SGI 5Y SYNTHETIC AAA BOND US

Index Rules Summary

Version as of 29 March 2007

1. Index Summary Description:

Index description

The SGI 5Y Synthetic AAA Bond US (the "**Index**") tracks the performance of a portfolio invested in US AAA notes (null spread over swap) with a 5-year constant maturity by rolling a 5-year interest rate swap on a monthly basis.

Index strategy

The Index seeks to replicate the investment in a US AAA note (null spread over swap) adjusted monthly to a five year maturity. At the beginning of each month (the "**Roll Date**"), S&P seeks a proxy for the yield of a US AAA note that matures five years from such Roll Date by observing the mid-market fixing rate at which financial institutions could have obtained fixed semiannual payments in U.S. dollars of five-year duration in exchange for a similar series of floating rate payments. As time passes from (and excluding) one Roll Date to (and including) the next Roll Date, the Index methodology attempts to (i) account for the accrual of the next available coupon to the holder of such a US AAA note and (ii) mark-to-market the value of such a US AAA note according to the time to maturity decrease and the market levels.

Upon request, S&P can provide the detailed Index Rules.