



A capital guaranteed investment
in global equities with the potential
for quarterly income targeted at
12% p.a.* and capital growth.

International Enhanced Income



YIELDS2

This information booklet is a summary of the key features of Yield Income Enhanced Listed Deferred Securities 2 ("YIELDS2"). Applications for YIELDS2 can only be made on the application form accompanying the Product Disclosure Statement ("PDS") dated 24 September 2004 issued by Citigroup Global Markets Australia Pty Limited. Investors should consider the PDS prior to deciding whether to acquire YIELDS2. The information contained in this brochure is qualified in its entirety by the PDS and any decision to purchase the product should be based upon the information in that document, together with appropriate professional advice.



Practice safe investment

ORB International Enhanced Income is an offer to invest in YIELDS2, a hybrid security issued by Citigroup Global Markets Australia Pty Limited. YIELDS2 has a targeted income of 12% p.a.* paid quarterly, growth potential from exposure to a portfolio of 30 of the world's largest companies as well as a capital guarantee from Citigroup Global Markets Holdings Inc. ("Citigroup").

Security of a Capital Guarantee

YIELDS2 offers investors exposure to international equity markets with the confidence of a capital guarantee from Citigroup. This guarantee should ensure that the issue price of AUD 10.00 per YIELDS2 unit is preserved at the maturity date regardless of the performance of the Income Plus Trading Strategy.**

YIELDS2 key features

- ✓ Targeted income of 12% p.a.*
- ✓ 100% capital guaranteed on the maturity date by Citigroup**
- ✓ Ability to outperform a direct equity investment in all but strong bull market scenarios
- ✓ Expected to be listed on ASX
- ✓ Exposure to 30 of the world's largest companies by market capitalisation
- ✓ Maximum 6 year investment term
- ✓ Minimum investment of AUD 5,000

Investment classification

Minimum time horizon: Medium/Long-term 5+ years

Risk: Low

Investment Objective: Capital Protection
Income/Growth

Investor profiles

YIELDS2 may be a suitable investment for:

- Investors who want exposure to international equity markets;
- Investors who are seeking regular income, the potential for capital growth and capital protection at maturity;
- Investors seeking to add an equity linked investment to further diversify existing fixed income and equity assets;
- Fixed income Investors seeking potentially higher yields; and
- Investors who can accept a holding period of 6 years.

Investment strategy

The two core objectives of the Income Plus Trading Strategy are to generate:

1. Target annual income of 12%p.a.*
2. A proportion of equity growth through exposure to 30 of the world's largest companies by market capitalisation.

The Income Plus Trading Strategy uses a dual approach in order to meet these objectives:

1. Investing in high dividend yielding stocks in some of the world's largest companies by market capitalisation; and
2. Generating additional income by writing covered call options over these stocks.

The Income Plus Trading Strategy is designed to give the same return as a "buy-write" strategy over selected stocks from within the Dow Jones Global Titans 50 Index ("DJGT"). A "buy-write" strategy is a yield enhancement technique whereby stocks are purchased and covered call options are written over each of these stocks on a quarterly basis. Under a "buy-write" strategy an Investor would be entitled to an amount equal to the dividends that would be paid on the stocks and the premium income that would be generated by the call options. The dividends and option premium amounts determine the Deferral Payment Amount on YIELDS2. The Deferral Payment Amount will be paid to Investors quarterly in arrears.*

The following table shows how the Income Plus Trading Strategy is generally expected to perform in various market conditions. Actual performance will however, depend on a variety of factors, including stock performance, implied volatilities of the underlying stocks and prevailing interest rates.

Global equity market performance	The Strategy performance is likely to be...	Relative to a direct equity investment, the Strategy is likely to...	Relative to a cash deposit, the Strategy is likely to...
Very positive / strong bull market	Very positive	Underperform	Outperform strongly
Moderately positive / rising market	Positive	Outperform	Outperform
Flat	Positive	Outperform	Outperform
Moderately negative / falling market	Slightly positive to slightly negative	Outperform	Underperform slightly
Very negative / bear market	Negative	Outperform	Underperform

Stock selection

Each year on the Annual Rebalancing Date, the Income Plus Trading Strategy selects a portfolio of thirty (30) of the highest dividend yielding stocks that comprise the DJGT. The DJGT comprises fifty (50) of the largest multinational companies by market capitalisation in the world. The selected portfolio is well diversified across sectors and contains extremely liquid and actively traded global names.

For example the top ten stocks that were selected within the Income Plus Trading Strategy (ie. from within the DJGT) as at July 2004 included the following: -

Company	Sector	Currency	Country
Altria Group Inc.	Cons non-cyclical	USD	US
Barclays PLC	Financial	GBP	UK
DaimlerChrysler AG	Cons cyclical	EUR	Germany
ENI SpA	Energy	EUR	Italy
GlaxoSmithKline plc	Healthcare	GBP	UK
HBOS plc	Financial	GBP	UK
HSBC Holdings plc	Financial	GBP	UK
ING Groep NV	Financial	EUR	NL
JP Morgan Inc.	Financial	USD	US
SBC Communications Inc.	Telecommunications	USD	US

This does not mean that these stocks will remain part of the Income Plus Trading Strategy. However, the Issuer will release an announcement as soon as possible after the Issue Date and after each Annual Rebalancing Date disclosing the companies/stocks comprising the 10 largest holdings within the Income Plus Trading Strategy in order, from the highest weighting to the lowest.

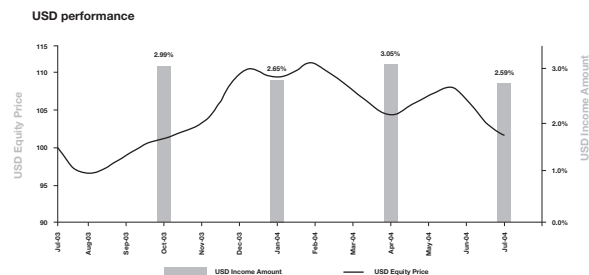
Dynamic Portfolio

The Dynamic Portfolio is designed to replicate an investment strategy that dynamically allocates between two assets, namely the Income Plus Trading Strategy and the bond portfolio. The ongoing allocation to the Income Plus Trading Strategy will vary daily according to the NAV of the Dynamic Portfolio, the AUD/USD exchange rate, interest rates and the performance of the Income Plus Trading Strategy. The allocation to the Income Plus Trading Strategy can be as high as 150% of the prevailing NAV of the Dynamic Portfolio and may reduce to 0% and the allocation to the bond portfolio increase to 100%. In the event that YIELDS2 is fully invested in the bond portfolio, investors will receive the benefit of the capital guarantee at maturity.**

Actual performance of the Income Plus Trading Strategy

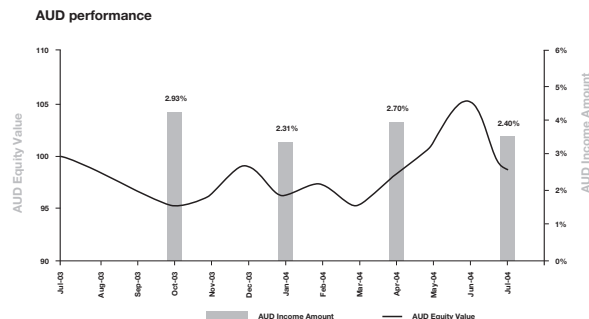
USD performance

The graph below shows the actual historical performance of the Income Plus Trading Strategy, measured in USD, since inception on 7 July 2003 until 30 July 2004. The total income generated (i.e. dividend and option premium amounts only) for the period was 11.28% pa (after fees but before income taxes). As at the end of the period the Income Plus Trading Strategy appreciated in value by 2.76% on a price return basis, resulting in a total return for Investors of 14.04%. During the period the Income Plus Trading Strategy outperformed the market by 5.93% when measured against the price return of the DJGT in USD.***



AUD performance

The graph below shows the actual historical performance of the Income Plus Trading Strategy, measured in AUD, since inception on 7 July 2003 until 30 July 2004. The total income generated (i.e. dividend and option premium amounts only) for the period was 10.34% pa (after fees but before income taxes). As at the end of the period the Income Plus Trading Strategy depreciated in value by 0.96% on a price return basis, resulting in a total return for Investors of 9.39%. During the period the Income Plus Trading Strategy outperformed the market by 4.63% when measured against the price return of the DJGT in AUD. The reason that the Income Plus Trading Strategy depreciated in value over the period was because the USD, EUR, GBP and CHF stock holdings within the Income Plus Trading Strategy lost ground as those currencies weakened against the AUD.***



Your questions answered

1. How much do I have to pay for YIELDS2?

The Issue price of AUD10.00 per YIELDS2 unit.

2. When is the offer open?

The offer period commences on 20 October 2004 and closes at 5pm on 30 November 2004.

3. What is the minimum investment?

The minimum investment is AUD 5,000.

4. How do I apply for YIELDS2?

By completing the application form included in the PDS and sending it to Computershare Investor Services Pty Limited. The PDS is available by calling 1300 30 70 70 or by downloading a copy at www.citiwarrants.com.au

5. Is the investors' capital amount guaranteed prior to the maturity date?

No, Investors should be aware that their capital is only protected at the maturity date, 6 December 2010.** Prior to the maturity date the value of YIELDS2 could be substantially more or less than the initial amount invested in YIELDS2.

6. Can I sell my YIELDS2 prior to maturity date?

Yes. The Issuer has applied for the official quotation of YIELDS2 on ASX, allowing investors flexibility to sell prior to maturity.

7. Who issues YIELDS2 and who is protecting my capital?

YIELDS2 are issued by Citigroup Global Markets Australia Pty Limited.

YIELDS2 will be subject to a guarantee** from Citigroup Global Markets Holdings Inc. (which is rated Aa1 by Moody's and AA- by S&P).

8. Is the target income of 12% p.a.* guaranteed ?

No, the target income of 12% p.a. is indicative only and is not guaranteed. This figure is a target income figure only and not a target total return figure.

The target income is derived from the exposure to the Income Plus Trading Strategy, and will be subject to the allocation to the Income Plus Trading Strategy within the Dynamic Portfolio.

9. What is the Income Plus Trading Strategy?

The Income Plus Trading Strategy is a non-discretionary, rules-based trading model that has been developed by Citigroup Global Markets Limited, as the Strategy Sponsor, that seeks to;

- Invest in high dividend yielding stocks in some of the world's largest companies by market capitalisation; and
- Generate additional income by writing covered call options over these stocks.

10. What can effect the value of YIELDS2?

Prior to maturity, the market value of YIELDS2 may be affected by various market factors such as interest rates, exchange rates, the volatility and performance of the Income Plus Trading Strategy, and allocations within the Dynamic Portfolio.

11. What happens to my YIELDS2 on maturity?

Approximately 20 business days before the maturity date, the Issuer will notify Investors of the upcoming maturity by sending them a maturity notice.

At maturity, there are two options available to Investors. These options are:

Option 1: Elect to accept physical delivery of the delivery assets; or

Option 2: Elect to take advantage of the agency sale agreement to sell the delivery assets and receive the sale proceeds.

Advisor/broker Stamp

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Important Disclosures

The information contained in this booklet does not take into account the investment objectives, financial situation or particular needs of any particular investor and because of that investors should, before acting on this information, consider its appropriateness for their individual situation. Citigroup Global Markets Australia Pty Limited and its affiliates ('Citigroup') provide a comprehensive suite of investment banking and non investment banking financial services to a large number of corporations globally. Investors should assume that Citigroup receives compensation for those services from such corporations and may act as principal in connection with any financial products mentioned in this information. Citigroup may actively trade these financial products for its own account and those of its customers and, at any time, may have a long or short position in these or related financial products. Citigroup may conduct transactions as principal and as agent in various securities including the Delivery Assets or the financial products that compromise the Dynamic Portfolio. A number of Citigroup entities receive compensation directly or indirectly related with the issue of this product. Please refer to pages 81 and 82 of the PDS for a description of those interests. All fees and costs related to YIELDS2 are set out on pages 29 and 30 of the PDS.

* The target income is only indicative and is not guaranteed. The figure of 12% per annum is a target income figure only and is net of the fees charged by the Strategy Sponsor. This figure relates to the income generated by the Income Plus Trading Strategy and is not a target total return figure for YIELDS2.

** Provided that no Early Maturity Events occur and subject to the creditworthiness of the Guarantor.

*** An investment in YIELDS2 is for 6 years (unless an Early Maturity Event occurs) whereas the actual historical performance available is only for the period from 7 July 2003 to 30 July 2004. Performance over the Investment Period may be better or worse than the actual historical performance shown. Past performance is not a reliable guide to future performance.