

CDD/MEETING REPORT

CLIENT NAME Zaid Takieddine	DATE 18/11/08 TIME NA - FILE NOTE DURATION
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VENUE 40, Avenue Georges Mandel, Paris 75113	PERSONS PRESENT Zaid Takieddine, William Harford
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OBJECTIVES — Initial face-to-face meeting

KYC INFORMATION**Client Background:**

Ziad was born in Lebanon, in 1950 and is married with two sons: Karim and Nadim, who are in their teens. He has been resident in Paris for many years.

His family is well known, and well respected, in Lebanon, and he retains significant property assets in Beirut and Chouf for his personal use. In addition, he has substantial residential properties in London and Cap D'Antibes.

His connections and business interests have been confirmed by both 3rd party media and internal contact sources. The London head of the MENAT team, Alfred Shukry, has also met with Ziad, and has confirmed his standing and reputation based on information from his own contacts.

Given the client's political connections in France, and the nature of his business, it seems clear that he should be designated a PEP.

Purpose of account:

The initial relationship will be created in order to provide an equity release over Ziad's residential properties in London and Paris. In addition, we will be taking custody over his shareholding in Athanor Securities, a Luxembourg quoted company, his shareholding currently valued at EUR 20M.

The facility requested is an equity release from Ziad's residential properties in London and Paris. Due to the legal and tax implications involved with the portion of the transaction subject to French law, this will be structured as two separate facilities, as follows:

GBP 6M, booked in London, be used to refinance the existing facility over the London property held with Standard Bank. EUR 6M to be used to complete the refinance of the London property and make the final payment outstanding on a Boeing 727 private aircraft.

The estimated value of the two properties offered as security is GBP 18M (based on recent valuations from Savills received in the last month, which we requested given the recent fall in property values). This would indicate an overall LTV of 61%. I would suggest a facility limited to 11M or LTV of 65%, to allow for some flexibility on the final valuations (while well within policy), as the facility required is a discrete requested amount.

The need to transfer some of the funds released from the French property to complete the refinance of London (estimated at an additional EUR 600k) is due to our more conservative LTV limits and the fall in property prices.

Description of Company Business:

Ziad's business is primarily derived from arranging contracts between the French government and the Middle East, specifically Libya and Lebanon. He is a personal acquaintance of the French Premier, Nicolas Sarkozy, and was responsible for introducing him to the Libyan government. His current income is derived from a contract he negotiated for the provision of electronic surveillance equipment for monitoring e-mail and internet traffic between the French and Libyan governments. This contract has EUR 5M left to pay over the next 2 years.

His latest, and most significant, venture has been the facilitation of a deal between the French energy company, Total, and the Libyan government for the provision of electricity to the country. The services will be provided via a floated Luxembourg SICAR, Athanor, of which Ziad owns 6.5%.

This contract has now been signed, and will provide income to Ziad, while he continues to hold his shares in Athanor, of c. EUR 2M per annum once delivery of electricity commences. His shareholding is currently valued at EUR 20M (shares we

will hold in custody, but without formal charge). Ziad's intention is to sell his shareholding back to Totoi (who have the right of first refusal for the sale) once the services are up and running, a sale he estimates would value his shareholding at EUR 100 - 150M. This is his normal practice in these situations, as his expertise is in the initial arrangement and brokering of these deals, not in their day-to-day management.

Client's net worth:

As is to be expected of a client of Ziad's nature, his assets are owned by way of offshore SPV structures, although he, and not a Trust, is the direct beneficial owner of all of them. Specific details are as follows:

London property: ownership via Panamanian SPV, Arcos Assets INC, value GBP 14M
 Paris property- ownership via Luxembourg SPVs, Ilmor I and Ilmor II, value EUR 40M
 Paris Office: owned via Luxembourg SPV, Immobiliere Rivoli SA, value EUR 2M
 Cap D'Antibes property: owned via Luxembourg SPV, Riviera Property SA, value EUR 19M
 Lebanon property - direct ownership, value EUR 7M
 Yachts - owned via Immobiliere Rivoli and Arcos Assets, value EUR 6M
 Aircraft - full title to be obtained on receipt of final payment, final value EUR 9M, 3M paid, 6M o/s

His 6.5% holding in Athanor, the vehicle for the delivery of the contract between Total and Libya, is floated on the Luxembourg Exchange and owned via a Luxembourg SA, Concerta. This holding is valued on the exchange at EUR 20M. The securities are freely tradeable and transferable.

He holds cash balances of c.EUR 2M in Geneva

Once the Total contract with Libya begins supply of services, Ziad's additional income from the deal will be in the region of EUR 2M per annum, until such time as he sells his shareholding. However, we have not included this in our current estimation as payments will not commence until mid-2009. In addition, Ziad expects to lease the proposed new aircraft for c.400hrs per annum, at EUR 10,000 p.hour, a level sufficient to cover its running costs. The aircraft leasing and charter will be administered by a specialist aircraft management company.

It is highly likely that this is a conservative estimate of the client's income position, as this only represents income from disclosed assets. It is probable the client has cash/investment assets further to the declared position, but he is reluctant to declare his full cash balances with 3rd parties at this stage in the relationship. His French residency, and associated tax regime, means he is cautious when discussing taxable income and assets.

Discussions with contacts of the IPB have confirmed Mr Takleddines bona fides and reputation as a go-between for the French government and businesses when approaching Libya and Lebanon, and his lifestyle and income are commensurate with this position.

However, we feel that EUR 2.5M represents a fair indication of Mr Takleddines stable average income, excluding any peaks from the sell-out of existing contracts.

Financial Structure

Due to the client's residence in Paris, his asset-holding structure is quite complex. However, he has fully disclosed all elements of its structure, and provided full access to all the legal custodians involved (see supporting documents enclosed with this submission). A diagram of the asset structure as it related to our relationship is included in the appendix to this report.

Our lending relationship will be with the BVI SPV that owns the London property. The file note for this company is also submitted alongside this individual application.

Documents:

WPH gave Mr Takleddine the Barclays T&Cs and Depol. factsheets, and completed the core services and accounts forms with him.

ID confirmation and home address:

Certified copies of:

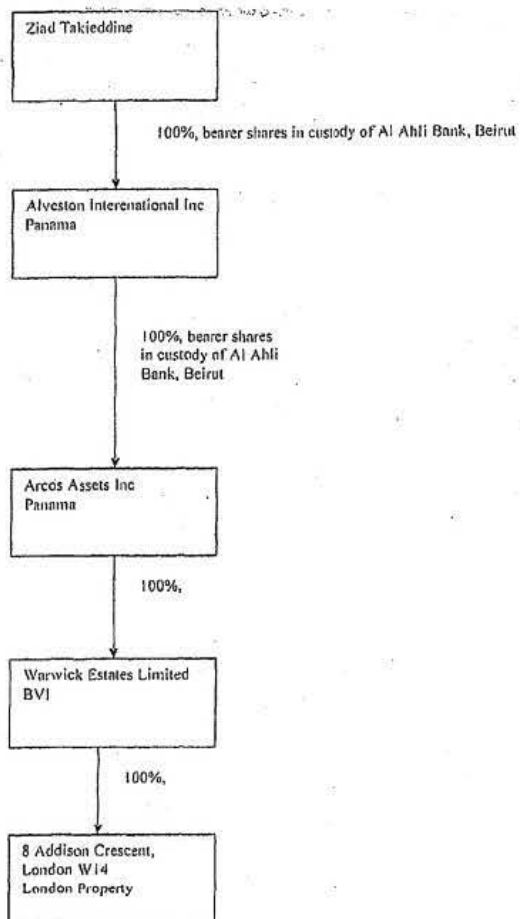
Passport

Personal visit by William Harford to client's residential address in Paris on 18th November. Address confirmed as:
 40 Avenue Georges Mandel, Paris 75116, France

FOLLOW UP ACTION REQUIRED	BY WHOM	BY WHEN	COPIES TO

ORIGINATED BY	William Harford
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Appendix 1: Client asset ownership structure:



CDD/MEETING REPORT

CLIENT NAME SCI Lamartine	DATE TIME DURATION
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VENUE N/a	PERSONS PRESENT N/a
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OBJECTIVES KYC File Note for SCI Lamartine ("Lamartine")
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<p>KYC INFORMATION</p> <p><u>Company Name:</u> SCI Lamartine ("Lamartine")</p> <p><u>Description of Company Business:</u> Lamartine is a French registered SCI used as an investment vehicle for a property in Paris. The company is owned by two Luxembourg SAs (Ilor I & II). The shares of Ilor I & II are held on fiduciary account for the benefit of Alveston International, a Panamanian company. The bearer shares of Alveston International are held in custody by AHI International bank in Beirut for the benefit of Mr. Ziad Takieddine, the ultimate beneficial owner. The overall ownership structure is shown below.</p> <p><u>Incorporated</u> France, 24 July 1998</p> <p><u>Percentage Ownership:</u></p> <pre> graph LR ZT[Ziad Takieddine] -- 100% --> AI[Alveston International Inc. Panama] AI -- 100% --> II1[Ilor I SA Luxembourg] AI -- 100% --> II2[Ilor II SA Luxembourg] II1 -- 50% --> SL[SCI Lamartine France] II2 -- 50% --> SL </pre> <ul style="list-style-type: none"> The shares in Ilor I & II are held in fiduciary account for the benefit of Alveston International Alveston International have bearer shares in issue, held in bank custody by AHI International bank in Beirut. We have the appropriate signed affirmations from the bank that the shares are held for the benefit of Mr. Takieddine. We hold signed original headed letters from all custodians confirming custody and that Mr. Takieddine is the ultimate sole beneficiary and owner. <p><u>Other Notes:</u></p> <p>The signatory and grantor of SCI Lamartine is M Alain France, who holds the position in a purely professional capacity. We have signed assurance from both lawyers and the bank in Beirut, as to the beneficial ownership of the company resting with Ziad Takieddine by way of the asset structure.</p> <p>The sole significant assets of Lamartine are a property in Paris, 40 Avenue Georges Mandel, valued at EUR 9.75-Million</p> <p>Mr. Takieddine is drawing down a short term loan in order to refinance the property.</p> <p>The loan has been approved by Credit Risk subject to CDD approval.</p> <p>Mr. Takieddine is to be a client of the bank's in London, with the relationship managed from their by William Harford.</p> <p>The KYC & CDD application for Mr. Takieddine is submitted in London in conjunction with this application</p> <p>Full details of the loan can be found in the client account & notes for Ziad Takieddine</p>

FOLLOW UP ACTION REQUIRED	BY WHOM	BY WHEN	COPIES TO

BARCLAYS PRIVATE BANK CREDIT PROPOSAL (Section 1)			
CLIENT GENERAL DETAILS			
Issue of Credit Proposal submitted *	Zlat Todorovic	Date of the Credit Proposal *	01/12/2008
Client known to Private Banker since *	01/10/2006	Client known to Barclays Group since *	01/10/2006
Borrower #	Borrower's Full Name *		Borrower's Client Number *
Borrower 1	Warwick Estates Limited		TBC
Borrower 2	50 Lonsdale		TBC
Borrower 3			
Borrower 4			
Borrower 5			
Borrower 6			
Borrower 7			
Borrower 8			
Borrower 9			
Borrower 10			
Borrower 11			
Borrower 12			
Borrower 13			
Borrower 14			
Borrower 15			
Borrower 16			
Borrower 17			
Borrower 18			
Borrower 19			
Borrower 20			
Borrower #	Borrower's Full Address *		
Borrower 1	c/o Minc Business, Business Warehouse & Porters, 12 Buxton Street, Victoria, PO Box 423, 1211 Canada 12		
Borrower 2	10 Avenue George-Mendel 75116 Paris		
Borrower 3			
Borrower 4			
Borrower 5			
Borrower 6			
Borrower 7			
Borrower 8			
Borrower 9			
Borrower 10			
Borrower 11			
Borrower 12			
Borrower 13			
Borrower 14			
Borrower 15			
Borrower 16			
Borrower 17			
Borrower 18			
Borrower 19			
Borrower 20			
Borrower #	Process Agent's Name (if applicable)	Process Agent's Address (if applicable)	
Borrower 1	Parity Equity, Laysan	Laysan, 20 Victoria Boulevard, Laysan, EC-14 015	
Borrower 2			
Borrower 3			
Borrower 4			
Borrower 5			
Borrower 6			
Borrower 7			
Borrower 8			
Borrower 9			
Borrower 10			
Borrower 11			
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Borrower 14			
Borrower 15			
Borrower 16			
Borrower 17			
Borrower 18			
Borrower 19			
Borrower 20			
Borrower #	Beneficial Owners / Shareholders' names and % holding *		
Borrower 1	Mr Zlat Todorovic, 100%		
Borrower 2	Mr Zlat Todorovic, 100%		
Borrower 3			
Borrower 4			
Borrower 5			
Borrower 6			
Borrower 7			
Borrower 8			
Borrower 9			
Borrower 10			
Borrower 11			
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Borrower 14			
Borrower 15			
Borrower 16			
Borrower 17			
Borrower 18			
Borrower 19			
Borrower 20			
Borrower #	Company full registered Address		
Borrower 1	Alpha Building, 21 1/2 Centre Street, Victoria City 1, New Town, Toronto, ON		
Borrower 2	10 Avenue George-Mendel 75116 Paris		
Borrower 3			
Borrower 4			
Borrower 5			
Borrower 6			
Borrower 7			
Borrower 8			

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Borrower 9			
Borrower 10			
Borrower 11			
Borrower 12			
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Borrower 14			
Borrower 15			
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Borrower 17			
Borrower 18			
Borrower 19			
Borrower 20			
Borrower #	Country of Incorporation *	Company Registration Number	Company/Trust managed by UEM/IFB? *
Borrower 1	VIETNAM	345678	No
Borrower 2	VIETNAM	419 956 719 N.C.S.PARIS	No
Borrower 3	VIETNAM		
Borrower 4	VIETNAM		
Borrower 5	VIETNAM		
Borrower 6	VIETNAM		
Borrower 7	VIETNAM		
Borrower 8	VIETNAM		
Borrower 9	VIETNAM		
Borrower 10	VIETNAM		
Borrower 11	VIETNAM		
Borrower 12	VIETNAM		
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Borrower 18	VIETNAM		
Borrower 19	VIETNAM		
Borrower 20	VIETNAM		

KEY CLIENT QUESTIONS		
Risk Tolerance *	Please indicate the client's overall Risk Tolerance according to the Financial Personality Assessment (FPA) or according to your own judgement if the FPA is unavailable	Moderate
Credit History *	How would you characterize the client's credit history in past years? (circle)	No Credit History
Client Openness and Transparency *	How would you describe the client's openness and transparency with respect to sharing information on their financial affairs?	Open
Complexity of Financial Affairs *	How would you rate the complexity of your client's financial affairs?	Moderately complex
Wealth Mind *	How would you classify the client's attitude to their capital?	Growth
Financial Literacy *	How would you describe the client's general level of financial literacy or the literacy of the people in charge of their financial affairs?	Experienced / knowledgeable
Investment Planning & Analysis *	How would you describe the level of planning and analysis that the client typically puts into planning investments - especially when borrowing to invest?	Structured, somewhat analytic
Source of Wealth *	Which wealth category best describes the client's principal source of wealth?	Active Entrepreneur
Income Type *	What is the nature of the client's income in terms of structure, stability, future certainty, etc?	Long term work contract
Income Volatility *	How volatile is the client's income?	High

<http://htmlimg1.scribdassets.com/77g5b8iku81pr2gx/images/8-1fdda78608.jpg>

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BARCLAYS PRIVATE BANK CREDIT PROPOSAL (Section 3)									
Security portfolio - liquid collateral types									
#	New / Existing	Security type *	Latest market value *	Market Value in £	Main Currency of security *	Exchange rate into GBP *	Security sub-type *	ID of facilities Covered	
1	New	Cash	150,000	150,000	GBP	1.0000	Cash (no mismatch)	1	
2	New	Cash	150,000	125,000	EUR	1.2500	Cash (no mismatch)	2	
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Security portfolio - non-liquid collateral types									
#	New / Existing	Security type *	Valuation/latest market value *	Market Value in £	Main Currency of security *	Exchange rate into GBP *	Security sub-type / Location *	ID of facilities Covered	
21	New	UK Residential Property	10,750,000	10,750,000	GBP	1.0000	Residential	1	
22	New	UK Residential Property	9,750,000	8,000,000	GBP	1.0000	Residential	2	
23	New	UK Residential Property	6,000,000	6,000,000	GBP	1.0000	Residential	3	
24	New	UK Residential Property	10,000,000	8,000,000	GBP	1.0000	Residential	4	
25	New	UK Residential Property	10,750,000	10,750,000	GBP	1.0000	Residential	5	
26	New	UK Residential Property	9,750,000	8,000,000	GBP	1.0000	Residential	6	
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Security portfolio - non-liquid collateral types (continued)									
#	New / Existing	Security type *	Valuation/latest market value *	Market Value in £	Main Currency of security *	Exchange rate into GBP *	Security sub-type / Location *	ID of facilities Covered	
41	New	UK Residential Property	10,750,000	10,750,000	GBP	1.0000	Residential	1	
42	New	UK Residential Property	9,750,000	8,000,000	GBP	1.0000	Residential	2	
43	New	UK Residential Property	6,000,000	6,000,000	GBP	1.0000	Residential	3	
44	New	UK Residential Property	10,000,000	8,000,000	GBP	1.0000	Residential	4	
45	New	UK Residential Property	10,750,000	10,750,000	GBP	1.0000	Residential	5	
46	New	UK Residential Property	9,750,000	8,000,000	GBP	1.0000	Residential	6	
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Security portfolio - non-liquid collateral types (continued)									
#	New / Existing	Security type *	Valuation/latest market value *	Market Value in £	Main Currency of security *	Exchange rate into GBP *	Security sub-type / Location *	ID of facilities Covered	
61	New	UK Residential Property	10,750,000	10,750,000	GBP	1.0000	Residential	1	
62	New	UK Residential Property	9,750,000	8,000,000	GBP	1.0000	Residential	2	
63	New	UK Residential Property	6,000,000	6,000,000	GBP	1.0000	Residential	3	
64	New	UK Residential Property	10,000,000	8,000,000	GBP	1.0000	Residential	4	
65	New	UK Residential Property	10,750,000	10,750,000	GBP	1.0000	Residential	5	
66	New	UK Residential Property	9,750,000	8,000,000	GBP	1.0000	Residential	6	
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Security portfolio - non-liquid collateral types (continued)									
#	New / Existing	Security type *	Valuation/latest market value *	Market Value in £	Main Currency of security *	Exchange rate into GBP *	Security sub-type / Location *	ID of facilities Covered	
81	New	UK Residential Property	10,750,000	10,750,000	GBP	1.0000	Residential	1	
82	New	UK Residential Property	9,750,000	8,000,000	GBP	1.0000	Residential	2	
83	New	UK Residential Property	6,000,000	6,000,000	GBP	1.0000	Residential	3	
84	New	UK Residential Property	10,000,000	8,000,000	GBP	1.0000	Residential	4	
85	New	UK Residential Property	10,750,000	10,750,000	GBP	1.0000	Residential	5	
86	New	UK Residential Property	9,750,000	8,000,000	GBP	1.0000	Residential	6	
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Security portfolio - non-liquid collateral types (continued)									
#	New / Existing	Security type *	Valuation/latest market value *	Market Value in £	Main Currency of security *	Exchange rate into GBP *	Security sub-type / Location *	ID of facilities Covered	
101	New	UK Residential Property	10,750,000	10,750,000	GBP	1.0000	Residential	1	
102	New	UK Residential Property	9,750,000	8,000,000	GBP	1.0000	Residential	2	
103	New	UK Residential Property	6,000,000	6,000,000	GBP	1.0000	Residential	3	
104	New	UK Residential Property	10,000,000	8,000,000	GBP	1.0000	Residential	4	
105	New	UK Residential Property	10,750,000	10,750,000	GBP	1.0000	Residential	5	
106	New	UK Residential Property	9,750,000	8,000,000	GBP	1.0000	Residential	6	
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Security portfolio - non-liquid collateral types (continued)									
#	New / Existing	Security type *	Valuation/latest market value *	Market Value in £	Main Currency of security *	Exchange rate into GBP *	Security sub-type / Location *	ID of facilities Covered	
121	New	UK Residential Property	10,750,000	10,750,000	GBP	1.0000	Residential	1	
122	New	UK Residential Property	9,750,000	8,000,000	GBP	1.0000	Residential	2	
123	New	UK Residential Property	6,000,000	6,000,000	GBP	1.0000	Residential	3	
124	New	UK Residential Property	10,000,000	8,000,000	GBP	1.0000	Residential	4	
125	New	UK Residential Property	10,750,000	10,750,000	GBP	1.0000	Residential	5	
126	New	UK Residential Property	9,750,000	8,000,000	GBP	1.0000	Residential	6	
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Security portfolio - non-liquid collateral types (continued)									
#	New / Existing	Security type *	Valuation/latest market value *	Market Value in £	Main Currency of security *	Exchange rate into GBP *	Security sub-type / Location *	ID of facilities Covered	
141	New	UK Residential Property	10,750,000	10,750,000	GBP	1.0000	Residential	1	
142	New	UK Residential Property	9,750,000	8,000,000	GBP	1.0000	Residential	2	
143	New	UK Residential Property	6,000,000	6,000,000	GBP	1.0000	Residential	3	
144	New	UK Residential Property	10,000,000	8,000,000	GBP	1.0000	Residential	4	
145	New	UK Residential Property	10,750,000	10,750,000	GBP	1.0000	Residential	5	
146	New	UK Residential Property	9,750,000	8,000,000	GBP	1.0000	Residential	6	
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Security portfolio - non-liquid collateral types (continued)									
#	New / Existing	Security type *	Valuation/latest market value *	Market Value in £	Main Currency of security *	Exchange rate into GBP *	Security sub-type / Location *	ID of facilities Covered	
161	New	UK Residential Property	10,750,000	10,750,000	GBP	1.0000	Residential	1	
162	New	UK Residential Property	9,750,000	8,000,000	GBP	1.0000	Residential	2	
163	New	UK Residential Property	6,000,000	6,000,000	GBP	1.0000	Residential	3	
164	New	UK Residential Property	10,000,000	8,000,000	GBP	1.0000	Residential	4	
165	New	UK Residential Property	10,750,000	10,750,000	GBP	1.0000	Residential	5	
166	New	UK Residential Property	9,750,000	8,000,000	GBP	1.0000	Residential	6	
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Security

CP To: Listing Z, 20081201WPH SANCTIONED

04/02/2009

Assets, Income & Expenses

BARCLAYS PRIVATE BANK CREDIT PROPOSAL (Section 5)

Important Information on the Credit Consumer Act (UK Residents only)

Have you read the Credit Consumer Act (UK Residents only) (the Credit Consumer Act)? Please choose from the options below.

☐ Yes, I have read the Credit Consumer Act (UK Residents only) (the Credit Consumer Act) and I agree to provide my signature to the Bank.

☐ No, I have not read the Credit Consumer Act (UK Residents only) (the Credit Consumer Act) and I do not agree to provide my signature to the Bank.

If yes, upon sanction, sign a Statement of HNW (PLC) in the name of BBPLC and send it to Credit Operations; click the link below:

[HNW \(PLC\) Form](#)

If no, upon sanction, provide the Client with a Statement of HNW (non PLC) form for his accountant to sign; click the link below. Upon return, send to Credit Operations.

[HNW \(Non PLC\) Form](#)

Important Information for deals booked in Singapore

Important Information for deals booked in Singapore

"Bank" refers to branches and office of the BNP PLC located within Singapore

"Related corporation" refers to a corporation that is deemed to be related to the Bank under section 6 of the Companies Act (Cap 50)

"22nd Act of the Company Act (Cap 50)" states that where a corporation:

(a) is the holding company of another corporation;

(b) is a subsidiary of another corporation; or

(c) is a subsidiary of the holding company of another corporation

then both the first mentioned corporation and that other corporation shall for the purposes of the Act be deemed to be related to each other.

4. A credit facility for a borrower facility can be structured into a "revolving limit" in the facility letter, which includes several products (S1 forward, S1 option and equity option).

5. Revolving limit, Short Term Loan and Mortgage Revolving Term Facility are inter-convertible in the facility letter. Bank, upon this Credit Proposal, represents and warrants that all facilities will be provided on a multi-currency revolving credit line and loan and overdraft under the facility letter.

Credit Proposal Comments

To be completed in full at point - start concise information, relevant to the risk assessment of the proposal.

Ziad Takieddine is a new client to BBP.

Ziad was born in Lebanon, in 1950 and is married with two sons: Karim and Nadim, who are in their teens. He has been resident in Paris for many years.

His family is well known, and well respected, in Lebanon, and he retains significant property assets in Beirut and Chouf for his personal use. In addition, he has substantial residential properties in London and Cap d'Antibes.

Ziad's business is primarily derived from arranging contracts between the French government and the Middle East, specifically Libya and Lebanon. He is a personal acquaintance of the French Premier, Nicolas Sarkozy, and was responsible for introducing him to the Libyan government. His current income is derived from a contract he negotiated - for the provision of electronic surveillance equipment for monitoring e-mail and Internet traffic - between the French and Libyan governments. This contract has EUR 5M left to pay over the next 2 years.

His latest, and most significant, venture has been the facilitation of a deal between the French energy company, Total, and the Libyan government for the provision of electricity to the country. The services will be provided via a floated Luxembourg SICAR, Alhadi, of which Ziad owns 6.5%.

This contract has now been signed, and will provide income to Ziad, while he continues to hold his shares in Alhadi, of c. EUR 2M per annum once delivery of electricity commences. His shareholding is currently valued at EUR 20M (shares we will hold in custody, but without formal charge). Ziad's intention is to sell his shareholding back to Total (who have the right of first refusal for the sale) once the services are up and running, a sale he estimates would value his shareholding at EUR 100 - 150M. This is his normal practice in these situations, as his expertise is in the initial arrangement and brokering of these deals, not in their day-to-day management.

His connections and business interests have been confirmed by both 3rd party media and internal contact sources. The London head of the MENA team, Alfred Spokry, has also met with Ziad, and has confirmed his standing and reputation based on information from his own contacts.

As is to be expected of a client of Ziad's nature, his assets are owned by way of offshore SPV structures, although he, and not a Trust, is the direct beneficial owner of all of them. Specific details are as follows:

London property: ownership via Panamanian SPV, Arcos Assets INC, value GBP 14M

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Paris property - ownership via Luxembourg SPVs, floor 1 and floor 2, value EUR 20M
Paris Office - owned via Luxembourg SPV, Immobilière Rivoli SA, value EUR 2M
Cap D'Antibes property - owned via Luxembourg SPV, Riviera Property SA, value EUR 19M
Lebanon property - direct ownership, value EUR 7M
Yachts - owned via Immobilière Rivoli and Arcos Assets, value EUR 2M
Alicrab - full title to be obtained on receipt of final payment, final value EUR 9M, 3M paid, 6M o/s

His 6.5% holding in Allimor, the vehicle for the delivery of the contract between Total and Libya, is listed on the Luxembourg Exchange and owned via a Luxembourg SA, Concerta. This holding is valued on the exchange at EUR 20M. The securities are freely tradeable and transferable.

He holds cash balances of C.EUR 2M in Geneva

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<p>The facility requested is an equity release from Ziad's residential properties in London and Paris. Due to the legal and tax implications involved with the portion of the transaction subject to French law, this will be structured as two separate facilities as follows:</p> <p>GBP 6M, booked in London, is used to refinance the existing facility over the London property held with Standard Bank</p> <p>EUR 6M to be used to complete the refinance of the London property and make the final payment outstanding on a Boeing 727 private aircraft</p> <p>The estimated value of the two properties offered as security is GBP 18M (based on recent valuations from Savills received in the last month), which we requested given the recent fall in property values. This would indicate an overall LTV of 61%. I would suggest a facility limited to 11M or LTV of 45%, to allow for some flexibility as the final valuations (while not within policy), as the facility requires a discretionary request amount.</p> <p>The need to transfer some of the funds related from the French property to complete the refinance of London (estimated at an additional EUR 600k) is due to our more conservative LTV limits and the fall in property prices</p>
<p>Where the proposed facilities are fully drawn, annual interest charges - (this includes interest (at today's interest rate value), margin and fees where applicable) - will amount to approximately:</p> <p>£ 547,500</p> <p>Our estimate of the client's net income is as follows - these funds would be available to service interest charges:</p> <p>Income from existing contracts to supply equipment to the Libyan government on behalf of the French Government = 2500000 EUR</p>
<p>Our assessment of the Client's income position is based on:</p> <p>The annual income for the client represents Ziad's share of the annual payments outstanding for contracts for the supply of intelligence equipment to the Libyan government.</p> <p>Once the Total contract with Libya begins supply of services, Ziad's additional income from the deal will be in the region of EUR 2M per annum, until such time as he sells his shareholding. However, we have not included this in our current estimation as payments will not commence until mid-2009. In addition, Ziad expects to lease the proposed new aircraft for £400k per annum, at EUR 10,000 per hour, a level sufficient to cover its running costs. The aircraft leasing and charter will be administered by a specialist aircraft management company.</p> <p>It is highly likely that this is a conservative estimate of the client's income position, as this only represents income from disclosed assets. It is probable the client has cash/investment assets further to the declared position, but he is reluctant to declare his full cash balances with 3rd parties at this stage in the relationship. His French residency, and associated tax regime, mean he is cautious when discussing assets income and assets.</p> <p>Discussions with contacts of the IP have confirmed Mr Takieddine's b. profile and reputation as a go-between for the French government and businesses when approaching Libya and Lebanon, and his lifestyle and income are commensurate with this position.</p> <p>However, we feel that EUR 2.5M represents a fair indication of Mr Takieddine's stable average income, excluding any peaks from the sell-out of existing contracts.</p>
<p>Please confirm what evidence has been given to support the proposal (e.g. tax statement, bank statement, etc.). This section must be completed.</p> <p>William Harford has reviewed the existing contracts with the Libyan government in Paris</p> <p>William Harford was able to review the proposed contract with Total before it was subsequently signed in London.</p> <p>In addition, media reports have confirmed the existence of both the contracts with the Libyan government, and Mr Takieddine's role in their creation.</p>
<p>Ultimate capital repayment will be achieved from:</p> <p>Sale of Athor's shares</p> <p>Surplus income</p> <p>Sale of property held as collateral</p>

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<p>The security offered is as follows:</p> <p>1st Legal charge over residential London home: 18 Addison Gardens, W14, c. C&P 11M</p> <p>1st Legal charge over residential Paris home: 40 Avenue Georges Mendel, c. EUR 11M (CUP 9M)</p> <p>This would provide an LTV of c. 60%, with a 10% policy. The valuations are a downgrade on the initial values supplied by the client, and have been given as a result of a recent valuation by Savills. They therefore represent a recent estimate, factoring in the recent downturn in European property prices.</p> <p>In addition, we will have a full PG from Mr. Takieddine for principal, interest and charges over both facilities.</p> <p>We will also hold debentures over the shares of the Warwick Estates, SCI Lantier, floor 1 and floor 2</p> <p>We will also take custody of Mr. Takieddine's shareholding in Athar Equities SICAR, currently valued at EUR 20M. While we will hold no formal charge over the custody holding, the transfer is being made as a gesture of good faith by Ziad.</p> <p>Finally, we have asked for a charged cash deposit equivalent to 6 months interest over each facility, given the contractual nature of Ziad's income.</p>
<p>IF PROPERTY</p> <p>***Complete the CALCULATED / UNCALCULATED Mortgage Checklist as applicable (for UK Properties only)***</p> <p>***Please also complete the Valuation Request, complete the Valuation form***</p> <p>Full Property Address (including Postcode)</p> <p>Warwick House, 8 Addison Gardens, London W14</p> <p>40, Avenue Georges Mendel, 75116, Paris</p>
<p>Client Solicitors / Local Representative / Notary Details:</p> <p>Solicitors / Local Representative / Notary parties:</p> <p>Prady Kelly</p> <p>Firm's Name:</p> <p>Laytons</p> <p>Address:</p> <p>Laytons, 50 Victoria Embankment, London, EC4Y 0LS</p> <p>Telephone:</p> <p>0207 847 8000</p> <p>Full Names of all adult occupants in the Property:</p> <p>Ziad Takieddine</p> <p>Ziad Takieddine</p>
<p>IF BANK GUARANTEE & SECUR</p> <p>Full Name & Address of Beneficiary:</p>
<p>What wording is to be used? If standard please provide background on purpose of guarantee (please attach the wording to be used):</p> <p>If existing Guarantee please provide MRC number:</p> <p>Where is the Guarantee to be sent (to Applicant, Beneficiary, Third Party - please choose from drop down list below)</p> <p>How is the Cite to be sent? (to Registered Mail, Courier, SWIFT - please choose from drop down list below)</p> <p>Beneficiary's Account (to be provided by Beneficiary, if applicable, please provide details of the account):</p>
<p>Mr Takieddine will be a new client to the bank, so we do not as yet have a credit history.</p> <p>However, Ziad has a reputation in both Lebanon and Paris as a businessman of high repute, and his reputation as an intermediary between French commercial interests and Middle-Eastern governments is highly dependent on an impeccable financial history.</p> <p>He has very little gearing over his property portfolio, save for the London property, which we will be refinancing as part of the proposal. In conversation, he has told me that his preference is to repay outstanding principals as soon as possible. His need for finance is due to his recent EUR 20M investment in Athar, leaving him with a need for short-term liquidity to finance the final payment on the proposed aircraft purchase. In addition, he is using this as an opportunity to refinance the existing facility on the London property. It is his intention to repay the facility once he exits from the deal and sells his shareholding.</p> <p>However, should the sell-out be delayed, he has existing income from contracts sufficient to service the debt, and cash balances (not charged) equivalent to c.3yrs interest service.</p>

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<p>Name</p>
<p>All the information we have received from existing contacts of the MENAT desk have confirmed my impression that Mr Takeddine is the kind of person we should be endeavouring to develop a relationship with. His contacts and influence in Libya are significant, and we are actively pursuing business in that country.</p> <p>A subsequent meeting between Ziad and Alfred Shukry confirmed our expectations of his influence in Libya, and identified significant potential opportunities for partnership between him and the Barclays group in the country.</p> <p>My meetings with Ziad have given me the firm impression that he is a man of significant influence and contacts in his field, and I would strongly recommend that we take this opportunity to enter into a relationship that should provide significant opportunities for future business. In addition, I was much encouraged by Ziad's understanding of our desire to avoid lending-only relationships, and his subsequent willingness to give us custody of his Alhonor shareholdings, which represent his most significant potential asset.</p> <p>In addition, the deal has business line support, and has been approved for the 2008 Credit Pipeline.</p>
<p>Out of policy support required? If yes, what is the cause and why is it proposed?</p> <p>Yes:</p> <p>The deal proposed involves a KDI John Hall of St James's Place. John is a Senior Partner at the firm, which has a longstanding relationship with the bank. The upfront fee I have quoted does not include his own commission, which has not yet been formally negotiated. The 0.50% represents the fee I am proposing he retained by us. As a result, the gross fee charged may be greater, to incorporate John's commission, which we would discuss with the client in advance of drawdowns.</p> <p>The out of policy element requires business line support, which we have received from Alfred Shukry.</p>
<p>Clear Documentation Received from Credit Operations? Please choose from drop down list below</p> <p>Number of Documents requiring re-works</p>

Business Line Recommended by:

Name: William Harford

Date: 01/12/08

Business Line Recommended by:

Name: Alfred Shukry

Date: 01/12/08

Credit Solution Recommended by:

Name:

Date:

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