

**GBP 2YR Chooser Range Accrual Note Linked to 6 month GBP
LIBOR**

The note pays a coupon based on the number of days that 6-month LIBOR sets within an 80bps range. The range is chosen by the buyer at the beginning of each coupon period.

Issue Date	24 th March 2000
Maturity Date	24 th March 2002
Issue Price	100%
Coupon	$[6 \text{ month LIBOR} + 1.00\%] \times N/D$
N	Number of business days that 6 month LIBOR is within the RANGE
D	Number of business days in the OBSERVATION PERIOD
RANGE	Determined by the buyer two days prior to the beginning of each OBSERVATION PERIOD
OBSERVATION PERIOD	Period 1: 24 th March 2000—24 th September 2000 Period 2: 24 th September 2000—24 th March 2001 Period 3: 24 th March 2001—24 th September 2001 Period 4: 24 th September 2001—24 th March 2002

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.

A handwritten signature in black ink, appearing to be 'W. J. Smith' or similar, with a large, sweeping flourish at the end.