

Contingent Coupon Notes with Memory Feature

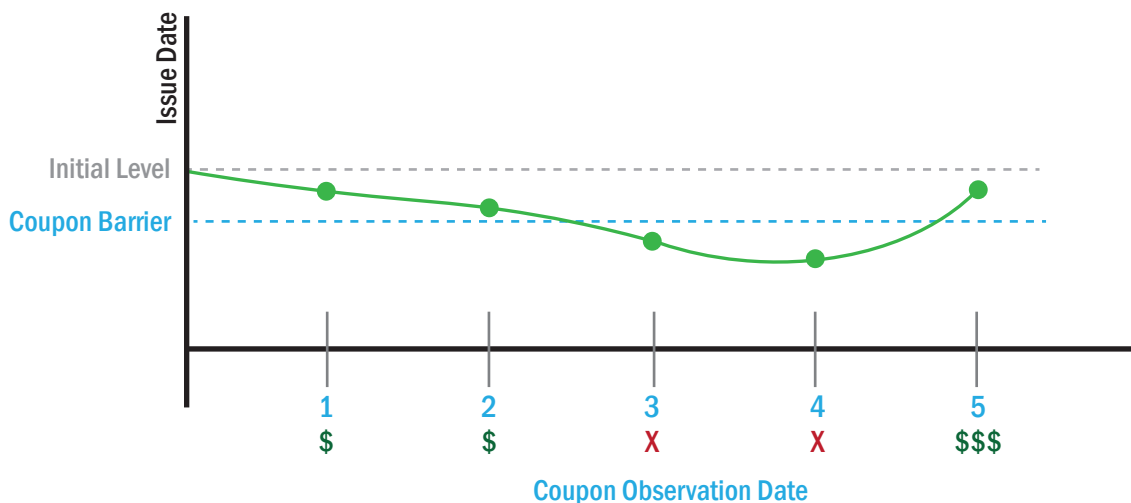
Potential to generate enhanced income through periodic, contingent coupon payments with the potential to catch-up on missed coupon payments by using a memory feature

Contingent Coupon Notes offer investors the opportunity to earn enhanced income in the form of coupon payments that are contingent on the performance of an underlying asset or multiple assets, commonly referred to as an “underlier.” If the underlier closes at or above the defined “coupon barrier” level on a specified “observation date,” the coupon is paid. If the closing value of the underlier is below the coupon barrier level on the observation date, no coupon is paid for that period.

A Contingent Coupon Note with “**memory**” allows the investor to receive any unpaid coupon payments that were previously missed if the underlier closes at or above the coupon barrier level on an observation date.

For example, in the illustration below, a coupon payment is made on observation dates 1 and 2 because the performance of the underlier on those dates is above the coupon barrier level. Conversely, no coupon is paid on observation dates 3 and 4 because the underlier closes below the coupon barrier level. Assuming the underlier closes above the coupon barrier level on observation date 5, the note would make that coupon payment plus the two missed coupon payments.

Hypothetical illustration



This information should not be taken as an indication or prediction of investment results. Specific terms and conditions will vary based on the individual terms of the note resulting in different payout structures and risks.

Contingent Coupon Notes with Memory typically have a call feature, meaning the investment can be redeemed at par prior to the maturity date. Returns, if any, are limited to the coupon payments and the investor will not participate in any upside appreciation in the underlying asset, nor will they receive dividend payments generated from the underlier. It is possible investors will not receive any coupon payments over the life of the note.

Definitions

Contingent coupon: Periodic coupon payment the investor may receive over the life of an investment, or paid at maturity, subject to the underlier being at or above the coupon barrier, and subject to the terms described in the prospectus or offering document.

Coupon barrier: The level at which the underlier must be at or above, relative to the initial level set on or around the issue date, for the contingent coupon to be paid.

Initial level: The value of the underlier on the trade date.

Memory: Feature that allows any missed, unpaid coupon payments to be made if certain conditions are met on the coupon observation date.

Observation date: Defined date on which the value of the underlier is measured in order to determine a coupon payment and/or call event.

Underlying asset (underlier): Structured Investments provide a return based on the performance of a reference asset or index to which the investment is linked. Common underliers include indices, individual equities, commodities, interest rates, and currencies.

Selected Risks

Structured notes have complex features and may not be suitable for all investors. They are sold only by prospectus and investors should read the prospectus and pricing supplement carefully before investing as they contain a detailed explanation of the risks, tax treatment, and other relevant information about the investment. The tax treatment of structured notes varies depending on the offering, and can be uncertain in some cases. Structured products are sold through financial professionals and investors should consult accounting, legal, and/or tax professional before investing.

Selected risks associated with Contingent Coupon Notes with Memory include, but are not limited to:

Call risk. Early redemption of the note prior to the scheduled maturity can adversely affect an investor's return. An investor may be unable to reinvest the proceeds at a similar return if this occurs.

Creditworthiness of the issuer. Structured notes are unsecured obligation of the issuer and therefore are subject to the risk of default. The issuer's creditworthiness is an important consideration when evaluating any structured products.

Fees. Structured notes are subject to fees and costs, which may include amounts payable to your financial professional, structured and development costs, and offering expenses.

Limited return potential. Returns are limited to the coupon payments, if any. Investors will not participate in any price appreciation of the underlying asset nor will they receive dividend payments generated by the underlier. Notes are not principally protected, and investors can lose some or all their initial investment.

Liquidity risk. Typically, the issuer will maintain a secondary market; however, there is no obligation to do so. There may be little to no secondary market available.

Market risk. Volatility and other market forces, such as interest rate fluctuations and inflation, can affect the value of the underlying asset, which can affect return. Historical performance of the underlying asset is no guarantee of future performance.

The information contained herein is not intended to be a complete description of the terms, risks, and benefits associated with any specific structured product offering. The content is for informational purposes only and does not pertain to any security product or service and is not an offer or solicitation of an offer to buy or sell any security product or service. Unless otherwise stated, all information and opinion contained in this publication was produced by Advisors Asset Management, Inc. (AAM) and other sources believed by AAM to be accurate and reliable. Due to rapidly changing market conditions and the complexity of investment decisions, supplemental information and other sources may be required to make informed investment decisions based on your individual investment objectives and suitability specifications.

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