DEXIA

Director of Finance
Harrow London Borough Council
Civic Centre
Harrow Middlesex
HA1 2UW

30 November 2007

Attention: Barry Evans

Dear Sir,

Re: Transaction via: Tullett Prebon Limited

We write to confirm details of the loan arranged today:

Borrower:	Harrow London Borough Council
Amount:	£20,800,000 (Twenty Million Eight Hundred Thousand Pounds)
Loan Start Date:	04 December 2007
Period:	70 Years
Repayment:	06 December 2077
Interest Rate:	4.20%pa until 04 December 2012 and 4.20% pa thereafter, Subject to (b) below.
Interest Payable on:	04 June, 04 December semi annually.

a. In the event that such payment date falls on either a weekend or a Bank Holiday the interest payment date will be on the next business day unless that day is in the following month in which case it should be the day prior to the Bank Holiday or weekend. Interest to be computed on a 365-day year basis. When applicable the 29th February is an interest-bearing day. Interest will be calculated on the actual number of days elapsed in each interest period.

b. The Registered Holder has the right on 04 December 2012 (and on any semi annual interest payment date thereafter), (each an 'effective date') by means of notice to Harrow London Borough Council to be delivered no later than 11.00am four business days prior to the relevant effective date, to alter the interest (to a rate determined by the Registered Holder) and, if notice is given the rate of interest will change to the rate so notified, but subject to the conditions set out in clause 8 of the Loan Instrument.

c. Breakage costs and associated funding costs, if applicable, will be due and payable both before (if drawdown does not occur as envisaged) and after drawdown.

Date of First Payment:	04 June 2008
Amount of First Payment:	£437,996.71
Security/Documentation:	Loan Instrument **in the form appended**. (Original for execution to follow by post)

Your Bank Details: **Bank: National Westminster Bank plc**
                     Sort Code: 60-10-10 A/c Number: 19244681

Our Bank Details: **Bank: Citibank NA, Citigroup Centre, Canary Wharf, London**
                     Sort Code: 18-50-08   A/c Number: 08553475

The address and facsimile number for each party for all notices under or in connection with this Loan are as set out below or any other notified by that party for this purpose to the other party by not less than five business days notice:

The Registered Holder:	Dexia Credit Local – London Branch
	Shackleton House
	4 Battle Bridge Lane
	London SE1 2RB
Fax:	020 7378 7188
Attention:	Justin Wyatt – Senior Manager – Operations
The Borrower:	Harrow London Borough Council
Address:	Civic Centre
	Harrow Middlesex
	HA1 2UW
Fax:	020 8424 1527
Attention	Barry Evans

Please confirm by return to fax No 020 7378 7188 your concurrence that the above loan details as set out above are correct. When replying please also provide us with:

(1) a list of those persons authorised to "deal" on behalf of the authority;
(2) a copy of the Standing Order relating to the execution of loan instruments
(3) specimen signatures of those persons authorised a) to deal and b) to sign loan instruments on behalf of the Council
(4) a copy of our Loan Instrument duly completed.

Please note that we shall be unable to disburse funds unless this confirmation has been received by ourselves duly signed by an authorised person together with (1), (2), (3) and (4) by 12.00 Noon on the loan start date.

Yours faithfully   **Date:**
For and on Behalf of   **Agreed for and on behalf of**
Dexia Credit Local – London Branch   Harrow London Borough Council

Authorised Signatories   **Authorised Signatory**
                                                    mY FASNy BARRETT (DIRECTOR OF FINANCE)

Please note that all telephone conversations are taped as per the Inter-Professional Conduct rules.