

Northumberland County Council

LOAN INSTRUMENT NUMBER 200708-02

The Northumberland County 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.

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<b>REGISTERED HOLDER:</b>	<b>BAYERISCHE LANDESBANK</b>
<b>AMOUNT OF PRINCIPAL BORROWED:</b>	<b>£22,000,000.00 (Twenty two million pounds)</b>
<b>PRINCIPAL REPAYMENT DATE:</b>	<b>15/08/08 to 16/08/77</b>
<b>AMOUNT OF PRINCIPAL TO BE REPAYED ON PRINCIPAL REPAYMENT DATE:</b>	<b>£22,000,000.00</b>
<b>INTEREST COMMENCEMENT DATE:</b>	<b>15/08/07</b>
<b>INTEREST PAYMENT DATES:</b>	<b>15 February, 15 August</b>
<b>INTEREST RATE/</b>	<b>4.3%</b>
<b>METHOD OF CALCULATING INTEREST:</b>	<b>Interest to be computed on a 365 days in a year basis (or 366 days in respect of a leap year). Interest will be calculated on the actual number of days elapsed in each interest period;</b>

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- 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.
- D This Loan Instrument is also subject to the following terms and conditions:

Northumberland County Council ("the Council")  
Certificate of particulars of a loan

This is to certify pursuant to regulation 9(7) of the Local Authorities (Borrowing) Regulations 1990 (as amended) that the Register of Loans maintained by the Council contains the following particulars in respect of money borrowed by the Council by means of Loan Instrument number 200708-2 as referred to in the Register:

Name or description of person to whom payments/repayments are due:	Bayerische Landesbank - London
Address of person to whom payments/repayments are due:	Bavaria House 13 – 14 Appold Street London EC2A 2NB
Amount of principal:	£22,000,000.00
Principal Repayment Date(s):	15/08/08 – 16/08/77 (Lobo Date)
Principal amount to be repaid on the Principal Repayment Date:	£22,000,000.00
Interest Payment Dates:	15 February, 15 August
Interest amounts (or method of calculating the same) to be paid on each Interest Payment Date:	Interest to be computed on a 365 days in a year basis (or 366 days in respect of a leap year). Interest will be calculated on the actual number of days elapsed in each interest period

Additionally, on 15/08/08 and every five years thereafter, by giving two Bank business days notice, the Lender may request a change of rate. If this revision is not acceptable to the borrower, then the borrower may repay the loan without penalty.

**EXECUTED on behalf of Northumberland County Council on the 10th day of August 2007.**

By   
Authorised Signatory

MR R ASHMAN ASSISTANT DIRECTOR OF FINANCE  
Name and title of Authorised Signatory

# NORTHUMBERLAND

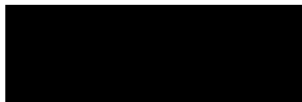

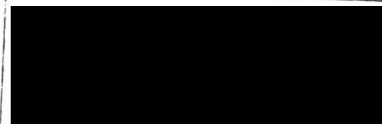



## COUNTY COUNCIL

County Hall • Morpeth • Northumberland • NE61 2EF

Telephone: (01670) 533000 • Fax: (01670) 533124 • [www.northumberland.gov.uk](http://www.northumberland.gov.uk)

Director of Finance – Steven Mason FCCA

### Northumberland County Council Authorised Bank Signatories:

Title	Forename(s)		
MR	STEVEN		Director of Finance
Surname	MASON		
Title	Forename(s)		
MR	RAY		Assistant Director of Finance
Surname	ASHMAN		
Title	Forename(s)		
MR	COLIN		Head of Financial Services
Surname	LOGAN		
Title	Forename(s)		
MRS	ALISON		Chief Accountant
Surname	ELSON		
Title	Forename(s)		
MR	CHRIS		Chief Accountant
Surname	REEDER		
Title	Forename(s)		
MR	JOE		Head of Internal Audit & Risk Management
Surname	COLLIER		

Certified by:

Date: 23/06/07



Mr R Ashman – Assistant Director of Finance

TRANSMISSION VERIFICATION REPORT

TIME : 14/08/2007 12:29

DATE, TIME  
FAX NO./NAME  
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