

## *3 Year USD AUTOCALL linked to Petrobras / Global Santa Fe /Halliburton*

~~3 chances to receive 20.25% profits per annum, without needing a strong share performance!~~

AUTOCALL BINARY is a 3-year maturity Certificate linked to the Petrobras/ Global Santa Fe and Halliburton shares performance. Its dual aim is to:

- Make 20.25% profits per annum, without needing a strong share performance!
- Fully protect your capital if the drop of the least performer does not exceed – 50%.

**A simple process:**

- On issue date, each unit is issued at USD 1,000
- At the end of each year, if the least performer level is above or equal to 100% of its initial level, early redemption will occur for each unit, with a 20.25% profit a year, i.e. at 120.25% after 1 year, 140.5% after 2 years...
- At maturity, if early redemption did not occur, the certificate redemption will be at:
  - If the least performer is above or equal to 100% of its initial level: each unit will be redeemed at USD 1,607.5 (i.e. 100% + 3 times 20.25%) of its initial price. You therefore receive a 20.25% profit per annum
  - If the least performer is below 100% but no stock traded below 50% of its initial level, each unit will be settled in cash at 100% (i.e. USD 1,000)
  - Otherwise : The certificate will be settled by cash delivery of USD 1 000 \* Least Performer Final Price / Least Performer Initial Price

ISSUER	: Calyon Financial Products (Guernsey) Ltd.
GUARANTOR	: CALYON (Rating : Aa2/AA-)
INSTRUMENT	: Certificate
TRADE DATE	: January 17 <sup>th</sup> , 2007
PAYMENT DATE	: January 24 <sup>th</sup> , 2007
STRIKE DATE	: January 17 <sup>th</sup> , 2007 (closing price)
VALUATION DATE	: January 19 <sup>th</sup> , 2010
SETTLEMENT DATE	: January 25 <sup>th</sup> , 2010
CURRENCY	: USD
UNDERLYING	: Petroleo Brasileiro SA (Bloomberg: PBR.UN) Global Santa Fe Corp (Bloomberg: GSF.US) Halliburton Co (Bloomberg: HAL.UN)
NOTIONAL	: USD 3,000,000
ISSUE PRICE	: USD 1,000 per certificate
INITIAL LEVEL	: Closing price of the underlying on strike date : Petroleo Brasileiro SA : USD 92.37 Global Santa Fe Corp: USD 54.12 Halliburton Co: USD 29.06

EARLY SETTLEMENT	: Early settlement will be automatically triggered as follows: <ul style="list-style-type: none"> <li>▶ <b>USD 1,202.5</b> on early settlement date 1, (i.e. 20.25% annual yield), if the least performer's closing level on observation date 1 is above or equal to 100% of its Initial Level, or...</li> <li>▶ <b>USD 1,405</b> on early settlement date 2, (i.e. 20.25% annual yield), if the least performer's closing level on observation date 2 is above or equal to 100% of its Initial Level, or...</li> </ul>
SETTLEMENT	<p>Otherwise, redemption on settlement Date will be as follows:</p> <ul style="list-style-type: none"> <li>▶ <b>USD 1,607.5</b>, if the Least performer's Closing Level on valuation date is above or equal to 100% of its Initial Level, or...</li> <li>▶ <b>IN CASH at USD 1 000</b>, if the Least performer's Closing Level on valuation date is strictly below 100% and if the Barrier Level has not been triggered or...</li> <li>▶ <b>IN CASH: USD 1 000 x Least performer's Final Price / Least performer's Initial Price</b> if the Least performer's Closing Level on valuation date is strictly below 100% of its Initial Level. and if the Barrier Level has been triggered</li> </ul> <p>With:</p> <p>Barrier Level: 50% x Strike Level:. The barrier is deemed to have been triggered if the minimum price of any underlying from trade date to valuation date (both dates included) is lower than or equal to the Barrier Level</p> <p>•<b>The Least Performer :</b></p> <p>The Least Performer share will be the share with the lowest return (such return being equal to the ratio of the Price on observation date divided by the Initial Level).</p> <ul style="list-style-type: none"> <li>• <b>Price on valuation date:</b> for each share, its closing price on observation date listed hereafter.</li> <li>• <b>Underlying Closing Level:</b> its closing level on valuation date.</li> <li>• <b>Underlying Initial Level:</b> its closing level on Strike date.</li> </ul>
SECONDARY MARKET	: Under normal market conditions, Calyon will quote a Bid/Offer price with a 1% spread on Bloomberg CLED
QUOTATION	: Accrued coupon
QUOTITY	: 1 unit
SELLING CONDITIONS	: This issue does not constitute a public offer of securities and has not been subject to the clearance procedures of the competent authorities.
APPLICABLE LAW	: Swiss Law
ISIN / VALOREN	: GG00B1NMRK83
Warning : In case of a decrease of the least performer, this product includes an element of equity risk and should not be considered as a capital guaranteed product.	

SHARE	BBG	SHARE <sub>INITIAL</sub>	Barrier level : 50%* SHARE <sub>INITIAL</sub>
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<b>SHARE 1</b>	Petroleo Brasileiro SA	PBR UN	USD 92.37	USD 46.185
<b>SHARE 2</b>	Global Santa Fe Corp	GSF US	USD 54.12	USD 27.06
<b>SHARE 3</b>	Halliburton Co	HAL UN	USD 29.06	USD 14.56

	<b>DATES (i)</b>	<b>PERFORMER (LP)</b>	<b>LP &gt; 100% OF ITS INITIAL LEVEL</b>	<b>(i)</b>
<b>PERIOD 1</b>	January 17, 2008	-	USD 1202.5	January 24, 2008
<b>PERIOD 2</b>	January 19, 2009	-	USD 1405	January 26, 2009
<b>PERIOD 3</b>	January 18, 2010	-	USD 1607.5	January 25, 2010

(i) provided that if any such date is not a Exchange Business Day in respect of the Share, it shall be postponed to the next Exchange Business Day for the Share

Although the indicative terms set out above reflect the terms as of the specified date on which Calyon believes securities or other obligations might be issued, no assurance can be given that such an issue could in fact be arranged, and no specific issuer is obligated to issue such securities or obligations. The price and other terms on which securities might be issued will be a function of market prices prevailing at the time of issue and the demand for securities of the issuer at that time.

This Certificate is a complex instrument with or without optional component as the case may be which involves a high degree of risk limited to the investment and are intended for sale to investors having a full understanding of the terms, conditions and risks. The value of the Certificate may increase or decrease and the investor may not recover the amount invested originally. Any investor in Certificates must not be prohibited to buy or to sell such kind of Certificates neither statutorily, nor by any other constitutive document, nor by any law, decree, or other regulation or otherwise which shall be applicable to it.

Consequently, any investor who purchases or sells Certificates is deemed to understand and assess the terms, conditions and risks attached to Certificates. Each of Calyon Financial Products (Guernsey) Limited, Calyon and any of their officers represents that it is not acting as adviser for such investors. Each of them recommends to each investor to consult with its own legal, regulatory, tax, business, investment, financial and accounting advisors to the extent it has deemed necessary.

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