosen for illustration purposes only to cover a series of trusts which may be offered throughout the year.

³Your capital, last annual return and index linked return are paid within one week after the maturity date.

HOW IS THE 60% GROWTH CALCULATED?

Starting index level on 15 September 2003⁴	800
Averaging date	Index level
15 September 2009	1200
15 October 2009	1250
15 November 2009	1190
15 December 2009	1210
15 January 2010	1180
15 February 2010	1220
15 March 2010	1255
15 April 2010	1270
15 May 2010	1280
15 June 2010	1315
15 July 2010	1400
15 August 2010	1455
15 September 2010	1415
Monthly average index level	1280
Growth in the index	60%
60% growth = (1280-800)/800	

WHAT HAPPENS IF INDEX IS UP 60%?

AT INVESTMENT DATE	PAID BY INVESTOR
Investor pays	\$10,000
Entry fee	\$0
Other fees (if you hold for 7 years)	\$0
TOTAL PAID BY INVESTOR	\$10,000

PAYMENT DATE FOR ANNUAL RETURN	PAID TO INVESTOR
30 June 2004	\$79 (part year)
30 June 2005	\$100
30 June 2006	\$100
30 June 2007	\$100
30 June 2008	\$100
30 June 2009	\$100
30 June 2010	\$100
17 September 2010 (at maturity)	\$21 (part year)
SUM OF ANNUAL RETURNS PAID TO INVESTOR	\$700

**INDEX LINKED RETURN AT
MATURITY**

Index up 60%	\$6,000
Sum of annual returns	\$700
Index linked return	\$5,300

BONUS UNITS ISSUED (units issued @ \$1.00)	5,300
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TOTAL PAID TO INVESTOR	\$16,000
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⁴The starting index level is the closing index level on 15 September 2003 (i.e. two business days before the investment date). The index levels are the closing index levels as calculated by MSCI on the 15th of each month (or if this is not a business day, on the next business day).

MINIMUM APPLICATION AMOUNT

\$5,000.

EARLY BIRD INTEREST

During the offer period you receive early bird interest at a market rate until the investment date. This interest net of withholding tax will be invested in the trust along with your application amount.

CURRENCY

Your capital and returns are denominated in NZD. You are not exposed to fluctuations between the NZD and USD. All references to \$ are NZD.

EARLY REDEMPTION

You can redeem your units at the end of each calendar quarter prior to maturity. An early redemption fee will be charged calculated as a percentage of the value of the units to be redeemed at the end of the relevant quarter (this value may rise and fall) as follows:

- 3% during the first 2 years
- 2% thereafter
- None at maturity.

FEES

- Entry fee of 3% deducted from your application amount (can be rebated by your financial adviser)
- No management fees
- Early redemption fee applies prior to maturity (see above).

VARIABLE TERMS FOR EACH TRUST

The following terms may vary from trust to trust:

- Capital protection period
- Annual return
- Index averaging period before maturity.

The variable terms are set out in the investment statement and prospectus for each trust.

WHO TO CONTACT FOR A COPY OF THE INVESTMENT STATEMENT?

Contact your financial adviser or Liontamer Investor Relations on:

Email: info@liontamerprotectedinvestments.com

Toll free: 0800 210 450

Post: PO Box 2002, Shortland Street, Auckland.

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www.liontamerprotectedinvestments.com