

# Side Step Certificate

**20% Yield - Petrobras, Vale Do Rio, Bradesco - 5 Years Side Step Certificate, EUR**

Date: 22-Nov-06

<b>Issuer:</b> Commerzbank AG	
<b>Underlyings:</b> Vale Do Rio Doce Bradesco Petroleo Brasileiro	
<b>Trade date:</b> 21-Nov-06	
<b>Strike date:</b> 07-Dec-06	
<b>Payment date:</b> 14-Dec-06	
<b>Maturity dates</b>	<b>Redemption amount</b>
14-Dec-07	120.0%
15-Dec-08	140.0%
14-Dec-09	160.0%
14-Dec-10	180.0%
14-Dec-11	200.0%
<b>Strike:</b> 100% of the closing level of each share	
<b>Knock-in:</b> 50% of the closing level of each share	
<b>Maximum pay-off:</b> 200.00%	
<b>Issue price:</b> EUR 1,000	

14-Dec-06	<b>You subscribe the Note (EUR 1'000) that is invested in 3 major blue chips: PETROBRAS, VALE DO RIO &amp; BRADESCO, among the world leaders in their sector.</b>		
<b>After 1 Year</b>	If these 3 shares close above their initial level, you are early redeemed at <b>EUR 1'200 (+20% !)</b> Otherwise, you keep your investment for another year.		
<b>After 2 Years</b>	1'400 EUR or another year		
<b>After 3 Years</b>	1'600 EUR or another year		
<b>20% Yield per Annum!</b>			
<b>After 4 Years</b>	1'800 EUR or another year		
<b>After 5 Years</b>	2'000 EUR ( <b>200% of your initial investment</b> )		
Otherwise, you are redeemed at 100% of your initial investment (no return over the period), or by delivery of shares.			
<i>Meaning that:</i>			
As long as the shares have not lost more than 50%, your investment is totally secured: you will at least be redeemed at 100%.			
<i>Otherwise</i>			
You may receive a delivery of one of these 3 shares: if it has lost in value, you can keep the shares as long as you wish, waiting for better market conditions, to realise a capital gain in the future.			
<b>Underlyings</b>	<b>Bloomberg Ticker</b>	<b>Strike</b>	<b>Knock-in</b>
Vale Do Rio Doce	RIO UN Equity	Current level	50% of Current level
Bradesco	BBD UN Equity	Current level	50% of Current level
Petroleo Brasileiro	PBR UN Equity	Current level	50% of Current level
<b>Live Prices on Reuters / Bloomberg : CBK</b>			

<b>Advantages</b>	<b>Disadvantages</b>
<ul style="list-style-type: none"> <li>* You can expect a 20% p.a. return, that is far above those offered in the bond market</li> <li>* You are protected against a drop up to 50%</li> <li>* The only condition to get the return is that the shares stay at their initial level or rise slightly.</li> </ul>	<ul style="list-style-type: none"> <li>* If one of the 3 shares has dropped by 50% or more, your investment may be redeemed in the shares that have lost in value.</li> <li>* Uncertain maturity.</li> </ul>

