

ALNWICK DISTRICT COUNCIL

LOAN INSTRUMENT NUMBER

4

The Alnwick District Council ("the Council") acknowledges that, in connection with the provision of funds to the Council, payments and repayments are due from the Council in accordance with this Loan Instrument.

REGISTERED HOLDER:

Bayenische Landesbank Girozentrale
Loans/Admin Section
Bavaria House, 13/14 Appold Street
London EC2A 2NB
£2,000,000

AMOUNT OF PRINCIPAL BORROWED:

PRINCIPAL REPAYMENT DATE(S):

8th April 2031

LENDER

Bayerische Landesbank Girozentrale

INTEREST COMMENCEMENT DATE:

INTEREST PAYMENT DATE(S):

8th May 2001

8th May and 8th November

SPECIAL INSTRUCTIONS

On or after 8th May 2002 and thereafter every six months by giving two working days notice the lender has the option to propose a change in the interest rate. If the borrower does not accept the revision the loan may be repaid without penalty. If the new terms are agreed this does not prejudice the lender's right to propose further changes.

- A The amount of principal borrowed is repayable by the Council to the Registered Holder in the amount(s) and on the principal repayment date(s) specified above.
- B Interest is payable by the Council to the Registered Holder on the interest payment dates, calculated from the interest commencement date at the interest rate and in accordance with the method of calculating interest specified above.
- C The rights of the Registered Holder under this Loan Instrument are transferable by the Registered Holder by means of an instrument in writing in accordance with the Stock Transfer Act 1963 delivered to the Council and the Council shall acknowledge and register any such transfer.

Certificate of particulars of a loan

Name and title of Authorised Signatory