

Frequently Asked Questions

ISDA has prepared this brief summary of frequently asked questions to assist in your consideration of the ELCDS Auction Settlement Terms for each of Sanitec Oy First Lien Loans, Sanitec Oy Second Lien Loans, British Vita (UK) Limited First Lien Loans and British Vita (UK) Limited Second Lien Loans (the "ELCDS Auction Settlement Terms").

THIS FREQUENTLY ASKED QUESTIONS DOES NOT PURPORT TO BE AND SHOULD NOT BE CONSIDERED A GUIDE TO OR AN EXPLANATION OF ALL RELEVANT ISSUES OR CONSIDERATIONS IN CONNECTION WITH THE ELCDS AUCTION SETTLEMENT TERMS. PARTIES SHOULD CONSULT WITH THEIR LEGAL ADVISERS AND ANY OTHER ADVISER THEY DEEM APPROPRIATE PRIOR TO USING THE ELCDS AUCTION SETTLEMENT TERMS. ISDA ASSUMES NO RESPONSIBILITY FOR ANY USE TO WHICH ANY OF ITS DOCUMENTATION OR OTHER DOCUMENTATION MAY BE PUT.

Adherence

Do I need to adhere to the ELCDS Auction Settlement Terms?

No. If a Credit Event Notice and Notice of Publicly Available Information have been delivered (or deemed delivered under a settlement agreement) on or prior to 4 February in the case of Sanitec Oy ("**Sanitec**") or 6 February in the case of British Vita (UK) Limited ("**British Vita**") in respect of a covered transaction (see below), then the transaction will be cash settled at the relevant Final Price determined pursuant to ELCDS Auction Settlement Terms.

Scope of Transaction Coverage Relating to the Protocol

Does adhering to the Protocol affect my single name trades?

Yes. Single name trades on Sanitec or British Vita First Lien or Second Lien Loans, as the case may be, documented under the ISDA Standard Terms Supplement for use with Credit Derivative Transactions on Leveraged Loans published by ISDA on 12 March 2008 (or any predecessor thereto that requires that the relevant Transaction be settled by reference to any Final Price determined pursuant to the ELCDS Auction Settlement Terms) will be subject to the ELCDS Auction Settlement Terms.

What other credit derivative transactions are affected by the ELCDS Auction Settlement Terms?

LevX transactions that reference Sanitec or British Vita First or Second Lien Loans, as the case may be, will be covered by the ELCDS Auction Settlement Terms if they are documented based on the iTraxx® LevX Standard® Terms Supplement for use with Credit Derivative Transactions in Leveraged Loans published by ISDA on 12 March 2008 (or any predecessor thereto that requires the relevant Component Transaction be settled by reference to any Final Price determined pursuant to the ELCDS Auction Settlement Terms).

What credit derivative transactions are not affected by the ELCDS Auction Settlement Terms?

Any Credit Derivative Transaction that is not an ELCDS transaction, that is not documented in one of the ways described above, or that does not reference Sanitec or British Vita First Lien or Second Lien Loans will not be affected.

Auction

Who runs the auction?

The auctions will each be administered by Creditex and Markit and not by ISDA.

When is the auction?

The auctions will take place on:

5 February 2009, in the case of Sanitec; and

9 February 2009 in the case of British Vita.

Details of the auction results will be posted at www.creditfixings.com.

Physical Settlement through the auction

Where can I find the lists of Deliverable Obligations?

The list of Deliverable Obligations is listed in the relevant ELCDS Auction Settlement Terms.

I want to physically settle through the auction, what do I have to do?

Parties who wish to deliver or receive Deliverable Obligations may place a Physical Settlement Request with a Participating Bidder. A Physical Settlement Request is an order to sell or buy Deliverable Obligations at the Final Price. A Physical Settlement Request must be submitted in the form of the Customer Physical Settlement Request Letter set out in Exhibit 3 to the relevant ELCDS Auction Settlement Terms. A list of Participating Bidders will be made available on our website prior to the relevant Auction.

Following the auction, each party that submitted a Physical Settlement Buy or Sell Request will be treated as if they had entered into an agreement with the relevant Participating Bidder on terms equal to a Representative Auction-Settled Transaction (RAST). Parties that submitted a Physical Settlement Sell Request must send a Notice of Physical Settlement to the relevant Participating Bidder, specifying which Deliverable Obligations they will deliver in settlement of that transaction. A form of Notice of Physical Settlement is set out in Exhibit 2 to the ELCDS Auction Settlement Terms. The deadline for sending this notice is specified as the "Notice of Physical Settlement Date" in the relevant ELCDS Auction Settlement Terms.

Sanitec and British Vita FAQ

Cash Settlement Date

When is the Cash Settlement Date?

The Cash Settlement Date is 16 February 2009 for Sanitec and 20 February 2009 for British Vita.

How are accruals calculated?

The Fixed Amount shall accrue until 9 January 2009 in the case of Sanitec and 13 January 2009 in the case of British Vita and the resulting Fixed Amount shall be paid on the relevant Cash Settlement Date.