

12 YEAR USD CALLABLE CUMULATIVE INVERSE FLOATER NOTE

TRADED TERMSHEET as of 29th March 2004

Description: 12 year USD denominated Callable Cumulative Inverse Floating Rate Notes (the "Notes") with Interest linked to the USD 6 month LIBOR SET IN ARREARS. The Notes are callable by the Issuer after 6 Months and Semi-Annually thereafter

Issuer: Banque Generale du Luxembourg

Issuer's Ratings: AA- S&P's / Aa3 Moody's / AA- Fitch

Status: Senior Unsubordinated

Specified Denomination: USD 10,000 per Note

Aggregate Nominal Amount: USD [7,000,000] Initial

Issue Price: 100.00%(subject to market condition)

Orders can be placed at market prices until 31 March 2004, 5pm Zurich time.

Issue Date: 8th April 2004

Maturity Date: 8th April 2016 (12 Years from Issue Date)

Interest Amount: Coupon Rate

Period	Coupon Rate
Year 1	10.00%
Year 2	Previous Coupon + 1.0% - 6m USD LIBOR IN ARREARS
Year 3	Previous Coupon + 2.0% - 6m USD LIBOR IN ARREARS
Year 4	Previous Coupon + 3.0% - 6m USD LIBOR IN ARREARS
Year 5	Previous Coupon + 4.0% - 6m USD LIBOR IN ARREARS
Year 6	Previous Coupon + 5.0% - 6m USD LIBOR IN ARREARS
Year 7	Previous Coupon + 6.0% - 6m USD LIBOR IN ARREARS
Year 8	Previous Coupon + 6.5% - 6m USD LIBOR IN ARREARS
Year 9	Previous Coupon + 7.0% - 6m USD LIBOR IN ARREARS
Year 10	Previous Coupon + 7.5% - 6m USD LIBOR IN ARREARS
Year 11	Previous Coupon + 8.0% - 6m USD LIBOR IN ARREARS
Year 12	Previous Coupon + 8.5% - 6m USD LIBOR IN ARREARS

The Coupon Rate is subject to a Minimum Coupon of 0%

The Coupon Rate is Reset Semi-Annually

Where the 6-month USD LIBOR rate is fixed in ARREARS 11 Business Days prior to the END of the Interest Period.

Daycount: 30/360

Interest Period: The initial interest period will be the period from the Issue Date ending on the day preceding the first Interest Payment Date. Subsequent Interest Periods will be the period between two successive Interest Payment Dates, starting on the Interest Payment Date and ending on the day before the next Interest Payment Date.

Interest Determination Date (Fixing): On Business Days at 11 am London time

Rate Source: Telerate Page 3750

Calculation Agent: UBS AG, London Branch

Interest Payment Dates:	8 th October and 8 th April each year commencing on 8 th October 2004, adjusted as per the Business Day Convention.
Business Day Convention:	Modified Following Adjusted
Tax Redemption:	Applicable, as detailed in the Pricing Supplement
Early Redemption Option (Call):	The Issuer may redeem the Notes, in whole but not in part, on each Interest Payment Date commencing on 8th October 04 , upon giving written notice at least five (5) Business Days prior to the Interest Payment Date to the Programme's Issuing and Paying Agent. The note holder will be entitled to any Interest payments due on the Early Redemption Date.
Early Redemption Date:	If the Notes are called, the Interest Payment Date in respect of which the Early Redemption Option is exercised.
Optional Redemption Amount:	100% of the Aggregate Nominal Amount
Listing:	No Listing
Business Days:	London, New York
Settlement:	Standard EMTN via Euroclear / Clearstream Banking
Documentation:	Issued off the Issuer's Euro Medium Term Note Programme. Purchase of the Notes is subject to and should be read in conjunction with the terms and conditions of the Notes, the Information Memorandum for the Programme and the Pricing Supplement relating to this issue of Notes. A copy of these will be provided to investors upon request.
Market Making:	It is the current practice (but not the legal obligation) of UBS to quote on request a live price, which it might pay/charge for early termination of any note of this type that it issues. A live unwind price may be affected by then-current market conditions, liquidity and market standard denomination. UBS is under no obligation to hold a price quoted for any length of time unless this is agreed at the time of giving the quote
Global Contacts:	FI Structured Products - Private Banks Switzerland : +41 1 239 7170 London : +44 20 7568 3123 USA : +1 203 719 7393 Asia : +65 68365312 / +65 6431 8621
Valoren:	1824050
ISIN:	XS0189956971
Product Risk Disclosure:	The investor must be aware that there is a chance they could get zero coupons should the 6 month USD LIBOR increase to a very high level
Selling Restrictions:	US Selling Restrictions (Note 1) Hong Kong Selling Restrictions (Note 2) Singapore Selling Restrictions (Note 3) UK and Germany Minimum Levels (Note 4) Others - As detailed in the Information Memorandum for the Program

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Note 1- USA Selling Restrictions.

The Notes may not be sold or offered within the United States or to U.S. persons; the foregoing shall not, however, prohibit sales to U.S. offices of UBS AG.

Note 2- Hong Kong Selling Restrictions.

The Notes have not been offered or sold and purchasers of Notes may not offer or sell the Notes in Hong Kong, by means of any document, other than to persons whose ordinary business is to buy or sell shares or debentures, whether as principal or agent, or in circumstances which do not constitute an offer to the public within the meaning of the Companies Ordinance (Cap.32) of Hong Kong. No advertisement, invitation or document relating to the Notes has been issued, and purchasers of Notes may not issue advertisement, invitation or document relating to the Notes, whether in Hong Kong or elsewhere, which is directed at, or the contents of which are likely to be accessed or read by, the public in Hong Kong (except if permitted to do so under the securities laws of Hong Kong) other than with respect to Notes which are or are intended to be disposed of only to persons outside Hong Kong or only to "professional investors" within the meaning of the Securities and Futures Ordinance (Cap. 571) of Hong Kong and any rules made there under.

Note 3 - Singapore Selling Restrictions.

This Term Sheet and the Information Memorandum have not been registered as a prospectus with the Monetary Authority of Singapore (the "MAS") under the Securities and Futures Act 2001 (Act 42 of 2001) of Singapore (the "Securities and Futures Act"). Accordingly, the Notes may not be offered or sold or made the subject of an invitation for subscription or purchase nor may this Term Sheet, the Information Memorandum or any other document or material in connection with the offer or sale, or invitation for subscription or purchase of such Notes be circulated or distributed, whether directly or indirectly, to the public or any member of the public in Singapore other than (1) to an institutional investor or other person falling within Section 274 of the Securities and Futures Act, (2) to a sophisticated investor (as defined in Section 275 of the Securities and Futures Act) and in accordance with the conditions specified in Section 275 of the Securities and Futures Act or (3) otherwise than pursuant to, and in accordance with the conditions of, any other applicable provision of the Securities and Futures Act.

Note 4 – UK and Germany Minimum Levels.

As a guide, this Note should not be sold with a consideration of less than Euro 40,000 or equivalent.