

## VICTORIA PEAK INTERNATIONAL FINANCE LIMITED

To the Distributors of the Notes:

Bank of China (Hong Kong) Limited

Bank of Communications Co., Ltd. Hong Kong  
Branch

Chiyu Banking Corporation Limited

CITIC Ka Wah Bank Limited

Core Pacific-Yamaichi International (H.K.) Limited

Dah Sing Bank, Limited

ICEA Securities Ltd.

Chong Hing Bank Limited

MEVAS Bank Limited

Nanyang Commercial Bank, Limited

Public Bank (Hong Kong) Limited

Wing Hang Bank, Ltd.

Wing Lung Bank Limited

### Octave Notes Series 15

**USD Credit-Linked Secured Callable Fixed Rate Notes due 2011 and extendable to 2014  
(ISIN: XS0281891332) ("Tranche A Notes")**

**HKD Credit-Linked Secured Callable Fixed Rate Notes due 2011 and extendable to 2014  
(ISIN: XS0281893627) ("Tranche B Notes")**

**(each a "Tranche" and the notes of any or all Tranches, the "Notes") issued by Victoria Peak International Finance Limited pursuant to its Retail Note Programme (the "Programme")**

We are writing to you because of recent market events. As previously, although we are under no obligation to provide information in respect of the Notes or the Underlying Securities beyond that specified in the Offering Documents, in the present exceptional circumstances we believe it may be helpful to write to all Distributors to provide certain information relating to the Notes and the Underlying Securities. We would encourage you to provide this information to your customers who invested in the Notes.

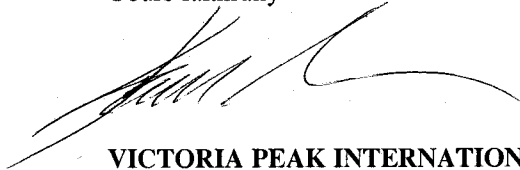
Since we sent our previous notice to you in relation to the Notes on 6 November 2009, a credit event has occurred in respect of Ambac Assurance Corporation. Whilst this is not a Reference Entity under the Notes, it is a reference entity under the Underlying Securities.

As of the date of this notice, the occurrence of this credit event has not resulted in an Underlying Securities Default Event or a Mandatory Redemption Event in relation to the Notes. However, it is possible that an Underlying Securities Default Event (which also constitutes a Mandatory Redemption Event) may shortly occur as a result of this credit event. We will provide you with further information if and when that eventuates.

If you have any questions or queries regarding this notice or the Notes, please consult your own legal, tax, accountancy or other professional adviser as you may see fit.

Capitalised terms used but not otherwise defined in this notice or otherwise specified shall have the meanings ascribed thereto in the Issue Prospectus relating to the Notes dated 30 November 2006 (the "**Issue Prospectus**") or the Private Placement Memorandum Supplement of the Underlying Securities dated 29 January 2007 (the "**PPMS**"). The Issue Prospectus, the PPMS and certain other documents and information in relation to the Notes can be viewed on the following website: [www.morganstanley.com/octavenotes](http://www.morganstanley.com/octavenotes).

Yours faithfully



**VICTORIA PEAK INTERNATIONAL FINANCE LIMITED**

BY: **Kareem Robinson**

13 April 2010