EXPOSURE FEE ADVICE GRENADA PRIVATE SECTOR CREDITS

EXPOSURE FEE LEVEL 7

A. SOVEREIGN (e.g., Finance Ministry Guarantee):

TRANSACTION RISK INCREMENT: See Public

See Public Sector Chart

B. POLITICAL ONLY COVER:

TRANSACTION RISK INCREMENT: -1

C1. BORROWERS/GUARANTORS with RATED/TRADED CROSS BORDER (HARD CURRENCY) D	EBTS:

C1. BORROWERS/GUARANTORS with RATED/TRADE									
TRANSACTION RISK INCREMENT:		0 0	0	0)	0	0	0	0
LONG-TERM (S&P, others)	AA+,AA,A	A- A+,A,A-	BBB+,BBB	BBB-	BB+,	BB	BB-	B+,B	B-
LONG-TERM (Moody's)	Aa1,Aa	2 A1,A2,A3	Baa1,Baa2	Baa3	Ba1,B	la2	Ba3	B1,B2	B3
SHORT-TERM (S&P, others)	A-1	+ A-1	A-2	A-3	i	В		С	
SHORT-TERM (TBW)	TBW	1 TBW-2	TBW-3	TBW-4					
SHORT-TERM (Moody's)		P-1	P-2	P-3	i				
SPREAD (bp) over T-YIELD <	4	0 70	140	250	4	00	600	900	1500
SPREAD (bp) over LIBOR <		0 40	90	220	3	70	570	870	1470
C2. BORROWERS/GUARANTORS with INTRA-COUNT	RY (LOCAL CU	RRENCY) RA	TINGS:						
TRANSACTION RISK INCREMENT:		0 0	0	0)	0	0	0	0
LONG-TERM (S&P, TBW)	AA+,AA,A	A- A+,A,A-	BBB+,BBB	BBB-	BB+,	BB	BB-	B+,B	B-
LONG-TERM (Moody's)	Aa1,Aa	2 A1,A2,A3	Baa1,Baa2	Baa3	Ba1,B	la2	Ba3	B1,B2	B3
SHORT-TERM (S&P, others)	A-1	+ A-1	A-2	A-3	i	В		С	
SHORT-TERM (Moody's)		P-1	P-2	P-3	i				
FINANCIAL STRENGTH (Moody's)	A	B B	B/C	С	C	C/D	D	D/E	E
INTRA-COUNTRY ISSUER (TBW)	IC A	B IC B	IC B/C	IC C	IC C	C/D IC	D	C D/E	IC E
INDIVIDUAL (IBCA)	A	B B	B/C	С	C	C/D	D	D/E	E
INDIVIDUAL (Capital Intelligence)	AA+,AA,A	A- A+,A,A-	BBB+,BBB	BBB-	BB+,	BB	BB-	B+,B	B-
D1. TRANSACTIONS OF \$10 MILLION OR LESS - FINA	NCIAL INSTITU	TIONS:		*	TRANSAC	CTION RI	SK INCF	EMENT:	0
D2. TRANSACTIONS OF \$10 MILLION OR LESS - OTH	<u>ER THAN FINA</u>	NCIAL INSTIT	UTIONS:	*	TRANSAC		SK INCF	EMENT:	0
D2. TRANSACTIONS OF \$10 MILLION OR LESS - OTH E. UNRATED LARGEST (PROFITABLE) FINANCIAL II		NCIAL INSTIT	UTIONS:	* MAXIMUM					0 0
E. UNRATED LARGEST (PROFITABLE) FINANCIAL I	NSTITUTION:								-
E. UNRATED LARGEST (PROFITABLE) FINANCIAL II	NSTITUTION:			MAXIMUM	TRANSAC	CTION RI	SK INCF	EMENT:	0
E. UNRATED LARGEST (PROFITABLE) FINANCIAL I	NSTITUTION:				TRANSAC <2X	CTION RI	SK INCF <4>	REMENT: K <6X	-
E. UNRATED LARGEST (PROFITABLE) FINANCIAL II	NSTITUTION:	L INSTITUTIO	DNS:	MAXIMUM <1X	TRANSAC <2X TRANSA	CTION RI <3X CTION R	SK INCF <4> ISK INC	REMENT: (<6X REMENT:	0 >6X
E. UNRATED LARGEST (PROFITABLE) FINANCIAL II F1. UNRATED BORROWERS/GUARANTORS OTHER T DEBT TO TANGIBLE NET WORTH	NSTITUTION:	L INSTITUTIO	DNS: >25%	MAXIMUM <1X 0	TRANSAC <2X TRANSA 0	CTION RI <3X CTION R 0	SK INCF <4) ISK INC (REMENT: (<6X REMENT:) 0	0 >6X 0
E. UNRATED LARGEST (PROFITABLE) FINANCIAL II F1. UNRATED BORROWERS/GUARANTORS OTHER T DEBT TO TANGIBLE NET WORTH OPERATING CASH FLOW	NSTITUTION:	L INSTITUTIO	<u>)NS:</u> >25% >20%	MAXIMUM <1X 0 0	TRANSAC <2X TRANSA 0 0	CTION RI <3X CTION R 0 0	SK INCF <4) ISK INC (REMENT: (<6X REMENT:) 0) 0	0 >6X 0 0
E. UNRATED LARGEST (PROFITABLE) FINANCIAL II F1. UNRATED BORROWERS/GUARANTORS OTHER T DEBT TO TANGIBLE NET WORTH OPERATING	NSTITUTION:	L INSTITUTIO	DNS: >25% >20% >15%	MAXIMUM <1X 0 0 0	TRANSAC <2X TRANSA 0 0 0	CTION RI <3X CTION R 0 0 0	SK INCF <4) ISK INC (((REMENT: (<6X REMENT:) 0) 0) 0	0 >6X 0 0 0
E. UNRATED LARGEST (PROFITABLE) FINANCIAL II F1. UNRATED BORROWERS/GUARANTORS OTHER T DEBT TO TANGIBLE NET WORTH OPERATING CASH FLOW (2-YEAR AVERAGE)	NSTITUTION:	L INSTITUTIO	>25% >20% >15% >10%	MAXIMUM <1X 0 0 0 0 0	TRANSAC <2X TRANSA 0 0 0 0 0	CTION RI <3X CTION R 0 0 0 0	<pre><4) ISK INCF (((((((((((((((((((</pre>	REMENT: (<6X	0 >6X 0 0 0 0
E. UNRATED LARGEST (PROFITABLE) FINANCIAL II F1. UNRATED BORROWERS/GUARANTORS OTHER T DEBT TO TANGIBLE NET WORTH OPERATING CASH FLOW (2-YEAR AVERAGE) TO	NSTITUTION:	L INSTITUTIO	DNS: >25% >20% >15% >10% >5%	MAXIMUM <1X 0 0 0 0 0 0	TRANSAC <2X TRANSA 0 0 0	CTION RI <3X CTION R 0	SK INCF <4) ISK INC (REMENT: (<6X	0 >6X 0 0 0 0 0 0
E. UNRATED LARGEST (PROFITABLE) FINANCIAL II F1. UNRATED BORROWERS/GUARANTORS OTHER T DEBT TO TANGIBLE NET WORTH OPERATING CASH FLOW (2-YEAR AVERAGE) TO	NSTITUTION:	L INSTITUTIO	>25% >20% >15% >10% >5% >0%	MAXIMUM <1X 0 0 0 0 0	TRANSAC <2X TRANSA 0 0 0 0 0 0 0	CTION RI <3X CTION R 0 0 0 0	<pre><4) ISK INCF (((((((((((((((((((</pre>	REMENT: (<6X	0 >6X 0 0 0 0
E. UNRATED LARGEST (PROFITABLE) FINANCIAL II F1. UNRATED BORROWERS/GUARANTORS OTHER T DEBT TO TANGIBLE NET WORTH OPERATING CASH FLOW (2-YEAR AVERAGE) TO DEBT	<u>NSTITUTION:</u> [HAN FINANCI/	L INSTITUTIO	DNS: >25% >20% >15% >10% >5%	MAXIMUM <1X 0 0 0 0 0 0 0 0	TRANSAC <2X TRANSA 0 0 0 0 0 0 0 0 0	CTION RI <3X CTION R 0 0 0 0 0 0 0 0 0 0 0 0	SK INCF <4) ISK INC (<td>REMENT: (<6X</td> REMENT:) 0) 0) 0) 0) 0) 0) 0) 0) 0) 0) 0) 0) 0) 0	REMENT: (<6X	0 >6X 0 0 0 0 0 0 0
E. UNRATED LARGEST (PROFITABLE) FINANCIAL IN F1. UNRATED BORROWERS/GUARANTORS OTHER TO DEBT TO TANGIBLE NET WORTH OPERATING CASH FLOW (2-YEAR AVERAGE) TO DEBT F2. UNRATED FINANCIAL INSTITUTION BORROWERS	<u>NSTITUTION:</u> [HAN FINANCI/	L INSTITUTIO	>25% >20% >15% >10% >5% >0%	MAXIMUM <1X 0 0 0 0 0 0 0 0 0	TRANSAC <2X TRANSA 0 0 0 0 0 0 0 0 0 0 0	CTION RI <3X CTION R 0	<4) ISK INC (((((((((((((((((((REMENT: (<6X	0 >6X 0 0 0 0 0 0 0 0 0
E. UNRATED LARGEST (PROFITABLE) FINANCIAL IN F1. UNRATED BORROWERS/GUARANTORS OTHER TO DEBT TO TANGIBLE NET WORTH OPERATING CASH FLOW (2-YEAR AVERAGE) TO DEBT F2. UNRATED FINANCIAL INSTITUTION BORROWERS TRANSACTION RISK INCREMENT:	<u>NSTITUTION:</u> [HAN FINANCI/	L INSTITUTIO	>25% >20% >15% >10% >5% >0%	MAXIMUM <1X 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	TRANSAC <2X TRANSA 0 0 0 0 0 0 0 0 0 0 0 0	<pre>CTION RI <3X CTION R 0 0 0 0 0 0 0 0 0 0</pre>	SK INCF <4) ISK INC ()	REMENT: (<6X	0 >6X 0 0 0 0 0 0 0 0 0 0
E. UNRATED LARGEST (PROFITABLE) FINANCIAL IN F1. UNRATED BORROWERS/GUARANTORS OTHER TO DEBT TO TANGIBLE NET WORTH OPERATING CASH FLOW (2-YEAR AVERAGE) TO DEBT F2. UNRATED FINANCIAL INSTITUTION BORROWERS TRANSACTION RISK INCREMENT: SHAREHOLDER'S EQUITY TO ASSETS	<u>NSTITUTION:</u> [HAN FINANCI/	L INSTITUTIO	>25% >20% >15% >10% >5% >0%	MAXIMUM <1X 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	TRANSAC <2X TRANSA 0 0 0 0 0 0 0 0 0 0 0 0 0 0	<pre>CTION RI <3X CTION R 0 0 0 0 0 0 0 0 0 0 0 0 0 0</pre>	<pre><4) ISK INCF (((((((((((((((((((</pre>	REMENT: (<6X	0 >6X 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
E. UNRATED LARGEST (PROFITABLE) FINANCIAL IN F1. UNRATED BORROWERS/GUARANTORS OTHER T DEBT TO TANGIBLE NET WORTH OPERATING CASH FLOW (2-YEAR AVERAGE) TO DEBT F2. UNRATED FINANCIAL INSTITUTION BORROWERS TRANSACTION RISK INCREMENT: SHAREHOLDER'S EQUITY TO ASSETS NET INCOME TO ASSETS (2-YEAR AVERAGE)	<u>NSTITUTION:</u> [HAN FINANCI/	L INSTITUTIO	>25% >20% >15% >10% >5% >0%	MAXIMUM <1X 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	TRANSAC <2X TRANSA 0 0 0 0 0 0 -7% >2.0%	<pre>CTION RI <3X CTION R 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0</pre>	SK INCF <4) ISK INC ()	REMENT: ($< < 6X$ REMENT: () 0	0 >6X 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
E. UNRATED LARGEST (PROFITABLE) FINANCIAL IN F1. UNRATED BORROWERS/GUARANTORS OTHER T DEBT TO TANGIBLE NET WORTH OPERATING CASH FLOW (2-YEAR AVERAGE) TO DEBT F2. UNRATED FINANCIAL INSTITUTION BORROWERS TRANSACTION RISK INCREMENT: SHAREHOLDER'S EQUITY TO ASSETS NET INCOME TO ASSETS (2-YEAR AVERAGE) BORROWED FUNDS TO NET LOANS	<u>NSTITUTION:</u> [HAN FINANCI/	L INSTITUTIO	>25% >20% >15% >10% >5% >0%	MAXIMUM <1X 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	TRANSAC <2X TRANSA 0 0 0 0 0 0 0 0 0 0 0 0 0	CTION RI <3X CTION R 0 0 0 0 0 0 0 0 0 0 0 0 0	<pre><4) ISK INCF (((((((((((((((((((</pre>	REMENT: (<6X	0 >6X 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
E. UNRATED LARGEST (PROFITABLE) FINANCIAL IN F1. UNRATED BORROWERS/GUARANTORS OTHER T DEBT TO TANGIBLE NET WORTH OPERATING CASH FLOW (2-YEAR AVERAGE) TO DEBT F2. UNRATED FINANCIAL INSTITUTION BORROWERS TRANSACTION RISK INCREMENT: SHAREHOLDER'S EQUITY TO ASSETS NET INCOME TO ASSETS (2-YEAR AVERAGE)	<u>NSTITUTION:</u> [HAN FINANCI/	L INSTITUTIO	>25% >20% >15% >10% >5% >0%	MAXIMUM <1X 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	TRANSAC <2X TRANSA 0 0 0 0 0 0 -7% >2.0%	<pre>CTION RI <3X CTION R 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0</pre>	SK INCF <4) ISK INC ()	REMENT: $(< 6X)$ REMENT: $) 0$ 0	0 >6X 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0

* MAY NOT APPLY IF A TRANSACTION RISK INCREMENT HAS BEEN PRE-APPROVED

Effective: 08/26/2008

EXPOSURE FEE ADVICE GRENADA

PUBLIC SECTOR CREDITS

EXPOSURE FEE LEVEL

A. SOVEREIGN (e.g., Finance Ministry Guarantee):

TRANSACTION RISK INCREMENT:

7

0

POLITICAL ONLY COVER: TRANSACTIO		ON RISK IN	NT: Se	See Private Sector Chart					
C1. BORROWERS/GUARANTORS with RATED/TRADED	CROSS BORDE	ER (HARD C	URRENCY)	DEBTS:					
TRANSACTION RISK INCREMENT:	0	0	0	C)	0	0	0	0
LONG-TERM (S&P, others)	AA+,AA,AA-	A+,A,A-	BBB+,BBB	BBB-	BB+	,BB	BB-	B+,B	В-
LONG-TERM (Moody's)	Aa1,Aa2	A1,A2,A3	Baa1,Baa2	Baa3	Ba1,I	Ba2	Ba3	B1,B2	B3
SHORT-TERM (S&P, others)	A-1+	A-1	A-2	A-3		В		С	
SHORT-TERM (TBW)	TBW-1	TBW-2	TBW-3	TBW-4					
SHORT-TERM (Moody's)		P-1	P-2	P-3					
SPREAD (bp) over T-YIELD <	40	70	140	250) .	400	600	900	1500
SPREAD (bp) over LIBOR <	10	40	90	220) :	370	570	870	1470
C2. BORROWERS/GUARANTORS with INTRA-COUNTR		ENCY) RAT	TINGS:						
TRANSACTION RISK INCREMENT:	0	0	0	C)	0	0	0	0
LONG-TERM (S&P, TBW)	AA+,AA,AA-	A+,A,A-	BBB+,BBB	BBB-	BB+	,BB	BB-	B+,B	B-
LONG-TERM (Moody's)	Aa1,Aa2	A1,A2,A3	Baa1,Baa2	Baa3	Ba1,I	Ba2	Ba3	B1,B2	B3
SHORT-TERM (S&P, others)	A-1+	A-1	A-2	A-3		В		С	
SHORT-TERM (Moody's)		P-1	P-2	P-3					
FINANCIAL STRENGTH (Moody's)	A/B	В	B/C	С	: (C/D	D	D/E	Е
INTRA-COUNTRY ISSUER (TBW)	IC A/B	IC B	IC B/C	IC C	C IC	C/D IC		D/E	IC E
INDIVIDUAL (IBCA)	A/B	В	B/C	С	: (C/D	D	D/E	Е
INDIVIDUAL (Capital Intelligence)	AA+,AA,AA-	A+,A,A-	BBB+,BBB	BBB-	BB+	,BB	BB-	B+,B	B-
D1. TRANSACTIONS OF \$10 MILLION OR LESS - FINAN	ICIAL INSTITUTI	ONS:		÷	TRANSA	CTION RI	SK INCRE	EMENT:	0
D2. TRANSACTIONS OF \$10 MILLION OR LESS - OTHE	R THAN FINANC	IAL INSTIT	UTIONS:	ł	TRANSA	CTION RI	SK INCRE	EMENT:	1
E. UNRATED LARGEST (PROFITABLE) FINANCIAL IN	STITUTION:		r	MAXIMUM [.]	TRANSAC	CTION RIS	SK INCRE	MENT:	1
F1. UNRATED BORROWERS/GUARANTORS OTHER TH		INSTITUTIO	NS:						
DEBT TO TANGIBLE NET WORTH				<1X	<2X	<3X	<4X	<6X	>6X
				SIX		-	RISK INCR		2011
			05%	0	-				0
OPERATING			25%	0	0	0	0	0	0
CASH FLOW	>20%			0 0	0	0	0	0	0
(2-YEAR AVERAGE) TO		>15% >10%			0 0	0	0	0	0
DEBT		>5%		0 0	0	0	0	0	0 0
			>0%	0	0	0	0	0	0
			>0 <i>%</i> <0%	0	0	0	0	0	0
F2. UNRATED FINANCIAL INSTITUTION BORROWERS/			<070	0	0	0	0	Ū	0
TRANSACTION RISK INCREMENT:	GUARANTORS.			0	0	0	0	0	0
SHAREHOLDER'S EQUITY TO ASSETS				>8%	>7%	>6%	>5%	>4%	<4%
NET INCOME TO ASSETS (2-YEAR AVERAGE)				>2.5%	>2.0%	>1.5%	>1.0%	>0.5%	<0.5%
BORROWED FUNDS TO NET LOANS LIQUID ASSETS TO ASSETS				<40% >25%	<60% >20%	<80% >15%	<100% >10%	<120% >5%	>120% <5%
RESERVES TO NON-PERFORMING ASSETS				>200%	>175%	>150%	>125%	>100%	<100%
				00 / 0				00/0	

* MAY NOT APPLY IF A TRANSACTION ICRAS RATING HAS BEEN PRE-APPROVED

Effective: 08/26/2008