

ABN AMRO AEX Index® 95% Garantie Note

Indicative Termsheet, 11 October 2007

EUR – 95% Capital Protection – 111% Participation – due 19 October 2012

We are pleased to present for your consideration the transaction described below. We are willing to negotiate a transaction with you because we understand that you have sufficient knowledge, experience and professional advice to make your own evaluation of the merits and risks of a transaction of this type and you are not relying on ABN AMRO Bank N.V. nor any of the companies in the ABN AMRO group for information, advice or recommendations of any sort other than the factual terms of the transaction. This term sheet does not identify all the risks (direct or indirect) or other considerations which might be material to you when entering into the transaction. You should consult your own business, tax, legal and accounting advisors with respect to this proposed transaction and you should refrain from entering into a transaction with us unless you have fully understood the associated risks and have independently determined that the transaction is appropriate for you. Due to the proprietary nature of this proposal please understand that it is confidential.

Issuer:	ABN AMRO Bank N.V. (Senior Long Term Debt Rating: Moody's Aa2, S&P AA-)
Lead Manager:	ABN AMRO Bank N.V.
Calculation Agent:	ABN AMRO Bank N.V.

Time Table

Strike Date	10 October 2007
Subscription	19 Oct 2007
Launch Date:	22 October 2007
“As, if and When” Trading:	22, 23 and 24 October 2007
Issue Date/Listing Date:	25 October 2007
Valuation Date:	10 October 2012
Maturity Date:	25 October 2012

Specific Offering Terms

Offering:	AEX Index® Capital Protected Notes (the “Notes” or individually the “Note”)
Description:	This note is Euro denominated with a maturity of 5 years and 95% capital protection on the Maturity Date. The payoff on the Maturity Date is linked to 111% of the potential positive performance the AEX Index®. The performance of the Index reflects only price appreciation because it is calculated from the Initial Reference Price and Final Reference Price
Nominal Amount:	EUR 5,000,000
Denomination:	EUR 1,000
Issue Price:	100%
Underlying:	AEX Index®
Index Sponsor	Euronext N.V.
Minimum Redemption:	95%
Participation Rate (“PR”):	111%
Initial Reference Price:	100%
Initial Price (“S _{i,0} ”):	The level of the Index at the Valuation Time on the Strike Date, being 554.57
Final Price (“S _{i,T} ”):	The level of the Index at the Valuation Time on the Valuation Date
Valuation Time:	With respect to the Index, the time with reference to which the Index Sponsor calculates the closing level of the Index
Final Reference Price:	An amount determined by the Calculation Agent in accordance with the following formula:

$$\text{Final Reference Price} = \frac{S_T}{S_0}$$

Where:

S₀ = The Initial Price of the underlying

S_T = The Final Price of the underlying

Index Performance:	An amount determined by the Calculation Agent in accordance with the following formula: (Final Reference Price / Initial Reference Price) - 1
Redemption on the Maturity Date:	Each Note will be redeemed at an amount in Euro equivalent to the following formula: Denomination x Max(95%, 100% + PR * Index Performance)
Settlement:	Cash
Settlement Currency:	EUR
Business Day:	London TARGET
Business Day Convention:	Following
Trading Day:	With respect to the Index, any day on which all of the Index Sponsor should calculate and publish the closing level of the Index according to its rules
Security Codes:	ISIN: NL0006065500 / Clearing Code: 606550 ABN Code: 73217
Form:	Global Bearer
Selling Restrictions:	Private placement selling restrictions apply in all non-public offer countries (if any)
Applicable law:	English
Primary and Secondary Market	
Listing:	Euronext Amsterdam by NYSE Euronext
Primary Settlement:	Issue Date
Secondary Market:	ABN AMRO Bank N.V. intends (but is not obliged) to provide a secondary market throughout the term of the Notes with a maximum spread of 1% on a daily basis (subject to normal market conditions).
Secondary Settlement:	Trade Date + 3 Business Days
Settlement Date:	Maturity Date
Minimum Trading Size:	1 note
Clearing System Trading Size:	1 note
Clearing Agent:	NECIGEF, Euroclear Bank S.A, Clearstream Banking S.A.
CH Classification for EU Savings Directive:	Category 2
Quotes / Information	
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Reuters:	AAHHY
Bloomberg:	AAHY
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Disclaimer

This term sheet is for information purposes only and does not constitute an offer to sell or a solicitation to buy any security or other financial instrument. All prices are indicative and dependent upon market conditions and the terms are liable to change and completion in the final documentation.

The contents of this document have not been reviewed by any regulatory authority in the countries in which it is distributed. Investors are advised to exercise caution in relation to the offer. If you are in doubt about any of the contents of this document, you should obtain independent professional advice.

Due to the proprietary nature of this proposal please understand that it is confidential. This material is intended solely for the use of the intended recipient(s) and the contents may not be reproduced, redistributed, or copied in whole or in part for any purpose without the express authority of ABN AMRO.

Any purchase of the Notes should be made on the understanding that the purchaser shall be deemed to acknowledge, represent, warrant and undertake to ABN AMRO that (i) it consents to the provision by ABN AMRO to any governmental or regulatory authority of any information regarding it and its dealings in the Notes as required under applicable regulations and/or as requested by any governmental or regulatory authority; and (ii) it agrees to promptly provide to ABN AMRO, or directly to the relevant governmental or regulatory authority (and confirm to ABN AMRO when you have done so), such additional information that ABN AMRO deems necessary or appropriate in order for ABN AMRO to comply with any such regulations and/or requests.

From time to time the Issuer may enter into and receive the benefit of generic commission, discount and rebate arrangements from hedge providers and other transaction counterparties, and reserves the right to retain any such amounts received without any obligation to pass the benefit of the rebates to investors in the Notes.

The information set out in this document is a summary of some of the key features of the Notes. This summary should be read in conjunction with, and is qualified in its entirety by reference to, the full terms and conditions of the Notes.

Selling restrictions

General. No action has been taken or will be taken by the Issuer that would permit a public offering of the Notes or possession or distribution of any offering material in relation to the Notes in any jurisdiction where action for that purpose is required. No offers, sales or deliveries of any Notes, or distribution of any offering material relating to the Notes, may be made in or from any jurisdiction except in circumstances that would result in compliance with any applicable laws and regulations and would not impose any obligation on the Issuer.

US and UK. The Notes may not be offered or sold within the United States or, to or for the benefit of, US persons, or private customers in the United Kingdom

These Securities may not be offered or sold (i) to any person/entity listed on sanctions lists of the European Union, United States or any other applicable local competent authority; (ii) within the territory of Cuba, Sudan, Iran and Myanmar; (iii) to residents in Cuba, Sudan, Iran or Myanmar; or (iv) to Cuban Nationals, wherever located.

Risk factors

Investment in the Notes involves significant risks and while the following summary of certain of these risks should be carefully evaluated before making an investment in the Notes, the following does not intend to describe all possible risks of such an investment:

- (a) **Investment risks.** The price of the Notes may fall in value as rapidly as it may rise and investors may not get back the amount invested. The price of the Notes may be affected by a number of factors, including changes in the value and volatility of the underlying asset(s), the creditworthiness of the Issuer, changes in foreign exchange rates and economic, financial and political events that are difficult to predict. The past performance of an underlying asset or other security or derivative should not be taken as an indication of the future performance of that underlying asset or other security or derivative during the term of the Notes. Owning the Notes is not the same as owning the underlying asset(s) and changes in the market value of any underlying asset may not necessarily result in a comparable change in the market value of the Notes.
- (b) **Suitability of the Notes.** The purchase of the Notes involves certain risks including market risk, credit risk and liquidity risk. Investors should ensure that they understand the nature of all these risks before making a decision to invest in the Notes. Investors should carefully consider whether the Notes are suitable for them in light of their experience, objectives, financial position and other relevant circumstances. If in any doubt, investors should obtain relevant and specific professional advice before making any investment decision. In structuring, issuing and selling the Notes, ABN AMRO is not acting in any form of fiduciary or advisory capacity.
- (c) **Creditworthiness of Issuer.** The Notes constitute general unsecured contractual obligations of the Issuer and of no other person. Investors in the Notes are relying upon the creditworthiness of the Issuer and have no rights under the Notes against any other person, including the issuer of any underlying asset or, where the Notes relate to an index, the sponsor of the index.
- (d) **Secondary market trading.** No assurance can be given that any trading market for the Notes will exist or whether any such market will be liquid or illiquid. While the Issuer expects to make a market in the Notes, it is not obliged to do so. Any market making activity if commenced may be discontinued at any time. If the Notes are not traded on any exchange, pricing information may be more difficult to obtain and the liquidity and price of the Notes may be adversely affected.
- (e) **Conflicts of interest.** ABN AMRO and its officers and employees may from time to time (i) have long or short positions in the Notes, the underlying asset(s) or other securities or derivatives that may affect the value of the Notes; and/or (ii) possess or acquire material information about the Notes, the underlying asset(s) or other securities or derivatives that may affect the value of the Notes. ABN AMRO may at any time solicit or provide investment banking, commercial banking, credit, advisory or other services to the issuer of any

- underlying asset. Such activities and information may cause consequences that are adverse to the interests of the investors in the Notes or otherwise create various potential and actual conflicts of interest. ABN AMRO has no obligation to disclose such activities or information or other potential and actual conflicts of interest and may engage in any such activities without regard to the interests of the investors in the Notes or the effect that such activities may directly or indirectly have on any Note.
- (f) **Hedging activities.** Notwithstanding any communication that you may have had with ABN AMRO in respect of the manner in which ABN AMRO may establish, maintain, adjust or unwind its hedge positions with respect to the Notes, (i) ABN AMRO may in its absolute discretion determine when, how or in what manner it may establish, maintain or adjust or unwind its hedge positions; (ii) ABN AMRO may, but is not obliged to, hedge the Notes dynamically by holding a corresponding position in the underlying asset(s) or any other securities, derivatives or otherwise and may hedge the Notes individually or on a portfolio basis; and (iii) any hedge positions are the proprietary trading positions of ABN AMRO and are not held on your behalf or as your agent.
- (g) **Early termination.** The Issuer may terminate the Notes if it determines that it has become unlawful for the Issuer to perform its obligations under the Notes or its ability to source a hedge or unwind an existing hedge in respect of the Notes is adversely affected in any material respect. If the Issuer terminates early the Notes, the Issuer will, if and to the extent permitted by applicable law, pay a holder of the Notes an amount determined to be its fair market value immediately before such termination notwithstanding such circumstances less the actual cost to the Issuer of unwinding any underlying related hedging arrangements.
- (h) **Adjustments.** The Issuer may make adjustments to the terms of the Notes if an event which affects an underlying asset requires it. This may include any event which has or may have a concentrating or diluting effect on the theoretical value of any underlying asset.
- (i) **Market disruption.** The calculation agent for the Notes may determine that a market disruption event has occurred or exists at a relevant time. Any such determination may affect the value of the Notes and/or delay settlement in respect of the Notes.
- (j) **FX market disruption.** Investors should note that all payments on expiry or a secondary market purchase by the Issuer are subject to the ability of the Issuer to (i) sell the underlying asset(s); (ii) convert the currency of an underlying asset into the currency of the Notes; and (iii) transfer the currency of the Notes from accounts in the country where an underlying asset is located to accounts outside that country. The occurrence of any of these events may affect the value of the Notes and and/or delay settlement in respect of the Notes or, if such events result in settlement being delayed for the period specified in the terms and conditions for the Notes, may result in all obligations of the Issuer in respect of the Notes being extinguished.
- (k) **Emerging markets.** If applicable, investing in emerging markets involves certain risks and special considerations not typically associated with investing in other more established economies or securities markets. Such risks may include (i) the risk of nationalization or expropriation of assets or confiscatory taxation; (ii) social, economic and political uncertainty; (iii) dependence on exports and the corresponding importance of international trade and commodities prices; (iv) less liquidity of securities markets; (v) currency exchange rate fluctuations; (vi) potentially higher rates of inflation (including hyper-inflation); (vii) controls on investment and limitations on repatriation of invested capital; (viii) a higher degree of governmental involvement in and control over the economies; (ix) government decisions to discontinue support for economic reform programs and imposition of centrally planned economies; (x) differences in auditing and financial reporting standards which may result in the unavailability of material information about economics and issuers; (xi) less extensive regulatory oversight of securities markets; (xii) longer settlement periods for securities transactions; (xiii) less stringent laws regarding the fiduciary duties of officers and directors and protection of investors; and (xiv) certain consequences regarding the maintenance of portfolio securities and cash with sub-custodians and securities depositories in emerging market countries.
- (l) **Capital Protection.** The capital protection is linked to the nominal value of the Security or a participation of the nominal value rather than the issue price or the secondary market price. The capital protection component can be under 100% of the nominal value. Capital protection does not necessarily mean 100% repayment of the purchase price. The secondary market price may be influenced by the interest rate development.
- (m) **Quanto feature.** The quanto feature cancels the currency exposure on the product payoff at maturity or expiration. Hence, on maturity or expiration, a product denominated in a currency different to the underlying asset(s) currency, will have its payoff calculated only on the performance of the underlying asset(s), with no account taken for the exchange rate between the two currencies at such time. During the life of the product, this non-exposure to currency may come at a cost or benefit depending on the difference between the domestic and foreign interest rates and the exchange rate between the two currencies.
- (n) **Averaging.** If applicable, prospective purchasers or holders of the Securities should be aware that the calculation of the final redemption formula is not based on a single closing level of the Underlying, but on the average of the closing levels of the Underlying on the averaging dates. This may have the effect that the final calculation level can be well below the price of the Underlying at exercise.