

# Exchange Options Plus

## Combine Exchange Traded Options with your Margin Loan.

Exchange Options Plus may be suitable if you:

- Want to earn additional income on your share portfolio;
- Are interested in increasing your borrowing capacity to diversify; and/or
- Would like to create an additional buffer against a fall in a share price

### What is Exchange Options Plus?

Exchange Options Plus is a feature you can add to your Leveraged Equities Margin Loan. It expands the way you can use your Margin Loan.

### Why use Exchange Options Plus?

Exchange Options Plus allows you to combine a number of options strategies using Exchange Traded Options (ETOs).

Depending on your risk profile, ETOs can form part of your overall investment strategy to create wealth and protect your share portfolio under your margin loan

With Exchange Options Plus you can:

- Earn additional income (Premium) on shares held on your margin loan by selling a Call Option;
- Diversify your share portfolio by borrowing up 95% of the Strike Price of a Put Option to provide additional borrowing capacity; and
- Protect against a fall in a share price by purchasing a Put Option.

### Getting started

In addition to completing the Exchange Options Plus application form, you will need to open a designated options trading account with a stockbroker who has been approved by Leveraged.

To begin trading, instruct your stockbroker to link your options trading account to your Margin Loan to allow acceptable ETOs to settle. This includes the payment of premiums when you buy Put and Call Options and the receipt of premiums when you sell a Call Option through your Margin Loan.

Depending on the ETOs you trade, the Lending Value over your shares may be capped.

### Options strategies available under Exchange Options Plus

ETO Trade	Construction	Potential Benefit
<b>Bought Put</b>	<ul style="list-style-type: none"> <li>• Shares held on Margin Loan</li> <li>• Buy Put Option</li> </ul>	<ul style="list-style-type: none"> <li>• Create an additional buffer.</li> <li>• Borrow up to 95% of Exercise Price</li> </ul>
<b>Covered Call</b>	<ul style="list-style-type: none"> <li>• Shares held on Margin Loan</li> <li>• Sell Call Option</li> </ul>	<ul style="list-style-type: none"> <li>• Earn additional income</li> <li>• Lock in a share price to sell</li> </ul>
<b>Bought Call</b>	<ul style="list-style-type: none"> <li>• Borrow to Buy Call Option</li> </ul>	<ul style="list-style-type: none"> <li>• Lock in a share price to buy</li> </ul>

Additionally, you may be able to combine these ETO trades over the same portfolio of shares or use the borrowing capacity in your margin loan to settle the payment of any premium or margin requirements for other ETOs held on an options trading account not linked to your margin loan.

## The professional's choice

For those interested in putting in place an investment strategy to help build wealth, we can help. Our service is designed to help investors navigate through dynamic market conditions and realise their financial goals.

Our extensive market experience means you can enjoy the confidence that comes from the superior education and insights we provide. You can expect premium service supported by our proven risk management expertise, advanced portfolio monitoring tools and client nominated target gearing alerts.

At Leveraged we're proud of our heritage. We are one of the first and longest continually operating margin lending specialists in Australia. As a wholly owned subsidiary of Bendigo and Adelaide Bank, we are backed by the strength of more than 150 years of banking, investment and lending expertise.

## For more information

Ask your financial adviser whether Exchange Options Plus is right for you, or contact us.

**Call** 1300 307 807

**Email** [customerservice@leveraged.com.au](mailto:customerservice@leveraged.com.au)

**Visit** [www.leveraged.com.au](http://www.leveraged.com.au)

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