

Welcome to our annual Savings Interest Rate History booklet, which is designed to provide you with a summary of how the interest rate has moved on your account since the last booklet was issued in September 2002.

Most importantly, please note the latest interest rates applying on all accounts at the publication date of June 2003. These latest rates have been highlighted on the table for your convenience.

We further draw the attention of Euro account holders only to the Euro interest rate change which became effective on 10th June 2003.

If at any time in the future you wish to find out the current interest rate being paid on your account, you have the following options:

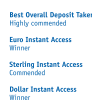
- **Telephone** our International Customer Service Centre on +44 (0) 1624 663566. The centre is open from 9.00am to 5.00pm Monday to Friday (except Tuesday when the hours are 9.30am to 5.00pm).
- If you have access to the **internet**, visit our website at www.alil.co.im.

You will also find our latest interest rates on the reverse of your account statements – and note that we write to you within 30 days of a change of interest rate on your account, updating you on the new rate payable.

If you would like to have full details of our current product range, please call us on +44 (0) 1624 663566 and ask for a Product Guide – alternatively visit our website where you can use the account finder function to guide you to the product most suited to your needs.

If you find that the product you hold is a Closed Issue account and you would like to transfer to one of our currently available accounts, you can make the transfer without notice or penalty. You simply need to complete a new application form for the new account and post it to us. Application forms can be obtained from our website or by telephoning us for a product information brochure. Please note that we will need to check that we hold the current standard of identification documents in respect of all account holders before the account is made fully active – but your new interest rate will apply from the date the new account is opened.

At Alliance & Leicester International, we seek to communicate simply and clearly with our customers. If you have any comments on this booklet, on our product literature, on our website or on any services you have received from us, please let us know via any of our usual communication channels and we will take your feedback into account in future developments.



Alliance & Leicester International Limited.

Registered Office: Alliance & Leicester House, 19/21 Prospect Hill, Douglas, Isle of Man, IM99 1RY. Incorporated in the Isle of Man number 81918C.

We may monitor and record your telephone calls with us in order to maintain and improve our service and for security.

Complaints we cannot settle can be referred to the Financial Services Ombudsman Scheme for the Isle of Man.

Licensed by the Isle of Man Financial Supervision Commission to conduct Banking Business.

Accounts currently available

Account type	Threshold Band (£)	13.8.02 Gross%	13.8.02 AER%	3.9.02 Gross%	3.9.02 AER%	12.2.03 Gross%	12.2.03 AER%	17.4.03 Gross%	17.4.03 AER%	20.6.03 Gross%	20.6.03 AER%
Offshore Call (Annual Interest) <i>Including former 7-day Notice Account</i>	10 +	3.00	3.00	No change	No change	2.75	2.75	No change	No change	2.75	2.75
Offshore 180 Plus (Annual Interest, inc bonus 0.25%) (See note 2)	50,000 + (10,000 + for Isle of Man residents)	4.65*	4.65*	No change	No change	4.40*	4.40*	4.25*	4.25*	4.25*	4.25*
Offshore Monthly Income (Monthly Interest)	10,000 - 24,999	4.13	4.21	3.45	3.51	3.20	3.25	No change	No change	3.20	3.25
	25,000 - 249,999	4.13	4.21	4.00	4.07	3.75	3.82	-	-	3.75	3.82
	250,000 +	4.13	4.21	4.10	4.18	3.86	3.93	-	-	3.86	3.93
Offshore 30 (Annual Interest) <i>Formerly Anniversary Variable Deposit Account</i>	10,000 - 24,999	3.20	3.20	3.05	3.05	2.80	2.80	No change	No change	2.80	2.80
	25,000 - 49,999	3.50	3.50	3.15	3.15	2.90	2.90	-	-	2.90	2.90
	50,000 - 99,999	3.55	3.55	3.35	3.35	3.10	3.10	-	-	3.10	3.10
	100,000 - 249,999	3.60	3.60	3.35	3.35	3.10	3.10	-	-	3.10	3.10
250,000 +	3.75	3.75	3.40	3.40	3.15	3.15	-	-	3.15	3.15	
Offshore 30 (Monthly Interest) <i>Formerly Anniversary Variable Deposit Account</i>	10,000 - 24,999	2.76	2.80	2.62	2.65	2.37	2.40	No change	No change	2.37	2.40
	25,000 - 49,999	3.06	3.10	2.72	2.75	2.47	2.50	-	-	2.47	2.50
	50,000 - 99,999	3.11	3.15	2.91	2.95	2.67	2.70	-	-	2.67	2.70
	100,000 - 249,999	3.15	3.20	2.91	2.95	2.67	2.70	-	-	2.67	2.70
250,000 +	3.30	3.35	2.96	3.00	2.72	2.75	-	-	2.72	2.75	
										Latest rates	

Notes

Note 1 - All accounts are denominated in Sterling except for the US Dollar and Euro Savings Accounts.

Note 2 - *Offshore 180 Plus Account rate includes 0.25% bonus payable to accounts from which no withdrawals are made in any 12-month period from the account opening date. The minimum balance for this account was reduced to £10,000 for all applicants from 1st January 2003. Closed to new applicants from 11th April 2003.

Note 3 - Our General Terms & Conditions apply together with the Special Conditions of the particular account.

Note 4 - Rates for Non-Personal and Third Party accounts are not included and will be notified separately to holders of those accounts.

The Annual Equivalent Rate (AER) is a notional rate which illustrates the contractual rate as if paid and compounded on an annual basis. Issued date: 20th June 2003. This booklet includes all rates applying between 13th August 2002 and the issued date.

Offshore Base Rate Tracker – currently available

Account type	Threshold Band (£)	3.9.02 Gross/ AER %	24.10.02 Gross/ AER %	8.11.02 Gross/ AER %	7.12.02 Gross/ AER %	3.1.03 Gross/ AER %	7.2.03 Gross/ AER %	11.3.03 Gross/ AER %	20.5.03 Gross/ AER %	10.6.03 Gross/ AER %	10.6.03 Gross/ AER %	20.6.03 Gross/ AER %
Offshore Base Rate Tracker Issue II* (Annual Interest)	5,000 - 249,999 250,000 +	3.75 4.00	No change	No change	No change	No change	3.50 3.75	No change	No change	3.50 3.75	No change	3.50 3.75
Offshore Base Rate Tracker Issue I** (Annual Interest)	5,000 - 249,999 250,000 +	3.75 4.00	No change	No change	No change	3.00 3.00	- Became Offshore Call Account at 3.1.03 - - Became Offshore Call Account at 3.1.03 - <i>See Offshore Call account on page 2 for rates after 3.1.03</i>					
												Latest rates

***Offshore Base Rate Tracker (Issue II)** launched 1 August 2002. This account guarantees to pay a rate not more than 0.25% below the Bank of England Base Rate until 31 December 2003. At the end of the guarantee period (31st December 2003) the account will become an Offshore Call account allowing unlimited instant access, with no guaranteed link to the Bank of England Base Rate.

****Offshore Base Rate Tracker (Issue I)** ceased to be available 31 July 2002. This account guaranteed to pay a rate not more than 0.25% below the Bank of England Base Rate until 31st December 2002. At the end of the guarantee period (31st December 2002) the account became an Offshore Call account allowing unlimited instant access, with no guaranteed link to the Bank of England Base Rate. Refer to Offshore Call account rates for rates paid on this account during 2003.

Currency Accounts – currently available

Account type	Threshold Band	13.8.02 Gross/ AER %	3.9.02 Gross/ AER %	24.10.02 Gross/ AER %	8.11.02 Gross/ AER %	7.12.02 Gross/ AER %	3.1.03 Gross/ AER %	7.2.03 Gross/ AER %	11.3.03 Gross/ AER %	20.5.03 Gross/ AER %	10.6.03 Gross/ AER %	20.6.03 Gross/ AER %
US Dollar Savings (Annual Interest)	\$5,000 - 9,999	1.10	No	No	0.55	No	No	No	0.55	No	No	0.55
	\$10,000 - 99,999	1.45	change	change	0.90	change	change	change	0.90	change	change	0.90
	\$100,000 +	1.60	-	-	1.05	-	-	-	1.10	-	-	1.10
Euro Savings (Annual Interest)	€0 - 4,999	1.00	No	1.00	No	0.50	No	No	0.50	0.50	0.50	0.50
	€5,000 - 9,999	2.55	change	2.55	change	2.00	change	change	2.00	2.00	1.50	1.50
	€10,000 - 49,999	3.00	-	3.00	-	2.50	-	-	2.40	2.30	2.00	2.00
	€50,000 - 99,999	3.15	-	3.15	-	2.65	-	-	2.55	2.50	2.30	2.30
	€100,000 +	3.15	-	3.20	-	2.70	-	-	2.60	2.50	2.40	2.40
												Latest rates

Bonds – closed issues

Guaranteed Capital Bonus Bond
Interest rate from date of deposit to 10.1.01: 6.50%. Thereafter interest rate payable is linked to movements in the FTSE 100 Index of share prices.
The maturity date of the account is 10.1.04.

Fixed Account type	Threshold Band (£)	Issue number	Issue launch date	Year One Interest % from 27.3.00	Year Two Interest % from 27.3.01	Year Three Interest % from 27.3.02	Current status
3 Year Step Up Bond (Monthly Interest)	2,500 +	1	26.3.00	5.84 Gross (AER 6.00)	6.55 Gross (AER 6.75)	7.25 Gross (AER 7.50)	Closed
3 Year Step Up Bond (Annual Interest) Account matured 27.3.03	1,000 +	1	26.3.00	6.00 (Gross & AER)	6.75 (Gross & AER)	7.50 (Gross & AER)	Closed

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Closed Issues

These accounts are no longer available to new applicants. Customers holding these accounts should consider transferring to one of the accounts currently available as set out on pages 2 and 3 of this booklet.

Account type	Threshold Band (£)	13.8.02 Gross%	13.8.02 AER%	3.9.02 Gross%	3.9.02 AER%	12.2.03 Gross%	12.2.03 AER%	20.6.03 Gross%	20.6.03 AER%
Instant Access (Annual Interest)	10 +	0.05	0.05	No change	No change	No change	No change	0.05	0.05
Monthly Income (Monthly Interest)	5,000 + (IOM residents 10K +)	0.05	0.05	No change	No change	No change	No change	0.05	0.05
Instant Plus (Annual Interest)	10 - 9,999	0.05	0.05	No change	No change	0.05	0.05	0.05	0.05
	10,000 +	0.25	0.25	No change	No change	0.10	0.10	0.10	0.10
Offshore 28 (Annual Interest)	0 - 9,999	0.05	0.05	0.05	0.05	0.05	0.05	0.05	0.05
	10,000 - 24,999	1.60	1.60	1.40	1.40	1.15	1.15	1.15	1.15
	25,000 - 49,999 <i>(Formerly Premier Plus & Premier 60 Accounts)</i>	1.85	1.85	1.65	1.65	1.40	1.40	1.40	1.40
	50,000 +	1.90	1.90	1.70	1.70	1.45	1.45	1.45	1.45
Offshore 28 (Monthly Interest)	0 - 9,999	0.05	0.05	0.05	0.05	0.05	0.05	0.05	0.05
	10,000 - 24,999	1.19	1.20	1.00	1.00	0.75	0.75	0.75	0.75
	25,000 - 49,999 <i>(Formerly Premier Plus & Premier 60 Accounts)</i>	1.44	1.45	1.24	1.25	1.00	1.00	1.00	1.00
	50,000 +	1.49	1.50	1.29	1.30	1.04	1.04	1.04	1.04
Offshore 60 (Annual Interest)	10,000 - 24,999	2.00	2.00	1.25	1.25	1.00	1.00	1.00	1.00
	25,000 - 49,999 <i>(Formerly 180 Day Notice)</i>	2.60	2.60	1.85	1.85	1.60	1.60	1.60	1.60
	50,000 - 99,999	2.70	2.70	1.95	1.95	1.70	1.70	1.70	1.70
	100,000 +	2.80	2.80	2.05	2.05	1.80	1.80	1.80	1.80
Offshore 60 (Monthly Interest)	10,000 - 24,999	1.59	1.60	0.85	0.85	0.60	0.60	0.60	0.60
	25,000 - 49,999	2.18	2.20	1.44	1.45	1.19	1.20	1.19	1.20
	50,000 - 99,999 <i>(Formerly 180 Day Notice)</i>	2.28	2.30	1.53	1.54	1.28	1.29	1.28	1.29
	100,000 +	2.37	2.40	1.62	1.63	1.37	1.38	1.37	1.38
Instant Plus (IOM) (Annual Interest)	10 - 24,999	0.05	0.05	No change	No change	0.10	0.10	0.10	0.10
	25,000 +	0.25	0.25	No change	No change	0.10	0.10	0.10	0.10
Island Account (IOM) (Annual Interest)	10 +	0.05	0.05	No change	No change	No change	No change	0.05	0.05
Island Monthly Income (Monthly Interest)	5,000 +	0.05	0.05	No change	No change	No change	No change	0.05	0.05

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