To: The Noteholders of the Jubilee Series 3 LinkEarner Notes: SGD Credit-Linked Notes due 2014 (the "**SGD Notes**") and USD Credit-Linked Notes due 2014 (the "**USD Notes**", and together with the SGD Notes, the "**Notes**")

NOTICE OF SWAP SETTLEMENT AMOUNT AND CREDIT EVENT REDEMPTION AMOUNT

We refer to our notice dated 24 September 2008 enclosing a copy of the Credit Event Notice which we received from the Swap Counterparty in relation to the occurrence of a Bankruptcy Credit Event in respect of Lehman Brothers Holdings Inc.

We hereby give notice (in accordance with Part 1 of the Special Conditions in relation to the Notes) that we have been notified of the determination of the Swap Settlement Amount and the Credit Event Redemption Amount for the SGD Notes and the USD Notes by the Calculation Agent (a copy of which is attached as the Schedule to this notice for your information).

In accordance with Part 1 of the Special Conditions of the Notes, we will redeem each Note early on 17 October 2008 (the "**Credit Event Redemption Date**") at the Credit Event Redemption Amount.

As the Credit Event Redemption Amount for both the SGD Notes and the USD Notes is zero, no amounts are due and payable to the Noteholders on the Credit Event Redemption Date. For the avoidance of doubt, no further payments will be made on the Notes after they have been redeemed.

The Credit Event Redemption Amount is based (among other things) on the amount realisable upon the sale of certain debt obligations of Lehman Brothers Holdings Inc., as adjusted by any loss incurred in the liquidation of the Securities and any amounts arising from the termination of the Swap Agreement. Because Lehman Brothers Holdings Inc. has filed for bankruptcy, these Lehman Brothers Holdings Inc. debt obligations are trading significantly below their face value, and generally speaking, are currently valued below 20% of their face value. In addition, the Securities are notes whose performance is credit-linked to a pool of 120 Underlying Reference Entities. The current U.S. financial crisis has led to unfavorable market conditions in the broad credit markets which has led to a significant decline in the value of the Securities. The Liquidation Proceeds of the Securities were therefore significantly less than the face value of the Securities.

For further information on the calculation of the Credit Event Redemption Amount, please refer to our notice dated 24 September 2008 and Annex A of the attached Schedule.

Noteholders who have any questions on this Notice or are unsure as to the action they should take should contact the Distributor through whom they have subscribed for the Notes.

Words and expressions defined in the Pricing Statement dated 12 April 2007 shall bear the same meanings in this notice, unless the context otherwise requires.

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For and on behalf of
Jubilee Global Finance Limited
as Issuer of the Notes

Date: 6 October 08

SCHEDULE

Merrill Lynch International
(in its capacity as the Calculation Agent)
c/o Merrill Lynch (Asia Pacific) Limited
17th Floor, ICBC Tower
3 Garden Road, Central
Hong Kong

TO: **Jubilee Global Finance Limited**
P.O. Box 1984
Boundary Hall
Cricket Square
George Town KY1-1104
Grand Cayman
Cayman Islands

Attn: The Directors, Jubilee Global Finance Limited
Fax: +1 345 949 8244

CC: **The Hongkong and Shanghai Banking Corporation Limited**
21 Collyer Quay
#06-01 HSBC Building
Singapore 049320 (the "**Issuing and Paying Agent**")

Attn: Head of Corporate Trust and Loan Agency
Fax: +65 6532 4977/ +65 6225 3770

HSBC Institutional Trust Services (**Singapore**) **Limited**
21 Collyer Quay
#14-01
Singapore 049320 (the "**Trustee**")

Attn: Head of Corporate Trust and Loan Agency
Fax: +65 6532 4977/ +65 6225 3770

Merrill Lynch International
Merrill Lynch Financial Centre
2 King Edward Street
London EC1A 1HQ (the "**Swap Counterparty**")

Attn: Structured Credit Trading
Fax: +81 3 6225 7309

2 October 2008

Dear Sir or Madam,

Jubilee Series 3 LinkEarner Notes:
SGD Credit-Linked Notes due 2014 (the "SGD Notes") and USD Credit-Linked Notes due 2014 (the "USD Notes", and together with the SGD Notes, the "Notes") - NOTICE OF SWAP SETTLEMENT AMOUNT AND CREDIT EVENT REDEMPTION AMOUNT

We refer to your letter dated 24 September 2008 notifying us, in our capacity as the Calculation Agent for the SGD Notes and the USD Notes, of the occurrence of a Credit Event in respect of Lehman Brothers Holdings Inc., on or about 15th September 2008 in relation to the Notes and pursuant to which the Notes will be redeemed early at the Credit Event Redemption Amount on the Credit Event Redemption Date under Part 1 of the Special Conditions of the Notes.

We hereby give notice that we have determined the Swap Settlement Amount and the Credit Event Redemption Amount for each of the SGD Notes and the USD Notes in accordance with the Conditions of the Notes. Terms not otherwise defined in this letter shall have the meanings set out in the Pricing Statement relating to the Notes dated 12 April 2007.

Please be informed that:

a) with respect to the SGD Notes, the Swap Settlement Amount is SGD 2,671,875 and the Credit Event Redemption Amount is SGD 0; and
b) with respect to the USD Notes, the Swap Settlement Amount is USD 10,138 and the Credit Event Redemption Amount is USD 0.

More details of the determination of the above Amounts are set out in Annex A attached hereto.

This letter shall be governed by and construed in accordance with English law.

Yours faithfully,

for and on behalf of
MERRILL LYNCH INTERNATIONAL
(the “Calculation Agent”)

ANNEX A

The following determinations were made on Thursday 25 September 2008 (the Valuation Date) pursuant to the Conditions of the Notes:

SGD NOTES

a) Swap Settlement Amount

The Swap Settlement Amount is SGD 2,671,875, being the early termination amount receivable by the Issuer under the Swap Agreement from the Swap Counterparty;

b) Credit Event Redemption Amount

i. The Valuation Obligations of Lehman Brothers Holdings Inc. (the Defaulted Reference Entity) were identified as the 5.625% coupon notes with a maturity of 1/24/2013 (Cusip 5252M0BZ0);

ii. Firm bid prices were solicited from five Dealers in the Valuation Obligations;

iii. The Liquidation Proceeds of the Valuation Obligations were determined as SGD 4,745,345 (representing 18.05% of the outstanding principal amount of the SGD Notes), being the highest clean bid price obtained by the Calculation Agent in respect of the Valuation Obligations;

iv. The Liquidation Proceeds of the Securities were SGD 5,432,171 which were less than the outstanding principal amount of the SGD Notes of SGD 26,290,000. The Market Value Adjustment was therefore determined as -SGD 20,857,829; and

v. Consequently, the Credit Event Redemption Amount was determined to be SGD zero, being the sum of 1) the Liquidation Proceeds of the Valuation Obligations, 2) the Market Value Adjustment and 3) the Swap Settlement Amount, subject to a minimum of zero.

USD NOTES

a) Swap Settlement Amount

The Swap Settlement Amount is USD 10,138, being the early termination amount receivable by the Issuer under the Swap Agreement from the Swap Counterparty;

b) Credit Event Redemption Amount

i. The Valuation Obligations of Lehman Brothers Holdings Inc. (the Defaulted Reference Entity) were identified as the 5.625% coupon notes with a maturity of 1/24/2013 (Cusip 5252M0BZ0);

ii. Firm bid prices were solicited from five Dealers in the Valuation Obligations;

iii. The Liquidation Proceeds of the Valuation Obligations were determined as USD 252,700 (representing 18.05% of the outstanding principal amount of the USD Notes), being the highest clean bid price obtained by the Calculation Agent in respect of the Valuation Obligations;

iv. The Liquidation Proceeds of the Securities were USD 308,000 which were less than the outstanding principal amount of the USD Notes of USD 1,400,000. The Market Value Adjustment was therefore determined as -USD 1,092,000; and

v. Consequently, the Credit Event Redemption Amount was determined to be USD zero, being the sum of 1) the Liquidation Proceeds of the Valuation Obligations, 2) the Market Value Adjustment and 3) the Swap Settlement Amount, subject to a minimum of zero.