

**VICTORIA PEAK INTERNATIONAL FINANCE LIMITED**

To: The Distributors of the Notes:

Bank of China (Hong Kong) Limited	ICEA Securities Ltd.
Bank of Communications Co., Ltd. Hong Kong Branch	Chong Hing Bank Limited
Chiyu Banking Corporation Limited	MEVAS Bank Limited
CITIC Ka Wah Bank Limited	Nanyang Commercial Bank, Limited
Core Pacific-Yamaichi International (H.K.) Limited	Public Bank (Hong Kong) Limited
Dah Sing Bank, Limited	Wing Hang Bank, Ltd.
	Wing Lung Bank Limited

To: The holders of the Octave Series 16 Notes (via Euroclear and/or Clearstream, Luxembourg)

**Octave Notes Series 16**

**USD Credit-Linked Secured Callable Step-up Fixed Rate Notes due 2012 (ISIN: XS0281894864) ("Tranche A Notes")**

**HKD Credit-Linked Secured Callable Step-up Fixed Rate Notes due 2012 (ISIN: XS0281896646) ("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 refer to our notice to holders of the Notes dated 12 January 2010 informing them that a Mandatory Redemption Event has occurred in relation to the Notes and the Frequently Asked Questions attached to that notice.

We are now writing to inform you that on 2 February 2010 (the "Mandatory Redemption Date"), the net sale proceeds of the sale of the Underlying Securities will be applied in accordance with the Special Condition (B)(2) of the Notes.

The Mandatory Redemption Amount for the Notes is USD41,169.86, and was determined by reference to the Mandatory Redemption Liquidation Proceeds of the Underlying Securities, which were held as collateral by the Issuer for its obligations to holders of the Notes and to other Secured Creditors in respect of the Notes, being the amount realisable upon the sale of the Underlying Securities in accordance with Special Condition (B)(2) at the highest firm bid price obtained by the Determination Agent upon the solicitation of at least five market makers.

An amount equal to USD16,512.72 will be payable to the holders of the Tranche A Notes on a *pro rata* basis, so that the holder of each Tranche A Note will receive approximately USD34.98 per Tranche A Note.

An amount equal to USD24,657.14, which are converted into HKD at the exchange rate prevailing on or about the Mandatory Redemption Date (as determined by the Determination Agent, acting for and on behalf of the Issuer in its sole and absolute discretion acting in good faith) will be payable to the holders of the Tranche B Notes on a *pro rata* basis. The Determination Agent determined the HKD/USD exchange rate prevailing on or about the Mandatory Redemption Date to be HKD7.7763 per USD 1. Accordingly, an amount equal to HKD191,741.32 will be payable to the holders of the Tranche B Notes on a *pro rata* basis, so that the holder of each Tranche B Note will receive approximately HKD279.50 per Tranche B Note.

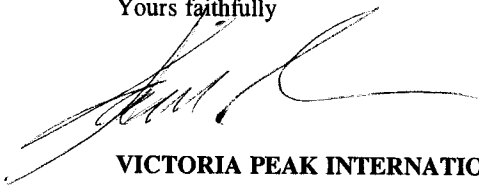
These amounts will be paid to the holders of the Notes on the Mandatory Redemption Date. For the avoidance of doubt, no further amounts will be paid by the Issuer in respect of the Notes after their redemption on the Mandatory Redemption Date.

As a result of the writedown of the principal amount of the Underlying Securities for the Notes and the unprecedented market conditions, there has been a very significant decline in the market value of the Underlying Securities. The market price of the Underlying Securities achieved on the sale of the Underlying Securities was therefore substantially less than the principal amount of the Underlying Securities on the issue date of the Notes.

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 shall have the meanings ascribed thereto in the Master Conditions (as set out in the Programme Prospectus relating to the Programme dated 5 June 2006) or the Issue Prospectus relating to the Notes dated 30 November 2006.

Yours faithfully



**VICTORIA PEAK INTERNATIONAL FINANCE LIMITED**

**BY: Kareem Robinson**

**29 January 2010**