

Interest Linked Account 10 Year USD Interest Rate-Linked Structured Deposit – Tranche 20

Quarterly Update – Dec 2010

Product Features¹

Interest Linked Account 10 Year USD Interest Rate-Linked Structured Deposit Tranche 20 is a 10-year USD Interest Rate-Linked Structured Deposit, with 40 potential quarterly payouts at a rate of up to 4.80% p.a. each, provided Early Redemption by the Bank does not take place.

Payouts are linked to a Reference rate, being the USD London Interbank Offer Rate for 3 months ("USD LIBOR 3M").

The Payout Rate for each Payout Date is equivalent to the following per annum rate:

4.80% x Accrual Factor, where:

- the Accrual Factor is the no. of calendar days in the relevant Payout Period where the USD LIBOR 3M, is within the below range in the specific year divided by the total number of calendar days in that Payout Period.

Y1-Y2: 0% <= USD LIBOR 3M <= 3.00%

Y3-Y4: 0% <= USD LIBOR 3M <= 3.25%

Y5-Y6: 0% <= USD LIBOR 3M <= 3.50%

Y7-Y8: 0% <= USD LIBOR 3M <= 3.75%

Y9-Y10: 0% <= USD LIBOR 3M <= 4.00%

The Payout Amount for each Payout Date is determined as follows:

Principal Amount x Payout Rate x Day Count Fraction.

The Bank will return your full Principal at maturity or (if applicable) upon Early Redemption by the Bank.

Product Details

Value Date	24 Aug 2010
Maturity Date	24 Aug 2020
Initial Price	100%
Price as at 31 Dec 2010	89.24%

Accumulated Total Coupon (%)	1.2267%
Next Payout Date	24 Feb 2011

Product Update
As at 31 Dec 2010, this product paid you a payout of 1.2267% of the principal amount.

The price of this product is affected by many factors including, but not limited to, the prevailing interest rate.

Please refer to the appendix for fixing details.

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Appendix

Interest Payout

Interest Payout Period	Calculation Start Date	Calculation End Date	Annualised Rate
Interest Payout Period 1	24-Aug-10	24-Nov-10	1.2267%
		Total	1.2267%