

**ADJUSTING RATES OF EXCHANGE FOR "FOREIGN CURRENCY FLUCTUATIONS, DEFENSE,"
"FOREIGN CURRENCY FLUCTUATIONS, CONSTRUCTION" AND
"DEFENSE MILITARY CONSTRUCTION AND FAMILY HOUSING"
For Month Ended 1/31/04**

| COUNTRY | MONETARY UNIT | O&M (DOD) FY 2004 BUDGET RATE | | MILCON & FH FY 2004 BUDGET RATE | | ADJUSTING RATE ** | |
|-----------------|---------------|---|---|---|---|---|---|
| | | U.S. DOLLARS FOR ONE UNIT OF FOREIGN CURRENCY | UNITS OF FOREIGN CURRENCY FOR ONE U.S. DOLLAR | U.S. DOLLARS FOR ONE UNIT OF FOREIGN CURRENCY | UNITS OF FOREIGN CURRENCY FOR ONE U.S. DOLLAR | ADJUSTING RATE (IN U.S. DOLLARS) | ADJUSTING RATE (IN FOREIGN CURRENCY) |
| | | | | | | | |
| BELGIUM | FRANC | 0.0240346 | 41.6066 | 0.0240346 | 41.6066 | | |
| DENMARK | KRONE | 0.1282117 | 7.7996 | 0.1282117 | 7.7996 | 0.1674004 | 5.9737 |
| EUROPEAN UNION* | EURO | 0.9695559 | 1.0314 | 0.9695559 | 1.0314 | 1.2475050 | 0.8016 |
| FRANCE | FRANC | 0.1478087 | 6.7655 | 0.1478087 | 6.7655 | | |
| GERMANY | DEUTSCHE MARK | 0.4957367 | 2.0172 | 0.4957367 | 2.0172 | | |
| GREECE | DRACHMA | 0.0028454 | 351.4496 | 0.0028454 | 351.4496 | | |
| ITALY | LIRA | 0.0005007 | 1,997.0690 | 0.0005007 | 1,997.0690 | | |
| JAPAN | YEN | 0.0079688 | 125.4900 | 0.0079688 | 125.4900 | 0.0094554 | 105.7600 |
| NETHERLANDS | GUILDER | 0.4399666 | 2.2729 | 0.4399666 | 2.2729 | | |
| NORWAY | KRONE | 0.1309003 | 7.6394 | 0.1309003 | 7.6394 | 0.1426005 | 7.0126 |
| PORTUGAL | ESCUDO | 0.0048361 | 206.7771 | 0.0048361 | 206.7771 | | |
| SINGAPORE | DOLLAR | 0.5544159 | 1.8037 | 0.5544159 | 1.8037 | 0.5903885 | 1.6938 |
| SOUTH KOREA | WON | 0.0007968 | 1,255.0000 | 0.0007968 | 1,255.0000 | 0.0008536 | 1,171.5100 |
| SPAIN | PESETA | 0.0058271 | 171.6105 | 0.0058271 | 171.6105 | | |
| TURKEY | LIRA | 0.0000006 | 1,694,915.0000 | 0.0000006 | 1,694,915.0000 | 0.0000008 | 1,333,333.0000 |
| UNITED KINGDOM | POUND | 1.5344484 | 0.6517 | 1.5344484 | 0.6517 | 1.8251506 | 0.5479 |

* On January 1, 1999, the euro became the official currency of 11 member states of the European Union with a fixed conversion rate against their national currencies. The euro was adopted by Greece on January 1, 2001. The value of the euro fluctuates according to market conditions against the dollar and all other currencies. Euro notes and coins were introduced to replace national notes and coins on January 1, 2002. The above foreign currency budget rates are based on PBD 660, dated December 9, 2002.

**Adjusting exchange rates for the individual euro-area currencies are no longer provided. Use the fixed conversion rates as follows: 1 Euro = 40.3399 Belgian Francs, 6.55957 French Francs, 1.95583 German Marks, 1936.27 Italian Lire, 2.20371 Netherlands Guilders, 200.482 Portuguese Escudos, 166.386 Spanish Pesetas, 340.750 Greek Drachmas.