Clare-Island-B.V-notice of replacement

31st March 2011

CLARE ISLAND B.V. (the "Issuer")

€225,000,000 Class I Senior Floating Rate Notes due 2020

€110,500,000 Class II Senior Floating Rate Notes due 2020

€15,000,000 Class III-A Mezzanine Fixed Rate Notes due 2020

€17,000,000 Class III-B Mezzanine Floating Rate Notes due 2020

€8,300,000 Class IV-A Mezzanine Fixed Rate Notes due 2020

€18,200,000 Class IV-B Mezzanine Floating Rate Notes due 2020

€52,200,000 Subordinated Notes due 2020

€13,500,000 Class E Deferrable Interest Floating Rate Notes due 2022

€7,500,000 Structured Subordinated Notes due

2020 €16,000,000 Class S Combination Notes due 2020

*Notice of replacement

1. 1. NOTICE IS HEREBY GIVEN that On 18 February 2011, AIB Capital Markets PLC ("AIB CM") entered into an agreement with GSO Capital Partners International LLP ("GSO") pursuant to which the collateral management business of AIB CM in respect of this Issuer would be acquired by GSO.

2. In accordance with the provisions of the investment management agreement between, inter alios, the Issuer and AIB CM, it is intended that GSO replace AIB CM as investment manager to the Issuer and that an amended and restated investment management agreement be entered into between, inter alios, the Issuer and GSO.

3. Copies of the amended and restated investment management agreement to be entered into between, inter alios, the Issuer and GSO are available from AIB CM. Please contact Kerry MacCarthy of AIB CM (+353 1 641 7391, Kerry.M.MacCarthy@aib.ie).

4. This Notice is given by the Issuer.

Enquiries:
The Managing Directors
Clare Island B.V
Tel: +31 (0)20 575 5600
Fax: +31 (0)20 673 0016