Preliminary and Indicative
For Discussion Purposes Only

Sterling/Deutschemark Deconvergence Swap

Start Date	10th March 1999
Maturity Date	10th March 2003
Counterparty 1 payments	
Floating rate	3m DEM LIBOR plus SPREAD
SPREAD	2.35%
Counterparty 2 payments	
Floating rate	3m GBP LIBOR

This indicative termsheet is neither an offer to buy or sell securities or an OTC derivative product which includes options, swaps, forwards and structured notes having similar features to OTC derivative transactions, nor a solicitation to buy or sell securities or an OTC derivative product. The proposal contained in the foregoing is not a complete description of the terms of a particular transaction and is subject to change without limitation.