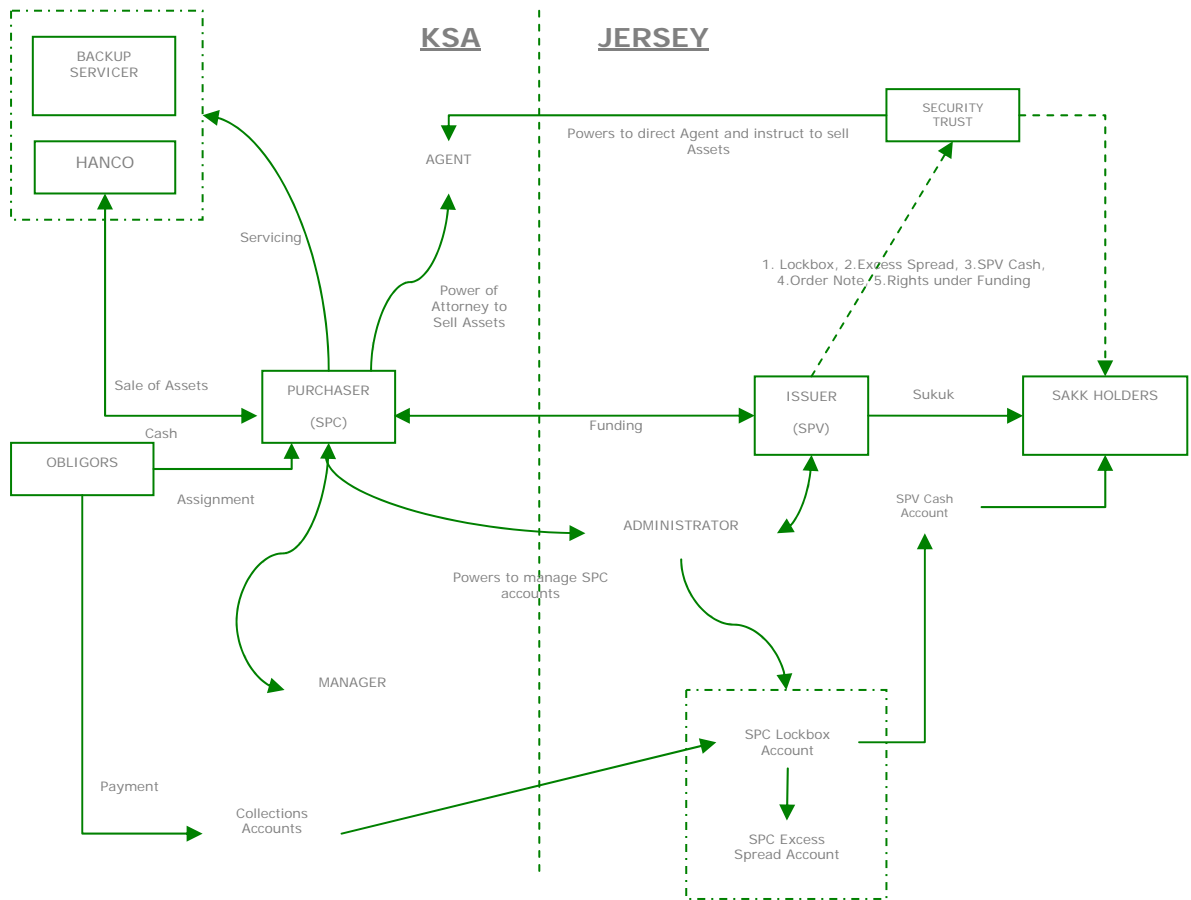


**CARAVAN I SUKUK - INVENTORY FLEET SECURITISATION****Indicative Terms and Conditions**

Issuer	: CARAVAN I LLC
Issued Paper	: Sukuk (Shariaa Compliant)
Regulator	: Jersey Financial Services Commission
Asset Class	: Inventory Fleet Securitisation
Credit Risk	: Pool of corporate obligors: Sabic, SAMBA, etc
Operational Risk	: Servicer and Back-up Servicer
Originator	: HANCO Saudi Arabia
Structurer/Arranger	: BSEC - Bemo Securitisation SAL
Underwriter	: Shamil Bank of Bahrain E.C
Currency	: Saudi Riyals (SR)
Principal Amount	: SR 98,000,000
Denomination	: SR 100,000
Minimum subscription	: SR 1,000,000
Issue Date (closing)	: February 2004
Scheduled Redemption Date	: May 2007
Payment Date	: Monthly
Principal Payment Date	: Monthly Amortization WAM 22.6 Months
Issue Price	: 100%
Return	: 6.00%
Legal Advisor (KSA)	: Legal Advisors/Baker & McKenzie
Legal Advisor (Jersey)	: Voisin & Co
Administrator	: Volaw Trust and Corporate Services Limited
Auditors (KSA)	: Mohammed I Altoaimi & Co/Ernst & Young
Auditors (Jersey)	: Deloitte and Touche
Security Trustee	: St James House Trustees Limited
Shariah Advisory Board	: Yasaar Limited - UK



Caravan I Limited Saudi auto inventory securitisation is a two-tier structure transaction. The Issuer, a Jersey limited liability company, will issue (i) the Sukuk and (ii) the Redeemable Participating Shares in the aggregate amount of SR102,167,281.20 and advance the proceeds to Al-Karam which will use the full amount of the advance to pay the purchase price for the Purchased Assets purchased by Al-Karam from Hanco. Al-Karam will own the Vehicles throughout the term of the transaction and will task Hanco with the operation of the Vehicles pursuant to the Servicing Agreement.

**The Sukuk** The Sukuk will have upon issuance an aggregate balance of SR98,000,000. The Sukuk will amortise monthly and pay principal and return on a monthly basis and are expected to be redeemed on or about May 8, 2007. The payment of principal on the Sukuk will start five months after the Closing Date. The Sukuk are expected to have a weighted average life of 22.6 months.

**The Purchase of Assets** The pool to be purchased by Al-Karam is composed of 2344 vehicles comprising 2036 cars, 271 trucks and vans and 37 buses. 797 Vehicles (representing 34% of the total number of the Vehicles) are used for the Leasing business and are subject to long-term agreements; 1378 Vehicles (representing 58.8% of the total number of the Vehicles) will be used for the Rental business; and 169 (representing 7.2% of the total number of the Vehicles) will be used for the Limousine business.

Al Karam will purchase from Hanco 95 existing long-term lease contracts entered into with 69 different corporate obligors. 21 of these obligors represent each more than 1% of the total leasing contracts and in aggregate represent more than 83% of the leasing contracts' outstanding balance. The largest concentration per obligor is of 20.09%.

**Servicing** Al-Karam will enter into the Servicing Agreement with Hanco pursuant to which Hanco will undertake to service the Purchased Assets for the benefit of Al-Karam. The Servicing Agreement will also provide for a Stand-by Servicer to step in should Hanco fail to perform its duties.

**The Issuer Cash Position** The Issuer will build up a cash reserve from amounts received in excess of the amounts to be paid in accordance with the Transaction Documents. This reserve is expected to reach SR2.5 million by end of June 2004 and will be maintained at that level throughout the life of the Sukuk.

**Al-Karam cash position** Al-Karam's Cash Position will initially be credited with SR4,500,000. The Available Cash Position will be applied on each Payment Date as per the Priority of Payment. Al Karam will have a cash reserve account (the Excess Spread Account) that will be expected to reach SR6.1 million by end of May 2004.

**Early Warning Triggers** The following events will trigger the partial or total sale of the assets:

- The Vehicles yielding less than 66% for a period of three months or more;
- The amount standing to the credit of the Excess Spread Account falling below SR3.5 million for two consecutive months after reaching the SR6.1 million threshold.
- The Issuer Cash Account falling below SR1.5 million on any Calculation Date after reaching SR2.5 million.
- The amount standing to the credit of the Excess Spread Account failing to reach SR6.1million by September 1, 2004.