Final Terms

BARCLAYS

BARCLAYS BANK PLC

(Incorporated with limited liability in England and Wales)

BARCLAYS CAPITAL (CAYMAN) LIMITED

(Incorporated with limited liability in the Cayman Islands)

(Guaranteed by Barclays Bank PLC)

£40,000,000,000
STRUCTURED NOTE PROGRAMME

Issue by Barclays Bank PLC of the
EUR120,000,000 Floating Rate CMS Euribor Curve Cap due 15 December 2011
Series 7266

Issue Price: 100.00% of par

This document is prepared in connection with the £40,000,000,000 Structured Note Programme established by Barclays Bank PLC (the "***Bank***") and Barclays Capital (Cayman) Limited ("***BCCL***") and is supplemental to and should be read in conjunction with the Base Prospectus (the "***Base Prospectus***") dated 16 December 2005, as supplemented and amended. Words and expressions defined in the Base Prospectus and not defined in this document shall bear the same meanings when used herein.

This document has been prepared for the purposes of giving information about the issue by Barclays Bank PLC of the EUR120,000,000 CMS Notes due 15 December 2011, Series 7266 (the "***Notes***").

Investors should refer to "Risk Factors relating to the Notes" in the Base Prospectus for a discussion of certain matters that should be considered when making a decision to invest in the Notes.

Barclays Capital

15 DECEMBER 2006

The Bank accepts responsibility for the information contained in this Final Terms. To the best of the knowledge and belief of the Bank (which has taken all reasonable care to ensure that such is the case), the information contained in this Final Terms is in accordance with the facts and does not omit anything likely to affect the import of such information.

This document is for distribution only to persons who (i) have professional experience in matters relating to investments or (ii) are persons falling within Article 49(2)(a) to (d) ("high net worth companies, unincorporated associations etc") of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (all such persons together being referred to as "relevant persons"). This document is directed only at relevant persons and must not be acted on or relied on by persons who are not relevant persons.

This Final Terms is to be read in conjunction with all documents which are deemed to be incorporated herein by reference and, to the extent permitted by the law, shall be read and construed on the basis that such documents are so incorporated and form part of this Final Terms.

This issue concerns structured notes that consist of a fixed-income component and one or more "derivative" components. The latter involves the purchase and/or sale of one or more derivatives by the subscriber of the structured note. The value of these derivatives is influenced by the performance of financial instruments and/or related parameters (notes, indices, currencies, etc.).
Given these characteristics, structured notes have an inherent complexity that makes their valuation in risk terms difficult, both at the time of purchase and thereafter.
Therefore, investors are invited to subscribe for these notes only if they understand the nature of the investment and the level of underlying risk.

The distribution of this document and the offer of the Notes in certain jurisdictions may be restricted by law. Persons into whose possession this Final Terms comes are required by the Bank to inform themselves about and to observe any such restrictions. Details of selling restrictions for various jurisdictions are set out in "Purchase and Sale" in the Base Prospectus. In particular, the Notes have not been, and will not be, registered under the US Securities Act of 1933, as amended (the **Securities Act**) and is subject to U.S. tax law requirements. Trading in the Notes has not been approved by the US Commodity Futures Trading Commission under the US Commodity Exchange Act. Subject to certain exceptions, the Notes may not at any time be offered, sold or delivered in the United States or to U.S. persons, nor may any U.S. persons at any time trade or maintain a position in such Notes.

Part A

Terms and Conditions of the Notes

*The Notes shall have the following terms and conditions, which shall complete, modify and/or amend the terms and conditions (the **Conditions**) set out in the Base Prospectus.*

Parties

Issuer:	Barclays Bank PLC
Guarantor:	N/A
Manager:	Barclays Bank PLC
Determination Agent:	Barclays Bank PLC
Issue and Paying Agent:	JPMorgan Chase Bank

THE NOTES HAVE NOT BEEN AND WILL NOT BE REGISTERED UNDER THE US SECURITIES ACT OF 1933, AS AMENDED (THE "SECURITIES ACT") AND THE NOTES COMPRISE BEARER NOTES THAT ARE SUBJECT TO US TAX LAW REQUIREMENTS. SUBJECT TO CERTAIN EXCEPTIONS, THE NOTES MAY NOT BE OFFERED OR SOLD WITHIN THE UNITED STATES OR TO, OR FOR THE ACCOUNT OR BENEFIT OF, US PERSONS (AS DEFINED IN REGULATION S UNDER THE SECURITIES ACT ("REGULATION S")). THIS FINAL TERMS HAS BEEN PREPARED BY THE ISSUER FOR USE IN CONNECTION WITH THE OFFER AND SALE OF THE NOTES OUTSIDE THE UNITED STATES TO NON-US PERSONS IN RELIANCE ON REGULATION S AND FOR LISTING OF THE NOTES OF THE RELEVANT STOCK EXCHANGE, IF ANY, AS STATED HEREIN. FOR A DESCRIPTION OF THESE AND CERTAIN FURTHER RESTRICTIONS ON OFFERS AND SALES OF THE NOTES AND DISTRIBUTION OF THIS FINAL TERMS AND THE BASE PROSPECTUS SEE "PURCHASE AND SALE"IN THE BASE PROSPECTUS.

Provisions relating to the Note

1.	Title of the Note:	EUR120,000,000 CMS Linked Notes
2.	Series:	7266
3.	Currency of the Note:	EURO (EUR)
4.	Aggregate principal amount of the Note:	EUR120,000,000
5.	Denominations and number of Notes:	EUR1,000 (120,000 Notes)
6.	Form of Note:	Bearer Temporary Global Note, exchangeable for a Permanent Global Note
7.	Notes in definitive form to be issued:	No
8.	Issue Date of the Note:	15 December 2006

9.	Issue Price of the Note:		100.00 per cent. of par
10.	Relevant Stock Exchange[s]:		N/A
11.	Integral multiples of Note required for transfer:		N/A
12.	Type of Note:		CMS Linked Notes

Provisions relating to interest (if any) payable on the Note

13.	Interest payable on the Note:		Yes
14.	Interest Basis:		Floating
15.	Interest Rate	- Fixed	N/A
		- Floating	Applicable;
			For each Interest Period from and including the Issue Date, to but excluding the Maturity Date, the Issuer shall pay an Interest Amount per Note calculated as the product of the following equation:

Max[1.00%; Min[Euribor6m + 0.20%; 25 * (CMS10 – CMS2)]]

Where;

CMS10 means the EUR-ISDA EURIBOR 10 Year Swap Rate, as determined by the Determination Agent by reference to Reuters Page "ISDAFIX2" for the fixing done at 11.00 am Frankfurt time 2 business days prior to each interest period start ("in advance"). If such rate does not appear on the above page, the rate shall be as determined by the Determination Agent in accordance with the ISDA Definitions

		CMS2 means EUR-ISDA EURIBOR 2 Year Swap Rate, as determined by the Determination Agent by reference to Reuters Page "ISDAFIX2" for the fixing done at 11.00 am Frankfurt time 2 business days prior to each interest period start ("in advance"). If such rate does not appear on the above page, the rate shall be as determined by the Determination Agent in accordance with the ISDA Definitions
16.	Screen Rate Determination:	Applicable
	(i) Reference Rates:	6 month EUR-EURIBOR-Reuters
	(ii) Interest Determination Date:	2 Business prior to start of each Interest Period
	(iii) Relevant Screen Page:	EURIBOR01
17.	ISDA Determination:	N/A
18.	Amortisation Yield:	N/A
19.	Fixed Coupon Amount:	N/A
20.	Broken Coupon Amount:	N/A
21.	Minimum/Maximum Rates of Interest:	N/A
22.	Interest Payment Dates:	Semi-annually, on every 15 June, and 15 December in arrears, from and including 15 June 2007 up to and including the Maturity Date.
23.	Interest Commencement Date:	The Issue Date
24.	Interest Period:	As stated in Condition 25
25.	Day Count Fraction:	Actual/Actual (ICMA), Unadjusted

Provisions regarding redemption

26.	Exchange Rate Time:	N/A
27.	Maturity Date:	15 December 2011 (the "Scheduled Maturity Date")
28.	Early Redemption following the occurrence of:	

	(i)	Issuer Tax Event:	Applicable
	(ii)	Change in Law:	Applicable
	(iii)	Hedging Disruption:	Applicable
	(iv)	Increased Cost of Hedging:	Applicable
29.	Early Redemption following the occurrence of a Guarantor Tax Event:		N/A
30.	Call Option:		N/A
31.	Put Option:		N/A
32.	Valuation Date:		N/A
33.	Valuation Time:		N/A
34.	Market Disruption Event:		N/A
35.	(i)	Averaging Dates:	N/A
	(ii)	Consequence of an Averaging Date being a Disrupted Day:	N/A
36.	Redemption Amount and the currency in which it will be paid:		The Aggregate Principal Amount
37.	Early Redemption Amount and the currency in which it will be paid:		The Aggregate Principal Amount
38.	The maximum and minimum number of Business Days prior to the Early Redemption Date on which Issuer Redemption Notices and Special Redemption Notices must be given by the Issuer:		As stated in the Base Prospectus
39.	Time for receipt of Early Redemption Notice and/or Noteholder's Notice:		10:00 am London time, as stated in the Base Prospectus
40.	Redemption Notice Time:		10:00 am London time, as stated in the Base Prospectus
41.	Procedures for giving Issuer Redemption Notice if other than as specified in Condition 6.3:		N/A
42.	Procedure for giving Special Redemption Notice if other than as specified in Condition 6.3:		N/A
43.	Basis for selecting Notes where Daily Maximum Amount is exceeded if other than on a pro rata basis:		N/A
44.	Additional provisions relating to the redemption of the Notes:		N/A

45.	Equity Linked Notes, Equity Currency Basket Notes, Multiple Currency Basket Notes:	N/A
	(i) Relevant Currency:	N/A
	(ii) Other terms or special conditions:	N/A
46.	Single Index Notes, Basket of Indices Notes:	N/A
47.	Currency Linked Notes:	N/A
48.	Credit Linked Notes:	N/A
49.	Commodity Linked Notes:	N/A

Provisions relating to settlement

50.	Settlement type:	Cash only
51.	Board Lot:	N/A
52.	Currency in which cash settlement will be made	EUR
53.	Early Redemption Payment Date:	As defined in Condition 25
54.	Clearing System:	Clearstream
55.	Physical Delivery Date:	N/A

Definitions

56.	Definition of Business Day:	As defined in Condition 25.
57.	Definition of Exchange Business Day:	As defined in Condition 25
58.	Definition of Maturity Notice Time:	As defined in Condition 25
59.	Definition of Issuer Tax Event:	As defined in Condition 12
60.	Definition of Guarantor Tax Event:	N/A

Selling restrictions and provisions relating to certification

61.	Applicable US Commodities Restrictions:	N/A
62.	Non-US Selling Restrictions:	As described in the Base Prospectus
63.	Certification of non-US status:	TEFRA D Applicable

General

64.	Applicable Business Day Convention:	Following Business Day Convention

65.	Relevant Clearing Systems, Rules and appropriate codes:	Euroclear and Clearstream ISIN: XS0270207714 Common Code: 027020771
66.	(i) Reuters page(s) (or other reference source) from which the exchange rate for currency conversion will be taken when calculating the Redemption Amount and/or the Early Redemption Amount, or	N/A
	(ii) the Reference Bank or Central Bank quoting the exchange rate for conversion pursuant to Condition 6.9(a)	N/A
67.	Any modifications to the Master Subscription Agreement and/or Master Issue and Paying Agency Agreement:	N/A
68.	The offices (if any) in addition to the principal office of the Issue and Paying Agent where (i) the latest annual report and accounts, of the Issuer, Guarantor and semi-annual interim reports of the Guarantor and (ii) copies of the Master Issue and Paying Agency Agreement and the Base Prospectus and this Supplement will be available in English for holders of the Notes during the term of the Notes:	N/A
69.	Any Conditions additional to, or modified from, those set forth in the Base Prospectus	Applicable (i) Fees and commissions At the end of the subscription period a distribution fee of 2.95% (two point ninety-five per cent) of the principal amount of the Notes sold to Note holders shall be paid by the Issuer to the distributor on the Issue Date of the Notes. Of those fees, 1.475% are management and underwriting fees. (ii) at the issue date the notes will be distributed by MPS Finance Banca Mobiliare SpA through his distribution network: Banca Monte dei Paschi di Siena SpA; Banca Toscana SpA; Banca Agricola Mantovana SpA – all belonging to Gruppo Bancario Monte dei Paschi di Siena.

PART B - OTHER INFORMATION

1. **LISTING**

(i)	Listing	None
(ii)	Admission to trading:	None
(iii)	Estimate of total expenses related to admission to trading	N/A

2. **RATINGS**

Ratings:	The Notes to be issued have been rated: S & P: AA Moody's: Aa1 The Ratings specified above are those assigned to Unsubordinated Notes issued under the Programme

3. **NOTIFICATION – NOT APPLICABLE**

4. **INTERESTS OF NATURAL AND LEGAL PERSONS INVOLVED IN THE [ISSUE/OFFER] – NOT APPLICABLE**

(i)	Reasons for the offer	General Funding
(ii)	Estimated net proceeds:	EUR120,000,000
(iii)	Estimated total expenses:	N/A

5. **FIXED RATE NOTES ONLY – YIELD - N/A**

6. **FLOATING RATE NOTES ONLY - HISTORIC INTEREST RATES – N/A**

7. **INDEX-LINKED OR OTHER VARIABLE-LINKED NOTES ONLY - PERFORMANCE OF INDEX/FORMULA/OTHER VARIABLE,AND OTHER INFORMATION CONCERNING THE UNDERLYING – APPLICABLE**

RISK FACTORS

Prospective investors should read the entire Base Prospectus (and where appropriate, any relevant final terms). Words and expressions defined elsewhere in this Base Prospectus have the same meanings in this section. Investing in securities involves certain risks.

An investment in Notes linked to one or more Reference Items may involve a number of risks, some of which are referred to below and which are not associated with investment in a conventional debt security. The amount paid by the Issuer on redemption of the Notes may be less than the principal *amount of the Notes and may in certain circumstances be zero. Potential investors should ensure that they fully understand all of the risks prior to making any investment decision. Potential investors should seek independent financial advice prior to investing in Notes. Prospective investors should consider, among other things, the following:*

RISKS RELATING TO THE GROUP

General

The profitability of the businesses of the Group could be adversely affected by a worsening of general economic conditions in the United Kingdom or globally. Factors such as the liquidity of the global financial markets, the level and volatility of equity prices and interest rates, investor sentiment, inflation, and the availability and cost of credit could significantly affect the activity level of customers.

A market downturn would likely lead to a decline in the volume of transactions that the Bank executes for its customers and, therefore, lead to a decline in the income it receives from fees and commissions. A market downturn or worsening of the economy could cause the Group to incur mark-to-market losses in its trading portfolios. A market downturn also could potentially result in a decline in the fees the Bank earns for managing assets. For example, a higher level of domestic or foreign interest rates or a downturn in trading markets could affect the flows of assets under management. An economic downturn or significantly higher interest rates could adversely affect the credit quality of the Bank's on-balance sheet and off-balance sheet assets by increasing the risk that a greater number of the Group's customers would be unable to meet their obligations.

The Group's provisions for credit losses provide for losses inherent in loans and advances and other credit exposures. Estimating losses is inherently uncertain and depends on many factors, including general economic conditions, rating migration, structural and technological changes within industries and changes in customer preferences that alter competitive positions, mismanagement by customers and other external factors such as legal and regulatory requirements.

Operational Risks

The Group's businesses are dependent on the ability to process a large number of transactions efficiently and accurately. Operational risks and losses can result from fraud, errors by employees, failure properly to document transactions or to obtain proper internal authorisation, failure to comply with regulatory requirements and Conduct of Business rules, equipment failures, natural disasters or the failure of external systems, for example, those of the Group's suppliers or counterparties. Although the Group has implemented risk controls and loss mitigation actions, and substantial resources are devoted to developing efficient procedures and to staff training, it is only possible to be reasonably, but not absolutely, certain that such procedures will be effective in controlling each of the operational risks faced by the Group.

The Group is subject to comprehensive legal obligations in the U.K., the European Union, the U.S., the Asia-Pacific region and in the many other countries around the world in which the Group operates. As a result, the Group is exposed to many forms of legal risk, which may arise in a number of ways. Primarily:

- Group business may not be conducted in accordance with applicable laws;
- contractual obligations may either not be enforceable as intended or may be enforced against the Group in an adverse way;

- the intellectual property of the Group (such as its trade names) may not be adequately protected; and
- the Group may be liable for damages to third parties harmed by the conduct of its business.

In addition, the Group faces risk where legal proceedings are brought against it. Regardless of whether or not such claims have merit, the outcome of legal proceedings is inherently uncertain and could result in financial loss.

Although the Group has processes and controls around the management of legal risk, failure to manage legal risks can impact the Group adversely, both financially and reputationally.

Tax risk is the risk associated with changes in, or errors in the interpretation of, taxation rates or law. This could result in increased charges or financial loss.

Although the Group devotes considerable resources to managing tax risk, failure to manage this risk can impact the Group adversely.

The Group devotes substantial management and planning resources to the development of strategic plans for organic growth and identification of possible acquisitions, supported by substantial expenditure to generate growth in customer business. If these strategic plans do not meet with success, the Group's earnings could grow more slowly or decline.

Risks relating to the Financial Services Industry

The most significant market risks the Group faces are interest rate, credit spread, foreign exchange, commodity price and equity price risks. Changes in interest rate levels, yield curves and spreads may affect the interest rate margin realised between lending income and borrowing costs. Changes in currency rates, particularly in the sterling-dollar and sterling-euro exchange rates, affect the value of assets and liabilities denominated in foreign currencies and affect earnings reported by the Group's non-U.K. subsidiaries and may affect revenues from foreign exchange dealing. The performance of financial markets may cause changes in the value of the Group's investment and trading portfolios and in the amount of revenues generated from assets under management. The Group has implemented risk management methods to mitigate and control these and other market risks to which the Group is exposed. However, it is difficult to predict with accuracy changes in economic or market conditions and to anticipate the effects that such changes could have on the Group's financial performance and business operations. In addition, the value of assets held in the Group's pension and long-term assurance funds are also affected by the performance of financial markets.

The Group's authority to operate as a bank is dependent upon the maintenance of an adequate capital base. It is required to meet capitalisation requirements in the U.K. and in other markets where banking activities are undertaken. As the level of capitalisation may affect the Group's debt rating, the Group also manages its capital to secure the maintenance of its strong rating. Moreover, the absence of a sufficiently strong capital base may constrain the Group's growth and strategic options. Unforeseen circumstances may arise under which the Group is unable to maintain its desired capitalisation.

Liquidity risk is the risk that the Group is unable to meet its payment obligations when they fall due and to replace funds when they are withdrawn; the consequence of which may be the failure to meet obligations to repay depositors and fulfil commitments to lend. This risk exists in the U.K. as well as in overseas markets. There is a risk that the Group mismanages its liquidity or that circumstances may arise under which it is unable to maintain adequate liquidity.

The Group is subject to extensive supervisory and regulatory regimes in the U.K., elsewhere in Europe, the U.S., the Asia-Pacific region and in the many other countries around the world in which it operates.

Regulatory compliance risk arises from a failure or inability to comply fully with the laws, regulations or codes applicable specifically to the financial services industry. Non-compliance could lead to fines, public reprimands, damage to reputation, enforced suspension of operations or, in extreme cases, withdrawal of authorisation to operate.

The Group's businesses and earnings can be affected by the fiscal or other policies and other actions of various regulatory authorities of the U.K., other European Union or foreign governments and international agencies. The nature and impact of future changes in such policies and regulatory action are not predictable and are beyond the Group's control.

There is continuing political and regulatory scrutiny of, and major changes in, legislation and regulation of the consumer credit industry in the U.K. and elsewhere. In the U.K., these currently include a review of store cards by the Competition Commission and investigations by the Office of Fair Trading into interchange rates and default fees on credit cards. The review and investigations are looking at the consumer credit industry generally and the Group is co-operating with those proceedings. Their outcome is unclear but may have an impact on the consumer credit industry in general and therefore on the Group's business in this sector.

Other areas where changes could have an impact include *inter alia*:

- the monetary, interest rate and other policies of central banks and regulatory authorities;
- general changes in government or regulatory policy that may significantly influence investor decisions in particular markets in which the Group operates;
- general changes in the regulatory requirement, for example, prudential rules relating to the capital adequacy framework;
- changes in competition and pricing environments;
- changes in the financial reporting environment;
- expropriation, nationalisation, confiscation of assets and changes in legislation relating to foreign ownership; and
- other unfavourable political, military or diplomatic developments producing social instability or legal uncertainty which in turn may affect demand for the Group's products and services.

The U.K. and global financial services market remains highly competitive and innovative competition comes both from incumbent players and a steady stream of new market entrants. The landscape is expected to remain highly competitive in all the Group's businesses, which could adversely affect the Group's profitability.

RISKS RELATING TO THE NOTES

General Considerations

The Notes involve a degree of risk, which may include interest rate, corporate, market, foreign exchange, time value and/or political risks, as well as other risks arising from fluctuations in the values of the relevant securities (or basket of securities), index (or basket of indices), commodity (or commodity index) or other Reference Item(s) which may be specified in the applicable Final Terms, and general risks applicable to the stock market (or markets) and capital markets.

In order to realise a return upon an investment in a Note, an investor must have correctly anticipated the timing and magnitude of an anticipated increase or the absence of a decrease in the value of the relevant Reference Item(s) relative to the Issue Price and must also be correct about when any change will occur. If the value of the Reference Item(s) does not increase, or decreases, as the case may be, before such Note is redeemed, part of the investor's investment in such Note may be lost on such redemption. Other than in respect of Notes which are redeemable prior to the Maturity Date at the option of the Noteholder, the only means by which a Noteholder can realise value from its Notes prior to their Maturity Date is to sell such Notes at their then market price in the secondary market (if available) (see "— Possible Illiquidity of the Secondary Market" below).

Fluctuations in the value of the relevant index or basket of indices (including the prices of securities included in an Index or Basket of Indices) will affect the value of Single Index Notes and Basket of Indices Notes. Fluctuations in the price of the relevant equity security or value of the basket of equity securities will affect the value of Equity Linked Notes and Equity Basket Notes. In both these cases and in the case of Currency Linked Notes, fluctuations in the value of the currency or currencies in or to which the Notes or the Underlying Securities or Index are denominated or linked will also affect the value of such Notes. Also, due to the character of the particular markets on which most equity securities are traded, the absence of last sale information and the limited availability of quotations for such equity securities may make it difficult for many investors to obtain timely, accurate data for the price or yield of such equity securities.

The occurrence of certain events or circumstances, in each case as specified in the applicable Final Terms, will affect the value of Credit Linked Notes and the Issuer's obligation to pay principal may be replaced by an obligation to pay other amounts calculated by reference to the value of the Reference Obligation(s) and/or to deliver the Reference Obligation(s). The Issuer's obligations in respect of Credit Linked Notes are not dependent on the existence of credit exposure of the relevant Issuer to a Reference Entity and the relevant Issuer need not itself suffer any loss nor provide evidence of any loss as a result of the occurrence of a Credit Event.

Fluctuations in the value of a Relevant Commodity or Commodity Index may affect the value of Commodity Linked Notes.

Prospective investors in Notes should understand the risks of transactions involving the relevant Notes and should reach an investment decision only after careful consideration of the suitability of such Notes in the light of their particular financial circumstances, the information set forth herein and any other available information regarding the relevant Notes and the Reference Item(s) to which the value of such Notes may relate. Where the relevant Issuer is required to redeem the Notes prior to the Maturity Date at the option of the Noteholders an investor should understand the consequences of liquidating any investment in the Notes by redeeming such investment as opposed to selling it. This includes knowing when the Notes are redeemable and how to redeem them.

The relevant Issuer may vary the manner in which a particular series of Notes are redeemed. At its sole and unfettered discretion, it may elect not to pay the relevant Noteholders the Redemption Amount or the Early Redemption Amount, as the case may be, or to deliver or procure delivery of the relevant Underlying Securities or Deliverable Obligations to the relevant Noteholders, as the case may be, and in lieu thereof, deliver or procure the delivery of the relevant Underlying Securities or Deliverable Obligations or make payment of the Redemption Amount or the Early Redemption Amount on the Maturity Date or the Early Redemption Payment Date, as the case may be, to the relevant Noteholders

8. Dual currency Notes only - **PERFORMANCE OF RATE[S] OF EXCHANGE [AND EXPLANATION OF EFFECT ON VALUE OF INVESTMENT – N/A**

9. **OPERATIONAL INFORMATION**

Any clearing system(s) other than Euroclear Bank S.A./N.V. and Clearstream Banking Societe Anonyme and the relevant identification number(s):	N/A
Delivery:	Delivery free of payment
Names and addresses of additional Paying Agents(s) (if any):	N/A

Annex 1

Scenarios: Coupon payout in different interest rates environments

Disclaimer: The information and data set out in the following scenarios have indicative value only and are not forecasts or indications as to future performance of the financial products contained herein and/or of the indexes contained in the underlying basket.

Scenario Analysis

SCENARIO A (Positive)
The curve is steep, the CMS10-CMS2 spread is 0.97%, and the Euribor 6m is at 3.81%

Positive scenario

CMS10	3.98%
CMS2	3.01%
Euribor 6m	3.81%
Coupon	**4.01%**

The amount if coupon paid is equal to:

+MAX{1.00%; MIN [Euribor 6m + 0.20%;25* (CMS10-CMS2)]}

In this case the coupon is equal to 4.01%.

SCENARIO B (Intermediate)

The curve is relatively flat, the CMS10-CMS2 spread is 0.55%, and the Euribor 6m is at 3.64%

Intermediate Scenario

CMS10	3.98%
CMS2	3.43%
Euribor 6m	3.64%
Coupon	**3.84%**

The amount if coupon paid is equal to:

+MAX{1.00%; MIN [Euribor 6m + 0.20%;25* (CMS10-CMS2)]}

In this case the coupon is equal to 3.84%.

SCENARIO C (Negative)

The curve is inverted, the CMS10-CMS2 spread is -0.03%, and the Euribor 6m is at 3.90%

Negative Scenario	
CMS10	3.91%
CMS2	3.94%
Euribor 6m	3.90%
Coupon	**1.00%**

The amount if coupon paid is equal to:

+MAX{1.00%; MIN [Euribor 6m + 0.20%;25* (CMS10-CMS2)]}

In this case the coupon is equal to 1.00%.