

APPENDIX B

CREDIT RATING LIST

Counterparty	Fitch rating								Moody's rating					S & P rating			Suggested Duration (Watch/Outlook Adjusted)	CDS Data					Suggested Duration (CDS Adjusted)				
	Fitch L Term Status	L Term	Fitch S Term Status	S Term	Fitch Indiv. Status	Indiv	Fitch Supp. Status	Support	Moody's L Term Status	L Term	Moody's S Term Status	S Term	Moody's FRS Status	FSR	S & P L Term Status	L Term		S & P S Term Status	S Term	17/12/10	Week % Change	1 Month % Change		3 Month % Change	6 Month % Change	CDS Status	
Australia Sovereign	SB	AA+						SB	Aaa					SB	AAA			Not Applicable	Not Applicable	50.6	-6.8%	7.1%	6.9%	-7.6%	In Range	Not Applicable	
Australia & New Zealand Banking Group Ltd	PO	AA-		F1+			1	NO	Aa1			P-1	NO	B	SB	AA		A-1+	Purple =24 mths	Orange = 12 mths	105.0	-3.3%	-5.1%	-3.1%	-16.4%	In Range	Orange = 12 mths
Commonwealth Bank of Australia	SB	AA		F1+		A/B	1	NO	Aa1			P-1	NO	B	SB	AA		A-1+	Purple =24 mths	Purple =24 mths	105.0	-2.9%	-4.8%	-1.5%	-15.5%	In Range	Purple =24 mths
National Australia Bank Ltd	SB	AA		F1+		B	1	NO	Aa1			P-1	NO	B	SB	AA		A-1+	Purple =24 mths	Purple =24 mths	106.0	-2.4%	-3.9%	-2.4%	-18.4%	In Range	Purple =24 mths
Westpac Bank Corporation	SB	AA		F1+		A/B	1	NO	Aa1			P-1	NO	B	SB	AA		A-1+	Purple =24 mths	Purple =24 mths	105.1	-2.9%	-4.9%	-2.0%	-15.7%	In Range	Purple =24 mths

Counterparty	Fitch rating								Moody's rating					S & P rating			Duration	Suggested Duration	CDS Data					Suggested Duration (CDS)		
	Fitch L Term Status	L Term	Fitch S Term Status	S Term	Fitch Indiv. Status	Indiv	Fitch Supp. Status	Support	Moody's L Term Status	L Term	Moody's S Term Status	S Term	Moody's FRS Status	FSR	S & P L Term Status	L Term			S & P S Term Status	S Term	17/12/10	Week % Change	1 Month % Change		3 Month % Change	6 Month % Change
Canada - Sovereign	SB	AAA						SB	Aaa					SB	AAA			Not Applicable	Not Applicable							Not Applicable
Bank of Montreal	SB	AA-		F1+		B	1	RD	Aa2			P-1	RD	B-	SB	A+		A-1	Orange = 12 mths	Red = 6 mths						No Data Available
Bank of Nova Scotia	SB	AA-		F1+		B	1	SB	Aa1			P-1	SB	B	SB	AA-		A-1+	Orange = 12 mths	Orange = 12 mths						No Data Available
Canadian Imperial Bank of Commerce	SB	AA-		F1+		B	1	NO	Aa2			P-1	NO	B-	SB	A+		A-1	Orange = 12 mths	Red = 6 mths						No Data Available
National Bank of Canada	SB	A+		F1		B	2	SB	Aa2			P-1	SB	B-	SB	A		A-1	Red = 6 mths	Red = 6 mths						No Data Available
Royal Bank of Canada	SB	AA		F1+		A/B	1	DGSB	Aa1			P-1	DGSB	B	PO	AA-		A-1+	Purple =24 mths	Purple =24 mths						No Data Available
Toronto Dominion Bank	SB	AA-		F1+		B	1	NO	Aaa			P-1	NO	B+	PO	AA-		A-1+	Purple =24 mths	Purple =24 mths						No Data Available

Counterparty	Fitch rating								Moody's rating					S & P rating			Duration	Suggested Duration	CDS Data					Suggested Duration (CDS)			
	Fitch L Term Status	L Term	Fitch S Term Status	S Term	Fitch Indiv. Status	Indiv	Fitch Supp. Status	Support	Moody's L Term Status	L Term	Moody's S Term Status	S Term	Moody's FRS Status	FSR	S & P L Term Status	L Term			S & P S Term Status	S Term	17/12/10	Week % Change	1 Month % Change		3 Month % Change	6 Month % Change	CDS Status
Denmark - Sovereign	SB	AAA						SB	Aaa					SB	AAA			Not Applicable	Not Applicable	42.9	-2.3%	32.1%	23.7%	3.0%	In Range	Not Applicable	
Danske Bank AS	SB	A+		F1		B/C	1	SB	Aa3			P-1	NO	C	NO	A		A-1	Green = 3 mths	Green = 3 mths	113.2	-0.1%	9.3%	64.5%	37.1%	In Range	Green = 3 mths

Counterparty	Fitch rating								Moody's rating					S & P rating			Duration	Suggested Duration (Watch/Outlook Adjusted)	CDS Data					Suggested Duration (CDS Adjusted)		
	Fitch L Term Status	L Term	Fitch S Term Status	S Term	Fitch Indiv. Status	Indiv	Fitch Supp. Status	Support	Moody's L Term Status	L Term	Moody's S Term Status	S Term	Moody's FRS Status	FSR	S & P L Term Status	L Term			S & P S Term Status	S Term	17/12/10	Week % Change	1 Month % Change		3 Month % Change	6 Month % Change
Finland - Sovereign	SB	AAA						SB	Aaa					SB	AAA			Not Applicable	Not Applicable	32.0	0.3%	14.2%	7.2%	-2.0%	In Range	Not Applicable
Nordea Bank Finland Plc	SB	AA-		F1+		B	1	SB	Aa2			P-1	SB	B-	SB	AA-		A-1+	Orange = 12 mths	Orange = 12 mths						No Data Available

																	CDS Data									
Counterparty	Fitch rating							Moody's rating					S & P rating			Duration	Suggested Duration (Watch/Outlook Adjusted)	17/12/10	Week % Change	1 Month % Change	3 Month % Change	6 Month % Change	CDS Status	Suggested Duration (CDS Adjusted)		
	Fitch L Term Status	L Term	Fitch S Term Status	S Term	Fitch Indiv. Status	Indiv	Fitch Supp. Status	Support	Moody's L Term Status	L Term	Moody's S Term Status	S Term	Moody's FRS Status	FSR	S & P L Term Status			L Term	S & P S Term Status	S Term	17/12/10	Week % Change			1 Month % Change	3 Month % Change
France - Sovereign	SB	AAA						SB	Aaa					SB	AAA			Not Applicable	Not Applicable	102.5	-2.0%	24.9%	33.5%	25.7%	In Range	Not Applicable
BNP Paribas	SB	AA-		F1+		B		1	SB	Aa2		P-1	SB	B-	NO	AA	A-1+	Orange = 12 mths	Orange = 12 mths	103.1	1.6%	2.9%	10.2%	-7.8%	In Range	Orange = 12 mths
Societe Generale	SB	A+		F1+		B/C		1	NO	Aa2		P-1	NO	C+	SB	A+	A-1	Red = 6 mths	Red = 6 mths	147.5	-0.9%	6.5%	31.8%	1.4%	In Range	Red = 6 mths

																	CDS Data									
Counterparty	Fitch rating							Moody's rating					S & P rating			Duration	Duration	17/12/10	Change	% Change	% Change	Change	CDS Status	Duration (CDS)		
	Fitch L Term Status	L Term	Fitch S Term Status	S Term	Fitch Indiv. Status	Indiv	Fitch Supp. Status	Support	Moody's L Term Status	L Term	Moody's S Term Status	S Term	Moody's FRS Status	FSR	S & P L Term Status			L Term	S & P S Term Status	S Term	17/12/10	Change			% Change	% Change
Germany - Sovereign	SB	AAA						SB	Aaa					SB	AAA			Not Applicable	Not Applicable	55.5	1.5%	43.1%	42.5%	39.6%	In Range	Not Applicable
Deutsche Bank AG	NO	AA-		F1+		B/C		1	SB	Aa3		P-1	SB	C+	SB	A+	A-1	Red = 6 mths	Red = 6 mths	100.0	-0.4%	0.5%	7.2%	-28.1%	In Range	Red = 6 mths

																	CDS Data									
Counterparty	Fitch rating							Moody's rating					S & P rating			Duration	Duration	17/12/10	Change	% Change	% Change	Change	CDS Status	Duration (CDS)		
	Fitch L Term Status	L Term	Fitch S Term Status	S Term	Fitch Indiv. Status	Indiv	Fitch Supp. Status	Support	Moody's L Term Status	L Term	Moody's S Term Status	S Term	Moody's FRS Status	FSR	S & P L Term Status			L Term	S & P S Term Status	S Term	17/12/10	Change			% Change	% Change
Hong Kong	SB	AA+						PO	Aa1					UP SB	AAA			Not Applicable	Not Applicable	45.5	-10.5%	3.4%	-5.9%	-17.3%	In Range	Not Applicable
Hong Kong and Shanghai Banking Corporation Ltd	SB	AA		F1+		A/B		1	SB	Aa1		P-1	B+	SB	AA		A-1+	Purple =24 mths	Purple =24 mths							No Data Available

																	CDS Data									
Counterparty	Fitch rating							Moody's rating					S & P rating			Duration	Suggested Duration (Watch/Outlook Adjusted)	17/12/10	Week % Change	1 Month % Change	3 Month % Change	6 Month % Change	CDS Status	Suggested Duration (CDS Adjusted)		
	Term	L Term	Term	S Term	Indiv.	Indiv	Supp.	Support	L Term	L Term	S Term	S Term	FRS	FSR	L Term			L Term	S & P S Term Status	S Term	17/12/10	Week % Change			1 Month % Change	3 Month % Change
Netherland - Sovereign	SB	AAA						SB	Aaa					SB	AAA			Applicable	Applicable	59.8	-3.1%	20.7%	26.7%	22.9%	In Range	Not Applicable
Bank Nederlandse Gemeenten	SB	AAA		F1+				1	SB	Aaa		P-1	SB	A	SB	AAA	A-1+	Purple =24 mths	Purple =24 mths							No Data Available
ING Bank NV	SB	A+		F1+		C		1	SB	Aa3		P-1	NO	C+	SB	A+	A-1	Red = 6 mths	Red = 6 mths	141.4	-0.9%	14.9%	29.5%	13.8%	In Range	Red = 6 mths
Co-operatieve Centrale Raliffeisen - Boerenleenbank BA	SB	AA+		F1+		A/B		1	NO	Aaa		P-1	NO	B+	NO	AAA	A-1+	Purple =24 mths	Purple =24 mths	77.9	2.2%	8.1%	13.9%	-22.1%	In Range	Purple =24 mths

																	CDS Data							
Counterparty	Fitch rating							Moody's rating					S & P rating			Duration	Duration	17/12/10	Change	% Change	% Change	Change	CDS Status	Duration (CDS)
	Fitch L Term Status	L Term	Fitch S Term Status	S Term	Fitch Indiv. Status	Indiv	Fitch Supp. Status	Support	Moody's L Term Status	L Term	Moody's S Term Status	S Term	Moody's FRS Status	FSR	S & P L Term Status			L Term	S & P S Term Status	S Term	17/12/10	Change		

Norway - Sovereign	SB	AAA						SB	Aaa					SB	AAA			Not Applicable	Not Applicable	22.0	0.8%	1.4%	-3.0%	-13.1%	In Range	Not Applicable	
DnB NOR Bank	SB	A+	F1		B		1	SB	Aa3		P-1	RD	C	SB	A+		A-1	Red = 6 mths	Red = 6 mths								No Data Available

Counterparty	Fitch rating							Moody's rating					S & P rating			Duration	Suggested Duration	CDS Data					CDS Status	Suggested Duration (CDS)			
	Fitch L Term Status	L Term	Fitch S Term Status	S Term	Fitch Indiv. Status	Indiv.	Fitch Supp. Status	Support	Moody's L Term Status	L Term	Moody's S Term Status	S Term	Moody's FRS Status	FSR	S & P L Term Status			L Term	S & P S Term Status	S Term	17/12/10	Week % Change			1 Month % Change	3 Month % Change	6 Month % Change
Singapore - Sovereign	SB	AAA						SB	Aaa					SB	AAA			Applicable	Applicable								Not Applicable
DBS Ltd	SB	AA-	F1+		B		1	SB	Aa1		P-1	SB	B	SB	AA-		A-1+	Orange = 12 mths	Orange = 12 mths	47.3	0.0%	14.5%	14.5%	-16.0%	In Range	Orange = 12 mths	
Oversea Chinese Banking Corp Ltd.	SB	AA-	F1+		B		1	SB	Aa1		P-1	SB	B	SB	A+		A-1	Orange = 12 mths	Orange = 12 mths	50.3	0.0%	21.8%	21.8%	-10.7%	In Range	Orange = 12 mths	
United Overseas Bank Ltd.	SB	AA-	F1+		B		1	SB	Aa1		P-1	SB	B	SB	A+		A-1	Orange = 12 mths	Orange = 12 mths	50.3	0.0%	21.8%	21.8%	-10.7%	In Range	Orange = 12 mths	

Counterparty	Fitch rating							Moody's rating					S & P rating			Duration	Duration	CDS Data					CDS Status	Duration (CDS)		
	Term	L Term	Term	S Term	Indiv.	Indiv.	Supp.	Support	L Term	L Term	S Term	S Term	FRS	FSR	L Term			L Term	S Term	S Term	17/12/10	Change			% Change	% Change
Sweden - Sovereign	SB	AAA						SB	Aaa					SB	AAA			Not Applicable	Not Applicable	32.0	-2.4%	10.7%	-5.8%	-21.4%	In Range	Not Applicable
Nordea Bank AB	SB	AA-	F1+		B		1	SB	Aa2		P-1	NO	C+	SB	AA-		A-1+	Orange = 12 mths	Orange = 12 mths							No Data Available
Svenska Handelsbanken AB	SB	AA-	F1+		B		1	SB	Aa2		P-1	SB	C+	SB	AA-		A-1+	Orange = 12 mths	Orange = 12 mths	55.6	6.0%	13.4%	5.0%	-24.5%	In Range	Orange = 12 mths

Counterparty	Fitch rating							Moody's rating					S & P rating			Duration	Suggested Duration	CDS Data					CDS Status	Suggested Duration (CDS)			
	Fitch L Term Status	L Term	Fitch S Term Status	S Term	Fitch Indiv. Status	Indiv.	Fitch Supp. Status	Support	Moody's L Term Status	L Term	Moody's S Term Status	S Term	Moody's FRS Status	FSR	S & P L Term Status			L Term	S & P S Term Status	S Term	17/12/10	Week % Change			1 Month % Change	3 Month % Change	6 Month % Change
Switzerland - Sovereign	SB	AAA						SB	Aaa					SB	AAA			Not Applicable	Not Applicable								Not Applicable
Credit Suisse	SB	AA-	F1+		B		1	NO	Aa1		P-1	NO	B	SB	A+		A-1	Orange = 12 mths	Orange = 12 mths	97.1	2.0%	7.2%	-0.5%	-34.8%	In Range	Orange = 12 mths	

Counterparty	Fitch rating							Moody's rating					S & P rating			Duration	Suggested Duration (Watch/Outlook)	CDS Data					CDS Status	Suggested Duration (CDS Adjusted)		
	Fitch L Term Status	L Term	Fitch S Term Status	S Term	Fitch Indiv. Status	Indiv.	Fitch Supp. Status	Support	Moody's L Term Status	L Term	Moody's S Term Status	S Term	Moody's FRS Status	FSR	S & P L Term Status			L Term	S & P S Term Status	S Term	17/12/10	Week % Change			1 Month % Change	3 Month % Change
UK - Sovereign	SB	AAA						SB	Aaa					SB	AAA			Not Applicable	Not Applicable	66.7	-3.1%	8.3%	-0.2%	-17.3%	In Range	Not Applicable
Barclays Bank plc	SB	AA-	F1+		B		1	SB	Aa3		P-1	SB	C	NO	AA-		A-1+	Orange = 12 mths	Red = 6 mths	113.9	0.3%	11.1%	4.1%	-20.6%	In Range	Red = 6 mths
HSBC Bank plc	SB	AA	F1+		B		1	NO	Aa2		P-1	NO	C+	SB	AA		A-1+	Orange = 12 mths	Orange = 12 mths	84.7	-9.4%	20.7%	20.6%	-11.5%	In Range	Orange = 12 mths

Standard Chartered Bank	SB	AA-	F1+	B	1	SB	A1	P-1	B-	SB	A+	A-1	Red = 6 mths	Red = 6 mths	86.0	-5.0%	11.4%	1.0%	-17.0%	In Range	Red = 6 mths	
Sumitomo Mitsui Banking Corporation Europe Ltd.	SB	A	F1	C	1	SB	Aa2	P-1	SB	C	SB	A+	A-1	Green = 3 mths	Green = 3 mths	59.9	-0.9%	2.7%	-0.9%	-35.6%	In Range	Green = 3 mths

Counterparty	Fitch rating								Moody's rating					S & P rating			Duration	Duration (Watch/Outlook)	CDS Data					CDS Status	Duration (CDS Adjusted)	
	Term Status	L Term	Term Status	S Term	Indiv. Status	Indiv.	Supp. Status	Support	L Term Status	L Term	S Term Status	S Term	FRS Status	FSR	L Term Status	L Term			S Term Status	S Term	17/12/10	Week % Change	1 Month % Change			3 Month % Change
<b>US - Sovereign</b>	SB	AAA						SB	Aaa					SB	AAA			Not Applicable	Not Applicable	40.5	-2.0%	-2.4%	-11.4%	11.1%	In Range	Not Applicable
Bank of New York Mellon	SB	AA-	F1+	A/B	NW	1			Aaa		P-1		B+	SB	AA		A-1+	Purple =24 mths	Purple =24 mths							No Data Available
HSBC Bank USA	SB	AA	F1+	B/C		1	NO		Aa3		P-1	NO	C	SB	AA		A-1+	Orange = 12 mths	Red = 6 mths							No Data Available
JP Morgan Chase Bank NA	SB	AA-	F1+	B	NW	1	NO		Aa1		P-1	NO	B	NO	AA-		A-1+	Orange = 12 mths	Orange = 12 mths	82.4	2.7%	-9.1%	-6.4%	-20.6%	In Range	Orange = 12 mths
State Street Bank and Trust Company	SB	A+	F1+	B	NW	1	NO		Aa2		P-1	NO	B	NO	AA-		A-1+	Orange = 12 mths	Red = 6 mths							No Data Available

Counterparty	Fitch rating								Moody's rating					S & P rating			Duration	Suggested Duration (Watch/Outlook Adjusted)	CDS Data					CDS Status	Suggested Duration (CDS Adjusted)	
	Fitch L Term Status	L Term	Fitch S Term Status	S Term	Fitch Indiv. Status	Indiv.	Fitch Supp. Status	Support	Moody's L Term Status	L Term	Moody's S Term Status	S Term	Moody's FRS Status	FSR	S & P L Term Status	L Term			S & P S Term Status	S Term	17/12/10	Week % Change	1 Month % Change			3 Month % Change
<b>UK Nationalised and Part nationalised banks</b>																										
Bank of Scotland Plc	SB	AA-	F1+	C		1		SB	Aa3		P-1	SB	D+	SB	A+		A-1	Blue = 12 mths	Blue = 12 mths							Not Applicable
Lloyds TSB Bank plc	SB	AA-	F1+	C		1		SB	Aa3		P-1	SB	C-	SB	A+		A-1	Blue = 12 mths	Blue = 12 mths	199.3	8.1%	21.2%	18.7%	-12.9%		Not Applicable
National Westminster Bank plc	SB	AA-	F1+			1		SB	Aa3		P-1	SB	C-	SB	A+		A-1	Blue = 12 mths	Blue = 12 mths							Not Applicable
Royal Bank of Scotland plc	SB	AA-	F1+	C/D		1		SB	Aa3		P-1	SB	C-	SB	A+		A-1	Blue = 12 mths	Blue = 12 mths	200.9	1.7%	20.0%	17.2%	-2.6%		Not Applicable
Ulster Bank Ltd	SB	A+	F1+	E		1	NO		A2		P-1	NO	D-	NW	A	NW	A-1	Blue = 12 mths	Blue = 12 mths							Not Applicable

**EXPOSURE LIMITS**  
Blue - Exposure limit of £35 million with a maximum duration of 364 days  
Purple - Exposure limit of £25 million with a maximum duration of 24 months  
Orange - Exposure limit of £25 million with a maximum duration of 364 days  
Red - Exposure limit of £20 million with a maximum duration of 6 months  
Green - Exposure limit of £10 million with a maximum duration of 3 months  
No colour - 0 months duration

**MONEY MARKET FUNDS**

PRIMERATE  
INSIGHT  
BLACKROCK  
GOLDMAN SACHS

All funds have AAA credit rating which have a 60 weighted average maturity. These funds allow instant access to cash, and provide enhanced yield and security  
Exposure limit of £10 million per fund - no maximum duration as these are instant access funds

**GOVERNMENT**

Debt Management Office  
Treasury Bills  
Government Bills

No maximum amount because if we no capacity to place funds with other financial instutions we need to place them with the government.

**PUBLIC AUTHORITIES**

Unitary Authorities  
Local Authorities  
Borough and District Council  
Fire and Police Authorities

These authorities do not have credit ratings but statue suggests that credit risk attached to these authorities is an acceptable one.  
Exposure limit of £25 million with a maximum duration of 364 days

**Group Limits**

The following banks operate under their own name but are part of the same banking group

- 1)Lloyds Bank Group plc - Bank of Scotland/Lloyds TSB plc, Halifax plc, HBOS Treasury Services
- 2)Royal Bank of Scotland Group plc - ABN AMRO Bank NV, Nat West, RBS plc, Ulster Bank Ltd
- 3) Dexia Bank (in Belgium), Dexia BIL (in Luxembourg), Dexia Credit Local (in France)
- 4) Credit Agricole, Credit Agricole Indosuez, Calyon (French)
- 5) HSBC plc, HSBC Bank USA, Hong Kong and Shanghai Banking Corp (Hong Kong)
- 6) Bank of Ireland and Bristol and West
- 7) Nordea Bank's - Denmark, Finland, Norge ASA, Sweden
- 8) Banco Santander - Banco Santander UK plc (old Abbey National) Alliance and Leicester, Bradford and Bingley
- 9)Nationwide Buiding Society, Derbyshire, Cheshire and Dunfermline Building Society
- 10) Barclays, Woolwich

The limits for the Groups will be £25 Million or as per the Lending limit for the individual Bank except for the UK which would be unlimited.

The Council minimum rating requirement is as follows

Sovereign Rating	AA+			
	Long Term	Short Term	Individual	Support
Fitch	A-	F2	C	2
Moody's	Long Term	Short Term	Financial Strength	
	A3	P-2	C	
S & P	Long Term	Short Term		
	A-	A-3		

**KEY**

NO - Negative Outlook	DG NO	Downgrade & Negative Outlook
NW - Negative Watch	DG NW	Downgrade & Negative Watch
DG - Downgrade	DG RD	Downgrade & Under Review for Possible Downgrade
RD - Under Review for Possible downgrade	DG SB	Downgrade & Stable Outlook
PO- Positive Outlook	DG EW	Downgrade & Evolving Watch
PW - Postitive Watch	DG EO	Downgrade & Evolving Outlook
UP - Upgrade	DG DO	Downgrade & Developing Outlook
RU - Under Review for Possible Upgrade	DG UN	Downgrade & Direction Uncertain
SB - Stable Outlook	UP PO	Upgrade and Positive Outlook
EW - Evolving Watch	UP PW	Upgrade and Positive Watch
EO - Evolving Outlook	UP RU	Upgrade and Under review for Possible Upgrade
WD - Rating Withdrawn	UP SB	Upgrade and Stable Outlook
DO - Developing Outlook	UP EO	Upgrade and Evolving Outlook
UN -Direction Uncertain	UP DO	Upgrade and Developing Outlook
	UP UN	Upgrade and Direction Uncertain