

**Termsheet  
Inflation Note with 100% Capital Protection and 170% participation on the positive development of German Consumer Price Index**



**Product Description & Rationale**

The Inflation note has a maturity of 3 years and is linked to the performance of consumer price index for Germany. For all coupon payments the investors participates on a positive annual German inflation rate multiplied by the factor of 1.70. If on the valuation day the underlying performed negatively due to deflation, the investor is not eligible to receive a coupon payment at the end of coupon period. The coupon payments will be calculated on valuation day and credited 5 business later. The note matures on the 29<sup>th</sup> of August 2011. On maturity at least 100 % of the nominal value is paid back to the investor independent of the development of the underlying.

The product is suitable for investors who expect the underlying's price to rise during maturity, but who do not want to risk any losses in their investments.

**Terms and Conditions**

|                                      |  |
|--------------------------------------|--|
| <b>Issuer</b>                        | Deutsche Bank AG, London (Ratings: Moody's Aa1, Standard & Poor's AA-)   |
| <b>Issue Volume</b>                  | Up to 200.000 Notes (EUR 20.000.000)   |
| <b>Underlying</b>                    | Consumer Price Index for Germany (Bloomberg: GRCP2000) with 3 months delay (Reference Level of the Underlying)   |
| <b>Issue Price</b>                   | 100 EUR pro Note plus a subscription surcharge   |
| <b>Front.-End Load</b>               | 1.00% of issue price <sup>1</sup>  |
| <b>Placement Fee</b>                 | 0.75% of issue price <sup>2</sup>  |
| <b>Subscription Period</b>           | 13 August 2008 9:00 a.m. till 26 August 2008 16:00 p.m. (subject to early closing)   |
| <b>Issue / Trade Date</b>            | 26 August 2008   |
| <b>Listing Date</b>                  | 27 August 2008   |
| <b>Value Date</b>                    | 28 August 2008   |
| <b>Maturity Date</b>                 | 29 August 2011   |
| <b>Initial Reference Level (IRL)</b> | The value of consumer price index in May 2008<br>106.7 Index Points  |
| <b>Valuation Dates</b>               | 21 August 2009, 23 August 2010, 23 August 2011   |
| <b>Coupon</b>                        | 1. Coupon Period (28 August 2008 - 27 August 2009): PF * Performance<br>2. Coupon Period (28 August 2009 - 29 August 2010): PF * Performance<br>3. Coupon Period (28 August 2010 - 28 August 2011): PF * Performance |
| <b>Participation Factor (PF)</b>     | 170%   |

**Value Development**

$$\max\left(0; \frac{\text{Reference Level of the Underling on Valuation Day}(t)}{\text{Reference Level of the Underlying on Valuation Day}(t-1)} - 1\right)$$

<sup>1</sup> The client pays the front-end load to his bank (principal bank)  
<sup>2</sup> The placement fee represents a sales remuneration dependent on turnover, payable upfront as part of the issuing proceeds from the issuer to the principal bank or being a discount on the issue price (excluding front-end load). If Deutsche Bank acts as issuer as well as principal bank, i.e. offering certificates/notes issued by Deutsche Bank, the amount will be credited internally to the sales unit

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|--|---|
| <b>Reference Level of the Underlying</b> | <p>For the coupon determination on the valuation day the following yearly German inflation rate with 3 months time delay is used:</p> <p>21 August 2009: The level of the underlying in relation to May 2009<br/>23 August 2010: The level of the underlying in relation to May 2010<br/>23 August 2011: The level of the underlying in relation to May 2011</p>  |
| <b>Reference Place</b>                   | <p>DESTATIS</p> <p>You can ask for the level of yearly inflation rate determined by the statistical federal office at Investment &amp; FinanzCenter of Deutsche Bank or download it from the following link:</p> <p><a href="http://www.destatis.de/jetspeed/portal/cms/Sites/destatis/Internet/DE/Content/Statistiken/Zeitreihen/WirtschaftAktuell/Preise/Content100/pre110a,templateId=renderPrint.psm1">http://www.destatis.de/jetspeed/portal/cms/Sites/destatis/Internet/DE/Content/Statistiken/Zeitreihen/WirtschaftAktuell/Preise/Content100/pre110a,templateId=renderPrint.psm1</a></p> |
| <b>Coupon Amount</b>                     | <p>The coupon amount will be in EUR payed and will be calculated pro Note in the coupon payment period as the following:</p> <p>Coupon Amount = Coupon in % x 100 EUR</p>   |
| <b>Coupon payment day</b>                | 5 business days following the valuation day   |
| <b>Nominal Value</b>                     | 100 EUR   |
| <b>Calculation/Paying Agent</b>          | Deutsche Bank AG, London  |
| <b>Listing</b>                           | Listing on the Frankfurt Stock Exchange (Smart Trading) and Stuttgart Stock Exchange (EUWAX)  |
| <b>Market Making</b>                     | Given regular market circumstances, Deutsche Bank AG will continuously quote on bid/offer prices for this Note  |
| <b>Minimum Subscription Size</b>         | 1 Note  |
| <b>Minimum Trade Size</b>                | 1 Note  |
| <b>Settlement</b>                        | Clearstream Banking AG  |
| <b>Settlement Currency</b>               | EUR   |
| <b>WKN</b>                               | DB0 HQ3   |
| <b>ISIN</b>                              | DE000DB0HQ34  |



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