

VICTORIA PEAK INTERNATIONAL FINANCE LIMITED

To:

Bank of China (Hong Kong) Limited	ICEA Securities Ltd.
Bank of Communications Co., Ltd. Hong Kong Branch	Chong Hing Bank Limited
Chiyu Banking Corporation Limited	Nanyang Commercial Bank, Limited
CITIC Ka Wah Bank Limited	Shanghai Commercial Bank Limited
Core Pacific-Yamaichi International (H.K.) Limited	Tai Fook Securities Co. Ltd.
	Wing Hang Bank, Ltd.
	Wing Lung Bank Limited

Octave Notes Series 5

USD Credit-Linked Secured Callable Fixed Rate Notes due 2010 (ISIN: XS0222358938) ("Tranche A Notes")

USD Credit-Linked Secured Callable Range Accrual Notes due 2010 (ISIN: XS0222358771) ("Tranche B Notes")

HKD Credit-Linked Secured Callable Fixed Rate Notes due 2010 (ISIN: XS0222358698) ("Tranche C Notes")

HKD Credit-Linked Secured Callable Range Accrual Notes due 2010 (ISIN: XS0222358342) ("Tranche D Notes")

(each a "Tranche" and the notes of any or all Tranches, the "Notes") issued by Victoria Peak International Finance Limited pursuant to its Retail Note Programme (the "Programme")

We are writing to you because of recent market events. Although we are under no obligation to provide information in respect of the Notes or the Underlying Securities beyond that specified in the Offering Documents, in the present exceptional circumstances we believe it may be helpful to write to all Distributors to provide certain information relating to the Notes and the Underlying Securities.

The Issue Prospectus made clear in the sections headed "Information About the Underlying Securities" at pages 50 to 52 and "Risk Factors - Exchange Rate Risks" at pages 67 to 68 that the Original Underlying Securities may include CDO Squared Securities. The section headed "Risk Factors - Exposure to the Companies and Sovereign Entity and the Underlying Securities" at pages 62 to 64 also made clear that the Underlying Securities may consist of CDO Squared Securities. We informed the holders of the Notes at the time through the clearing systems by notification dated 15 June 2005 that the Original Underlying Securities for the Notes were the Series 2005-14 Class II Secured Floating Rate Notes due 2010 issued by Morgan Stanley ACES SPC acting for the account of the Series 2005-14 Segregated Portfolio (the "**Original Underlying Securities**"). That notification also states that, as at the Issue Date, the credit rating assigned by S&P to the Original Underlying Securities was "AAA". Paragraph 39(a) of the Pricing Supplements dated 15 June 2005 relating to each Tranche of the Notes which have always been available for inspection also set out the details of the Original Underlying Securities.

Since the Issue Date, credit events have occurred in respect of Dana Corporation, Lehman Brothers Holdings Inc., Federal National Mortgage Association and Washington Mutual, Inc. Whilst these are not Reference Entities under the Notes, they are reference entities under the Original Underlying Securities. As a result of these credit events and recent market turmoil, the credit rating assigned by S&P to the Original Underlying Securities was lowered to "BBB". As of the date of this notice, the occurrence of these credit events has not resulted in an Underlying Securities Default Event or an Early Redemption Event in relation to the Notes.

If you have any questions or queries regarding this notice or the Notes, please consult your own legal, tax, accountancy or other professional adviser as you may see fit.

Capitalised terms used but not otherwise defined in this notice or otherwise specified shall have the meanings ascribed thereto in the Issue Prospectus relating to the Notes dated 17 May 2005.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Kareem Robinson', written over a horizontal line.

VICTORIA PEAK INTERNATIONAL FINANCE LIMITED

BY: Kareem Robinson
Director
4 November 2008