

HVB 3 MONTHS ROLLING EURIBOR INDEX

1. GENERAL DESCRIPTION

The HVB 3M Rolling Euribor Index shall reflect the performance of an ongoing investment at the 3M Euribor rate.

The Index is denominated in EURO. The Index is calculated by the Bayerischen Hypo- und Vereinsbank AG (the "Calculation Agent") on every business day (a "Business Day"). A Business Day is any day on which the Trans-European Automated Real-Time Gross-Settlement Express Transfer System (TARGET) is open.

The Index is available via the information service *REUTERS* (.HVB3MRE). The Index's base value is 100 as of March 16th 2004.

2. CALCULATION OF THE INDEX

The Index is calculated on every Business Day. A Compounding Period starts on the third Wednesday on the third month of every quarter and lasts till the third Wednesday of the third month of the consecutive quarter.

The fixing of the interest rate for the corresponding Compounding period takes place in advance, 2 Business Days before the start of the Compounding Period according to the Euribor 3 Month Index, which can be seen e.g. on Bloomberg (EUR003M <Index>).

Let $I(T_N)$ be the Index Value after N Compounding Periods and R_N be the interest rate for the current Compounding Period. During the current Compounding Period the Index Value is calculated at any time $t \in (T_N, T_{N+1}]$ as defined below

$$I(t) = B(t, T_{N+1}) \times I(T_N) \times \left[1 + \frac{(T_{N+1} - T_N)}{360} \times R_N \right]$$

where $B(t, T)$ denotes the for the corresponding period valid discount factor according to market conventions. $I(T_0)=100$ and $T_0=03/16/2004$

The Index is calculated since 06/21/2006.

3. CALCULATION AGENT

The Calculation Agent will apply the aforementioned method of calculation and the results will be final except for obvious errors. Although the Calculation Agent will apply the aforementioned method of calculation no guarantee can be warranted that the Calculation Agent may not modify or change the method of calculation due to future changes in market practice. The Calculation Agent will ensure that the resulting method of calculation of such a modification or change will be consistent with respect to the method defined above.