

THIS NOTICE IS IMPORTANT AND REQUIRES THE IMMEDIATE ATTENTION OF NOTEHOLDERS. IF NOTEHOLDERS ARE IN ANY DOUBT AS TO THE ACTION THEY SHOULD TAKE, THEY SHOULD SEEK THEIR OWN FINANCIAL AND LEGAL ADVICE, INCLUDING AS TO ANY TAX CONSEQUENCES, IMMEDIATELY FROM THEIR STOCKBROKER, SOLICITOR, ACCOUNTANT OR OTHER INDEPENDENT FINANCIAL OR LEGAL ADVISERS.

HSBC Bank USA, National Association, as Trustee
(the "Trustee")

**NOTICE OF TERMINATION OF THE SWAP AGREEMENTS FOR THE
UNDERLYING SECURITIES OF THE NOTES**

NOTICE IS HEREBY GIVEN to the holders of the Notes issued by Pacific International Finance Limited (the "**Issuer**") presently outstanding (the "**Noteholders**" and the "**Notes**," respectively) for which Zircon Finance Limited (the "**Underlying Issuer**") is the issuer of securities which comprise the assets underlying each Series/Tranche of the Notes (the "**Pacific Underlying Securities**").

Please note that certain Pacific Underlying Securities constitute the underlying security for one or more Tranches of Notes within the same Series.

The Underlying Issuer entered into certain swap agreements with Lehman Brothers Special Financing Inc. ("**LBSF**"), an affiliate of Lehman Brothers Holdings Inc. ("**Lehman**") in connection with the Pacific Underlying Securities (the "**Underlying Swap Agreements**"). Events of Default arose under such Underlying Swap Agreements due to the petitions by Lehman and LBSF for protection under Chapter 11 of the United States Bankruptcy Code.

This Notice will serve to advise that the Issuer directed the Underlying Issuer to terminate the Underlying Swap Agreements entered into by the Underlying Issuer as soon as possible, pursuant to the Issuer's rights as holder of the Pacific Underlying Securities under the Principal Trust Deed dated October 10, 2002 as amended and restated from time to time, made between Dante Finance plc and BNY Corporate Trustee Services Limited, to which the Underlying Issuer acceded pursuant to certain Deeds of Accession.

In accordance with the Issuer's direction, notices of early termination of the Underlying Swap Agreements were delivered to LBSF on November 5, 2008 and such notices designated November 5, 2008 as the Early Termination Date under the Underlying Swap Agreements.

Annex A of this Notice is a statement prepared by the Trustee (based on information provided to it by the various custodians) which identifies the Pacific Underlying Securities.

Noteholders who have any questions for the Trustee are invited to contact the representative of the Trustee by email at lbnyinquiries@us.hsbc.com.

This Notice is given by
HSBC Bank USA, National Association,
as Trustee
Dated: 6 November, 2008

ANNEX A

<u>No.</u>	<u>Pacific Series Number</u>	<u>Pacific Series ISIN</u>	<u>Underlying Issuer</u>	<u>Underlying Series</u>	<u>Underlying Amount (US\$)</u>	<u>Underlying Description</u>	<u>Underlying ISIN</u>
1.	31 A & B	A: XS0296675605	Zircon Finance Limited	2007-5	37,580,000	Synthetic Portfolio Floating Rate Notes due 4/19/10 (subject to extension)	XS0296886053
		B: XS0296677056					
2.	31 C & D	C: XS0296675944	Zircon Finance Limited	2007-6	6,460,000	Synthetic Portfolio Floating Rate Notes due 10/19/12	XS0296886301
		D: XS0296677486					
3.	32 A & B	A: XS0311435787	Zircon Finance Limited	2007-15	11,320,000	Synthetic Portfolio Floating Rate Notes due 7/16/10 (subject to extension)	XS0311230204
		B: XS0311438377					
4.	32 C & D	C: XS0311436082	Zircon Finance Limited	2007-16	5,935,00	Synthetic Portfolio Floating Rate Notes due 1/16/13	XS0311227168
		D: XS0311438708					
5.	33 A & B	A: XS0318915823	Zircon Finance Limited	2007-18	22,405,000	Synthetic Portfolio Floating Rate Notes due 8/31/10 (subject to extension)	XS0318941233
		B: XS0318916631					
6.	33 C & D	C: XS0318916128	Zircon Finance Limited	2007-19	9,985,000	Synthetic Portfolio Floating Rate Notes due 2/28/13	XS0318942041
		D: XS0318916987					