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## Dexia Credit Local Credit- And Liquidity-Enhanced Ratings Lowered; On CreditWatch Developing

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NEW YORK (Standard & Poor's) Oct. 30, 2008--Standard & Poor's Ratings Services lowered its ratings on Dexia Credit Local credit- and liquidity-enhanced municipal issues and placed the ratings on CreditWatch with developing implications. These actions follow Standard & Poor's Oct. 7, 2008, downgrade of Dexia Credit Local to 'A+/A-1' from 'AA-/A-1+' and placement on CreditWatch with developing implications.

Issues additionally secured by Financial Security Assurance (FSA) (AAA/Watch Neg) bond insurance policies have also been placed on CreditWatch with negative implications reflecting the potential for their short-term ratings to be raised or lowered in the near term. However, the long-term ratings may also be lowered if the financial strength rating of FSA is lowered.

A list of the ratings that have changed as a result of this action are posted at [www.spviews.com](http://www.spviews.com). Go to the left hand navigation bar and click on "Deals Affected" to view or download the list entitled "Public Finance Dexia Credit Local Ratings, Oct. 29, 2008".

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