

# Structured Products

**DEXIA**

Private Banking

## EUR 12 Years 3MNC-Principal Protected Bond

Linked to CMS 20 Vs CMS 2

US\$ 5,000,000,000  
Program for the issue of Euro Medium Term Notes and Warrants  
Series No: XXX, Tranche No.: 1  
Private Placement

Indicative Terms and Conditions:  
20<sup>th</sup> July 2005

Issuer	Dexia Banque Internationale à Luxembourg (Aa2/AA)				
Status	Senior Note				
Trade date	20 <sup>th</sup> July 2005				
Issue date	29 July 2005				
Maturity date	29 July 2017				
Notional amount	EUR 3,000,000.00				
Denomination	EUR 1,000.00				
No. of denominations	3,000.00				
Issue Price	100%				
Underlying	"Spread" = CMS 20 – CMS 2				
Coupons		Start Date	End Date	Coupon Rate	Coupon Payment Date
	Coupon 1	29 July 2005	29 Oct 2005	13.00%	29 Oct 2005
	Coupon 2	29 Oct 2005	29 Jan 2006	13.00%	29 Jan 2006
	(Quarterly, 30 / 360) Modified Following Non Adjusted	Coupon 3 to Coupon 48	Each 29 January, 29 April, 29 July, 29 October	Each 29 April, 29 July, 29 October 29 January	Max (0%: 4 X Underlying)
Fixing	<p>CMS20: Mid-market annual swap rate expressed as a percentage for a EUR interest rate swap transaction with a term equal to 20 years which appear on the Reuters screen ISDAFIX2 Page as set two Business Days prior to the Coupon Payment Date</p> <p>CMS2: Mid-market annual swap rate expressed as a percentage for a EUR interest rate swap transaction with a term equal to 2 years which appear on the Reuters screen ISDAFIX2 Page as set two Business Days prior to the Coupon Payment Date</p>				
Redemption Price	100%				
Call Option	The Issuer has the right but not the obligation to Call the Note on a quarterly basis after the first 3 months				
Isin Code	XS0tbc				
Governing Law	UK				
Sell. Restrictions Form	UK, USA and US persons Bearer Non Deliverable				

# Structured Products

DEXIA

Private Banking

## Credit Risks

There is no risk on the principal as long as the Issuer can meet its obligation.

The investor takes the risk to lose its revenue from quarter 3 to year 40 as the coupon rate could be 0%. This will be the case each time the Spread is negative.

Prior to maturity the value of the product can fluctuate due to changes in the Underlying Price, Volatility, Dividends and Interest Rates. An Investor who sells the product before maturity may receive back less than his original investment.