

"Danske Credit-Linked" Dynamic Proportion Portfolio Notes issued by Aquarius + Investments plc

SUMMARY

*This summary must be read as an introduction to the Prospectus dated 31 May 2007 prepared in respect of the Notes (the "**Prospectus**") and any decision to invest in the Notes should be based on a consideration of the Prospectus as a whole, including the risks described herein and including the documents incorporated by reference. Following implementation of the relevant provisions of the Prospectus Directive (Directive 2003/71/EC) in each Member State of the European Economic Area, no civil liability will attach to the Issuer in any such Member State solely on the basis of this summary, including any translation thereof, unless it is misleading, inaccurate or inconsistent when read together with the other parts of the Prospectus. Where a claim relating to the information contained in the Prospectus is brought before a court in a Member State of the European Economic Area, the plaintiff may, under the national legislation of the Member State where the claim is brought, be required to bear the costs of translating the Prospectus before the legal proceedings are initiated.*

THE NOTES

- Issuer:** Aquarius + Investments plc, a public limited company incorporated with limited liability in Ireland.
- Notes:** The Notes will be issued in Classes, as set out in the Information Table, each of which will have different characteristics as to payment of coupons (if any), principal protection and exposure to the relevant Global Reference Sub-Portfolios. The Issuer may, subject to certain conditions, issue additional Classes of Notes, or tap issues of existing Classes. The issue of the Notes will be arranged by BNP Paribas, London Branch.
- Redemption:** Each Class of Notes will be redeemed on the related Redemption Date specified in the Information Table, unless required to be redeemed prior to such date.
- Coupons:** A coupon will be payable in respect of each Class of Notes which are Guaranteed Coupon Notes on each applicable Coupon Payment Date. A final coupon may be payable in respect of each Class of Notes, subject, amongst other things, to the performance of the related Reference Portfolio.
- Principal protection:** Each Class of Notes is principal protected as to the relevant Principal Protection Ratio (as specified in the Information Table) of its respective nominal amount by way of a payment undertaking of BNP Paribas, London Branch as Swap Counterparty.

RELATED TRANSACTIONS

Performance Swap:

- Summary:** The primary purpose of the Performance Swap for each Class of Notes is to pass to the Issuer a variable percentage share of the risks and rewards (net of funding, operational and hedging expenses) of a global reference portfolio comprised of credit derivatives, bonds and

associated interest rate and repurchase transactions (the "**Global Reference Portfolio**"), which is itself comprised of two reference sub-portfolios ("**Global Reference Sub-Portfolio 1**" or "**2**" respectively and each, a "**Global Reference Sub-Portfolio**"). The Global Reference Portfolio is a hypothetical or notional portfolio, in that whilst gains and losses on assets identified as included in it on a notional basis are determined by reference to quotations from market counterparties for acquisition or disposal of such assets, neither the Issuer nor the Noteholders acquire any ownership interest in the relevant assets. Whilst BNP Paribas may hedge its position under the Performance Swap by acquiring ownership of the relevant assets or otherwise, it is under no obligation to do so.

Global Reference Sub-Portfolios:

Global Reference Sub-Portfolio 1 may include:

- (a) notional long and/or short positions (in other words, Global Reference Sub-Portfolio 1 may be either the seller or the buyer of protection) in unleveraged credit default swaps on single reference entities or on credit indices and/or in unleveraged options relating to credit default swaps on single reference entities or credit indices;
- (b) notional long positions in fixed rate or floating rate corporate or financial institution senior or subordinated bonds (including "lower tier two", "tier one" or "upper tier two" instruments); and
- (c) notional transactions to hedge the interest rate risk of or provide funding for the Global Reference Sub-Portfolio.

Global Reference Sub-Portfolio 2 may comprise the same asset types, save for notional options, but (with the exceptions of transactions in treasuries for the purposes of interest rate hedging) will be long-only.

The Swap Counterparty will maintain a register of entities, indices and assets which are eligible for inclusion in each Global Reference Sub-Portfolio. The contents of the register will not be disclosed to investors and the Swap Counterparty may modify the contents of such register from time to time in its sole discretion, subject to certain constraints.

Portfolio Manager:

AIG Global Investment Corp. (Europe) Limited, part of the AIG Global Investment Group, will manage the Global Reference Portfolio on behalf of the Issuer as Portfolio Manager and intends (although is not obliged) to delegate certain of its duties to its affiliate, AIG Global Investment Corp.. Such delegation may be terminated at any time. The Portfolio Manager will exercise its powers and discretions under the Portfolio Management Agreement with a view to maximise the amounts payable to the Issuer under the Performance Swap in relation to

each Class of Notes (taking into account, to the extent it determines appropriate, its assessment of the risks associated with the Reference Assets in the Global Reference Portfolio and/or management strategies and other issues and parameters deemed appropriate by it).

The Portfolio Manager gives no representation, guarantee or warranty that any management objective will be achieved, that the provision of such management services by the Portfolio Manager or any delegate or sub-advisor will not result in a full loss of principal and investment return on the Notes, or otherwise as to the performance of an investment in any Class of Notes.

Where the Portfolio Manager determines in its discretion that the interests of different Classes of Notes conflict, it may resolve such conflict in its discretion (and will have no liability to the Issuer or any person as a result).

Leverage:

The exposure of each Class of Notes to each Global Reference Sub-Portfolio will be leveraged. Leverage is constrained by reference to the ratio of the level of net reserve assets that the Issuer ought to maintain, in the determination of the Swap Counterparty, to mitigate the risk assumed by the Swap Counterparty in providing principal protection under the related Performance Swap ("**gap risk**" - that is, the risk that the Issuer will have insufficient assets to pay protected amounts) (the "**Required Reserve**"), to the net asset value available to absorb losses relating to the relevant Global Reference Sub-Portfolio for a Class of Notes (the "**Effective Reserve**"). The maximum permitted ratio is one. Such level will vary according to, amongst other things, the size of the variable percentage share of the relevant Global Reference Sub-Portfolio to which the Class of Notes is exposed, and the degree of risk associated with the Reference Assets in such Global Reference Sub-Portfolio and related investment strategies. If the Effective Reserve is less than the Required Reserve, a Rebalancing Event will be triggered.

Notional Cash Accounts:

For each Class of Notes, the allocable share of the realized gains and losses on each Global Reference Sub-Portfolio will be reflected by debits and credits to the Notional Cash Accounts for such Class, being ledgers maintained by the Swap Counterparty in each currency in which any asset in the Global Reference Portfolio may be denominated and in the currency of such Class of Notes. The balance of each such ledger will also reflect fee payments (as to the management of the Global Reference Sub-Portfolios and the assumption of gap risk in relation thereto) (debits) and notional interest accrued on positive or negative balances (credits or debits respectively).

Rebalancing Events:

Each of a Concentration Event, a Credit Impairment Event, a Deleverage Event, an FX Sensitivity Event, an Unremedied FX Sensitivity Event, a Liquidity Event and a

Rate Sensitivity Event are Rebalancing Events in relation to each Class of Notes. Rebalancing Events are described in more detail in the section of this Prospectus headed "*The Performance Swaps*".

The occurrence of a Rebalancing Event (other than an FX Sensitivity Event) under any Performance Swap in respect of any Class of Notes and any Global Reference Sub-Portfolio will trigger a requirement for the Portfolio Manager, or, in relation to an FX Sensitivity Event, the Swap Counterparty, to bring such Performance Swap into compliance. If the Portfolio Manager is required to and does not take any necessary action within a certain period specified in the Performance Swap Confirmation, the Swap Counterparty will be entitled to do so.

Portfolio Close-Out Events:

A "**Portfolio Close-Out Event**" will occur in respect of each Class of Notes if (a) the Effective Reserve in respect of such Class of Notes is equal to or less than zero (b) if the Portfolio Management Agreement terminates and a successor Portfolio Manager is not appointed and (c) if the Issuer fails to pay any gap risk fees in full as a result of there being insufficient credits to the related Notional Cash Accounts. A Portfolio Close-Out Event will also be deemed to occur where the Swap Agreement terminates and the Issuer is unable to appoint a successor counterparty within a specified time period.

On the occurrence of a Portfolio Close-Out Event in relation to any Class of Notes, the Swap Counterparty will unwind the exposure of such Class of Notes to the Global Reference Portfolio.

The occurrence of a Portfolio Close-Out Event will not result in the early redemption of the Notes. After such event, the relevant Class of Notes will no longer be exposed to the Global Reference Portfolio. Any excess cash allocable to such Class of Notes will not be distributed immediately, but will instead be held in the Notional Cash Accounts until the related Redemption Date or earlier redemption of such Notes (pending which it will be deemed to accrue interest at an overnight rate).

Trading Agency Agreement

The Swap Counterparty has required (and the Issuer has requested and authorised) that the Portfolio Manager effect transactions to hedge the exposure of the Swap Counterparty in respect of the Global Reference Portfolio. Where there is any conflict between the duties of the Portfolio Manager as manager for the Issuer, and its duties in relation to such hedging arrangements, the latter will prevail.

Collateral Agreements

The Issuer enters into (a) a rolling 3-month Repo in EUR between the Issuer as purchaser and BNP Paribas, London Branch as seller of certain eligible securities and (b) a Deposit Agreement with BNP Paribas, London Branch as Deposit Provider (together, the "**Collateral Agreements**"). Each quarter, the return under the Collateral Agreements, insofar as it relates to each Class

of Notes, will be paid following its receipt by the Issuer to the Swap Counterparty under the related Performance Swap and (only prior to the commencement of a Portfolio Close-Out Event) credited to the related Note Account.

Currency Swaps:

For FX Notes (that is, Notes denominated in currencies other than EUR), the Issuer will enter into a Currency Swap in order to convert amounts paid and received under the Collateral Agreements into the Note Currency. The Currency Swaps do not address currency risk in relation to the Global Reference Portfolio and, accordingly, returns on any FX Notes.

Total Return Swaps:

The Issuer will enter into a Total Return Swap transaction in relation to each Class of Notes in order to facilitate the management of Notes held on inventory by BNP Paribas as Dealer.

MISCELLANEOUS

Other Transaction Parties:

BNP Paribas Trust Corporation UK Limited will act as Trustee for the Noteholders of each Class pursuant to the Trust Deed.

BNP Paribas, London Branch will act as Dealer to purchase the Notes pursuant to the Programme Agreement. Danske Bank A/S (and/or certain of its affiliates) will act as Sole Distributor.

BNP Paribas Securities Services, Luxembourg Branch will act as Principal Paying Agent, BNP Paribas Securities Services, Dublin Branch will act as Paying Agent in Ireland. BNP Paribas, London Branch will act as Calculation Agent and Redemption Agent in respect of the Notes, in each case pursuant to the Agency Agreement. The Issuer may appoint additional agents in relation to the Notes as may be necessary from time to time.

BNP Paribas, London Branch will act as the Issuer's custodian and account bank.

BNP Paribas Securities Services is a 100 per cent. owned subsidiary of BNP Paribas. BNP Paribas Trust Corporation UK Limited is a 100 per cent. owned subsidiary of BNP Paribas Securities Services.

Security:

The Issuer will grant security for its obligations in respect of the Notes of each Class and related obligations over its assets acquired in connection with the issuance of the Notes.

Priority of Payments and Limited Recourse:

Payments on each Class of Notes will be made in accordance with a specified priority of payments. Payments to holders of the Notes will be subordinated to the claims of certain other creditors. Payments on the Notes of each Class are subject to limited recourse provisions.

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| Tax: | The Issuer will not be required to make any additional payment to investors if it is required to withhold or deflect in account of tax from any payments on the Notes. |
| Listing: | Application will be made to the IFSRA, as competent authority under the Prospectus Directive, for this Prospectus to be approved. Such approval will relate only to Notes which are to be admitted to trading on the regulated market of the Irish Stock Exchange or other regulated markets for the purposes of Directive 93/22/EEC or which are to be offered to the public in any Member State of the European Economic Area. Application will be made to the Irish Stock Exchange for Notes to be admitted to the Official List and trading on its regulated market. Application may, subsequent to the date of this Prospectus, be made for the secondary listing of all or some Classes of Notes on one or more additional stock exchanges. No assurances can be given that such listing and admission to trading will be approved. |
| Rating: | It is a condition of the issue of each Class of Notes that it receives the rating, if any, specified in relation to such Class of Notes in the Information Table on the Issue Date. Any such rating relates to the timely payment of Protected Amounts at the relevant scheduled Redemption Date only. |
| Form of Notes: | <p>The Notes will be issued in registered form:</p> <p>Notes will be represented by interests in a permanent global note (a "Global Note") without coupons, which will be registered in the name of a nominee for, and shall be deposited on its Issue Date with, a common depository as custodian on behalf of Euroclear and Clearstream, Luxembourg. Beneficial interests in a Global Note will be shown on, and transfers thereof will only be effected through, records maintained by Euroclear or Clearstream, Luxembourg, as the case may be, and their respective participants. Prior to the expiry of the applicable Distribution Compliance Period (as defined in Regulation S), beneficial interests in a Global Note may not be offered or sold to, or for the account or benefit of, a U.S. person (as defined in Regulation S) and may not be held otherwise than through Euroclear or Clearstream, Luxembourg. The Issuer reserves the right, subject to the consent of the Trustee, at any time, to select any other clearing system (including VPC AB) through which all or some Classes of Notes may be cleared.</p> <p>Definitive notes in registered form will only be available in certain limited circumstances as described in the Conditions of the Notes.</p> |
| Governing law: | The Notes and any related documentation will be governed by English law. |
| Offering: | The Notes may be offered and sold in accordance with Regulation S, to non-U.S. persons (as defined in Regulation S) in offshore transactions. Sales and |

transfers of the Notes will be subject to further restrictions.

The Notes (or certain Classes of Notes) will be offered for sale to the public in Finland, Norway and Sweden during a subscription period from 31 May 2007 to 29 June 2007, and may be offered in a private placement basis elsewhere, subject to compliance with applicable laws. The Notes (or certain Classes of Notes) may be offered to the public in other jurisdictions or during other periods, subject to preparation of an appropriate prospectus and the requisite approvals being obtained.