

SECURITIES AND EXCHANGE COMMISSION

FORM FWP

Filing under Securities Act Rules 163/433 of free writing prospectuses

Filing Date: **2008-08-29**
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SUBJECT COMPANY

EKSPORTFINANS ASA

CIK: **700978** | IRS No.: **000000000** | Fiscal Year End: **1231**
Type: **FWP** | Act: **34** | File No.: **333-140456** | Film No.: **081047144**
SIC: **6159** Miscellaneous business credit institution

Mailing Address
*PER H HOUGE, TRADE
COMMISSIONER
TRADE COMM OF NORWAY
825 THIRD AVE
NEW YORK NY 10022*

Business Address
*DRONNING MAUDS GT 15
0250
OSLO 2 NORWAY Q8
2124219210*

FILED BY

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**TERMS SUPPLEMENT NO. 26 dated August 29, 2008
 To Prospectus Supplement and Prospectus dated February 5, 2007 and
 Product Supplement No. 2 dated September 7, 2007
 Relating to the Eksportfinans ASA U.S. Medium-Term Note Program**

EKSPORTFINANS ASA

Reverse Exchangeable Securities with Contingent Downside Protection

\$[] [] % Enhanced Yield Securities linked to the common stock
 of Arch Coal, Inc. due December 18, 2008

\$[] [] % Enhanced Yield Securities linked to the common stock
 of MasterCard Incorporated due December 18, 2008

\$[] [] % Enhanced Yield Securities linked to the common stock
 of NIKE, Inc. due March 18, 2009

\$[] [] % Enhanced Yield Securities linked to the common stock
 of Occidental Petroleum Corporation due March 18, 2009

Offering Information

Offerings:

This terms supplement relates to four separate offerings of securities, each of which is linked to one, and only one, Underlying Stock. You may participate in any or all of the security offerings. This terms supplement does not, however, allow you to purchase a security linked to a basket of more than one or all of the Underlying Stocks described below.

Issuer:

Eksportfinans ASA

Issuer Rating:

Aaa (negative outlook) (Moody' s)/AA+ (Standard & Poor' s)/AAA (Fitch)

Underlying Stock:

The Underlying Stock for each security offering will be the common stock of the issuers as set forth in the table below:

<u>Underlying Stock (for each of the security offerings)</u>	<u>CUSIP No.</u>	<u>Relevant Exchange</u>	<u>Ticker Symbol</u>
Arch Coal, Inc.	039380100	NYSE	ACI
MasterCard Incorporated	57636Q104	NYSE	MA
NIKE, Inc.	654106103	NYSE	NKE
Occidental Petroleum Corporation	674599105	NYSE	OXY

Agent:

Wachovia Capital Markets, LLC

Principal Amount per security:

\$1,000.00

Issue Price per security:

100.00%

Maturity Date:

Securities linked to Arch Coal, Inc.	December 18, 2008
Securities linked to MasterCard Incorporated	December 18, 2008
Securities linked to NIKE, Inc.	March 18, 2009
Securities linked to Occidental Petroleum Corporation	March 18, 2009

Valuation Date: (as further described in product supplement no. 2)	Securities linked to Arch Coal, Inc.	December 11, 2008
	Securities linked to MasterCard Incorporated	December 11, 2008
	Securities linked to NIKE, Inc.	March 11, 2009
	Securities linked to Occidental Petroleum Corporation	March 11, 2009

Securities linked to Arch Coal, Inc., expected to be [17.00-18.00]% per annum (to be determined on the trade date), payable monthly.

Securities linked to MasterCard Incorporated, expected to be [10.00-11.00]% per annum (to be determined on the trade date), payable monthly.

Interest:

Securities linked to NIKE, Inc., expected to be [9.50-10.50]% per annum (to be determined on the trade date), payable monthly.

Securities linked to Occidental Petroleum Corporation, expected to be [11.00-12.00]% per annum (to be determined on the trade date), payable monthly.

Interest Payment Dates:

Securities linked to Arch Coal, Inc.	18 th of each month, starting October 18, 2008
Securities linked to MasterCard Incorporated	18 th of each month, starting October 18, 2008
Securities linked to NIKE, Inc.	18 th of each month, starting October 18, 2008
Securities linked to Occidental Petroleum Corporation	18 th of each month, starting October 18, 2008

Initial Stock Price:

Securities linked to Arch Coal, Inc.	\$[]
Securities linked to MasterCard Incorporated	\$[]
Securities linked to NIKE, Inc.	\$[]
Securities linked to Occidental Petroleum Corporation	\$[]

Knock-in Price:

Securities linked to Arch Coal, Inc.:
\$[], the price that is 30.00% below the initial stock price.

Securities linked to MasterCard Incorporated:
\$[], the price that is 25.00% below the initial stock price.

Securities linked to NIKE, Inc.:
\$[], the price that is 20.00% below the initial stock price.

Securities linked to Occidental Petroleum Corporation:
\$[], the price that is 25.00% below the initial stock price.

Share Amount:

Securities linked to Arch Coal, Inc.	\$[]
Securities linked to MasterCard Incorporated	\$[]
Securities linked to NIKE, Inc.	\$[]
Securities linked to Occidental Petroleum Corporation	\$[]

Exchange Listing:

None

Trade Date:

, 2008

Expected Original Issue Date:

, 2008

CUSIP Number:

CUSIP No. _____

Securities linked to Arch Coal, Inc.	\$[]
Securities linked to MasterCard Incorporated	\$[]
Securities linked to NIKE, Inc.	\$[]
Securities linked to Occidental Petroleum Corporation	\$[]

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Securities linked to Arch Coal, Inc	Per Security	Total
Public Offering Price	\$	\$
Underwriting Discount and Commission	\$	\$
Proceeds to Eksportfinans ASA	\$	\$
Securities linked to MasterCard Incorporated	Per Security	Total
Public Offering Price	\$	\$
Underwriting Discount and Commission	\$	\$
Proceeds to Eksportfinans ASA	\$	\$
Securities linked to NIKE, Inc	Per Security	Total
Public Offering Price	\$	\$
Underwriting Discount and Commission	\$	\$
Proceeds to Eksportfinans ASA	\$	\$
Securities linked to Occidental Petroleum Corporation	Per Security	Total
Public Offering Price	\$	\$
Underwriting Discount and Commission	\$	\$
Proceeds to Eksportfinans ASA	\$	\$

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Additional terms specific to the securities

Eksportfinans ASA has filed a registration statement (including a prospectus) with the Securities and Exchange Commission, or SEC, for the offerings to which this terms supplement relates. Before you invest, you should read the prospectus in that registration statement and the other documents relating to these offerings that Eksportfinans ASA has filed with the SEC for more complete information about Eksportfinans ASA and these offerings. You may get these documents without cost by visiting EDGAR on the SEC Web site at www.sec.gov. Alternatively, Eksportfinans ASA, any agent or any dealer participating in these offerings will arrange to send you the prospectus, each prospectus supplement, product supplement no. 2 and this terms supplement if you so request by calling toll-free 1-888-215-4145 or 1-212-214-6282.

You should read this terms supplement together with the prospectus dated February 5, 2007, as supplemented by the prospectus supplement dated February 5, 2007 relating to our medium-term notes of which these securities are a part, and the more detailed information contained in product supplement no. 2 dated September 7, 2007. This terms supplement, together with these documents, contains the terms of the securities and supersedes all other prior or contemporaneous oral statements as well as any other written materials including preliminary or indicative pricing terms, correspondence, trade ideas, structures for implementation, sample structures, brochures or other educational materials of ours. You should carefully consider, among other things, the matters set forth in “Risk factors” in the accompanying product supplement no. 2 and the accompanying prospectus supplement, as the securities involve risks not associated with conventional debt securities. We urge you to consult your investment, legal, tax, accounting and other advisers before you invest in the securities.

You may access these documents on the SEC Web site at www.sec.gov as follows (or if such address has changed, by reviewing our filings for the relevant date on the SEC Web site):

<http://www.sec.gov/Archives/edgar/data/700978/000095012307012382/u53557e424b2.htm>

Our Central Index Key, or CIK, on the SEC Web site is 700978. As used in this terms supplement, the “Company,” “we,” “us,” or “our” refers to Eksportfinans ASA.

Selected risk considerations

An investment in the securities involves significant risks. Investing in the securities is not equivalent to investing directly in the Underlying Stocks. These risks are explained in more detail in the “Risk factors” sections of the accompanying product supplement no. 2 dated September 7, 2007 and the accompanying prospectus supplement.

No guaranteed return of principal. With an investment in the securities, you bear the risk of losing some or all of the value of your principal if a knock-in event occurs during the term of the securities and the final stock price is less than the initial stock price. Under these circumstances, at maturity, for each security you hold, the maturity payment amount that you will receive will be shares of the applicable Underlying Stock, which represents the number of shares of the applicable Underlying Stock equal to the share amount multiplied by the share multiplier. In these circumstances, you will lose some or all of the value of the principal amount of your securities and receive shares of the applicable Underlying Stock instead of a cash payment.

Yield may be lower. The yield that you will receive on your securities, which could be negative, may be less than the return you could earn on other investments. Even if your yield is positive, your yield may be less than the yield you would earn if you bought a standard senior non-callable debt security with the same maturity date.

Relationship to the Underlying Stocks. You will have no rights against any of the Underlying Stock Issuers even though the market value of the securities and the amount you will receive at maturity depend on the performance of the applicable Underlying Stock. The Underlying Stock Issuers are not involved in the offering of the securities and have no obligations relating to the securities. In addition, you will not receive any dividend payments or other distributions on any of the Underlying Stocks, and as a holder of the securities, you will not have voting rights or any other rights that holders of the Underlying Stocks may have.

No active trading market. The securities will not be listed or displayed on any securities exchange, the Nasdaq National Market or any electronic communications network. There can be no assurance that a liquid trading market will develop for the securities. The development of a trading market for the securities will depend on our financial performance and other factors such as the market price of any of the Underlying Stocks. Even if a secondary market for the securities develops, it may not provide significant liquidity and transaction costs in any secondary market could be high.

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Potential conflicts of interest. Wachovia Capital Markets, LLC or its affiliates may presently or from time to time engage in business that may adversely affect the price of the securities, including hedging activities. In addition, the inclusion of commissions and projected profits from hedging in the original issue price is likely to adversely affect secondary market prices. In the course of business, Wachovia Capital Markets, LLC or its affiliates may acquire non-public information relating to any of the Underlying Stock Issuers and, in addition, one or more affiliates of Wachovia Capital Markets, LLC may publish research reports about any of the Underlying Stock Issuers. Neither we nor Wachovia Capital Markets, LLC makes any representation to any purchasers of the securities regarding any matters whatsoever relating to any of the Underlying Stock Issuers.

Hypothetical returns

The following table illustrates the hypothetical maturity payment amount and corresponding hypothetical return at maturity per security (in each case, including interest payments), for a range of hypothetical final stock prices and the corresponding hypothetical price return of each of the Underlying Stocks and whether or not a knock-in event has occurred.

The tables below assume no market disruption event, antidilution adjustments or settlement disruption event occurs. Also, the hypothetical rates of return shown below do not take into account the effects of applicable taxes. Because of the U.S. tax treatment applicable to the securities, tax liabilities could affect the after-tax rate of return on the securities to a comparatively greater extent than the after-tax return on each of the Underlying Stocks.

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Securities linked to Arch Coal, Inc.

The examples are based on the following hypothetical terms:

- a hypothetical initial stock price of \$54.33;
- a hypothetical knock-in price of \$38.031;
- an interest rate of 17.50%; and

- an investment term of 90 days.

The figures below are for purposes of illustration only. The actual maturity payment amount and the resulting return (inclusive of coupons) will depend on the actual final stock price and whether or not a knock-in event occurs, each determined by the calculation agent as described in this terms supplement.

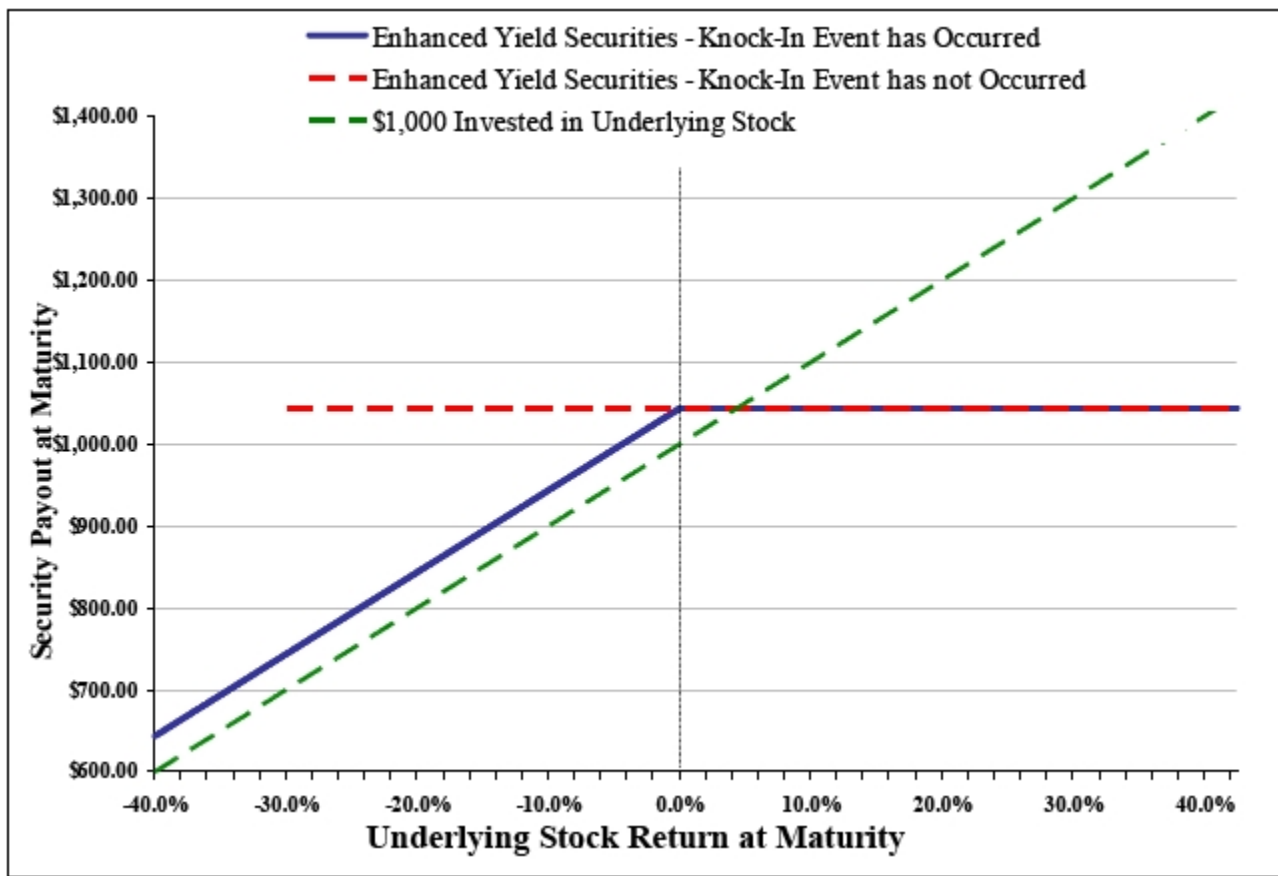
Hypothetical Final Stock Price	Hypothetical Price Return of the Underlying Stock			A Knock-In Event Has Occurred		A Knock-In Event Has Not Occurred		
				Hypothetical Return at Maturity per Security (Including Interest)(1)	Hypothetical Maturity Payment Amount per Security (Including Interest)	Hypothetical Return at Maturity per Security (Including Interest)(1)	Hypothetical Maturity Payment Amount per Security (Including Interest)	
\$ 27.17	-50	%	-45.63	%	\$ 543.75	-		-
\$ 29.88	-45	%	-40.63	%	\$ 593.75	-		-
\$ 32.60	-40	%	-35.63	%	\$ 643.75	-		-
\$ 35.31	-35	%	-30.63	%	\$ 693.75	-		-
\$ 38.031	-30	%	-25.63	%	\$ 743.75	-		-
\$ 40.75	-25	%	-20.63	%	\$ 793.75	4.38	%	\$ 1,043.75
\$ 43.46	-20	%	-15.63	%	\$ 843.75	4.38	%	\$ 1,043.75
\$ 46.18	-15	%	-10.63	%	\$ 893.75	4.38	%	\$ 1,043.75
\$ 48.90	-10	%	-5.63	%	\$ 943.75	4.38	%	\$ 1,043.75
\$ 51.61	-5	%	-0.63	%	\$ 993.75	4.38	%	\$ 1,043.75
\$ 54.33	0	%	4.37	%	\$ 1,043.75	4.38	%	\$ 1,043.75
\$ 57.05	5	%	4.38	%	\$ 1,043.75	4.38	%	\$ 1,043.75
\$ 59.76	10	%	4.38	%	\$ 1,043.75	4.38	%	\$ 1,043.75
\$ 62.48	15	%	4.38	%	\$ 1,043.75	4.38	%	\$ 1,043.75
\$ 65.20	20	%	4.38	%	\$ 1,043.75	4.38	%	\$ 1,043.75
\$ 67.91	25	%	4.38	%	\$ 1,043.75	4.38	%	\$ 1,043.75
\$ 70.63	30	%	4.38	%	\$ 1,043.75	4.38	%	\$ 1,043.75
\$ 73.35	35	%	4.38	%	\$ 1,043.75	4.38	%	\$ 1,043.75
\$ 76.06	40	%	4.38	%	\$ 1,043.75	4.38	%	\$ 1,043.75
\$ 78.78	45	%	4.38	%	\$ 1,043.75	4.38	%	\$ 1,043.75
\$ 81.50	50	%	4.38	%	\$ 1,043.75	4.38	%	\$ 1,043.75

- (1) The returns at maturity specified above are not annualized rates of return but rather actual returns over the term of the security and, in the case of the securities, are calculated based on a hypothetical 90-day investment term and, in the case of the applicable Underlying Stock, do not take into account dividends, if any, paid on the applicable Underlying Stock or any transaction fees and expenses.

TS-6

The following graph sets forth the return at maturity for a range of final stock prices both if a knock-in event has occurred and if a knock-in event has not occurred.

Return Profile of []% Enhanced Yield Securities vs. Arch Coal, Inc.*



* Assumes an interest rate of 17.50% per annum and a 90-day term.

TS-7

Securities linked to MasterCard Incorporated

The examples are based on the following hypothetical terms:

- a hypothetical initial stock price of \$236.75;
- a hypothetical knock-in price of \$177.563;
- an interest rate of 10.50%; and
- an investment term of 90 days.

The figures below are for purposes of illustration only. The actual maturity payment amount and the resulting return (inclusive of coupons) will depend on the actual final stock price and whether or not a knock-in event occurs, each determined by the calculation agent as described in this terms supplement.

Hypothetical Final Stock Price	Hypothetical Price Return of the Underlying Stock	A Knock-In Event Has Occurred		A Knock-In Event Has Not Occurred	
		Hypothetical Return at Maturity per Security (Including Interest)(1)	Hypothetical Maturity Payment Amount per Security (Including Interest)	Hypothetical Return at Maturity per Security (Including Interest)(1)	Hypothetical Maturity Payment Amount per Security (Including Interest)
\$ 118.38	-50 %	-47.38 %	\$ 526.25	-	-
\$ 130.21	-45 %	-42.38 %	\$ 576.25	-	-
\$ 142.05	-40 %	-37.38 %	\$ 626.25	-	-
\$ 153.89	-35 %	-32.38 %	\$ 676.25	-	-

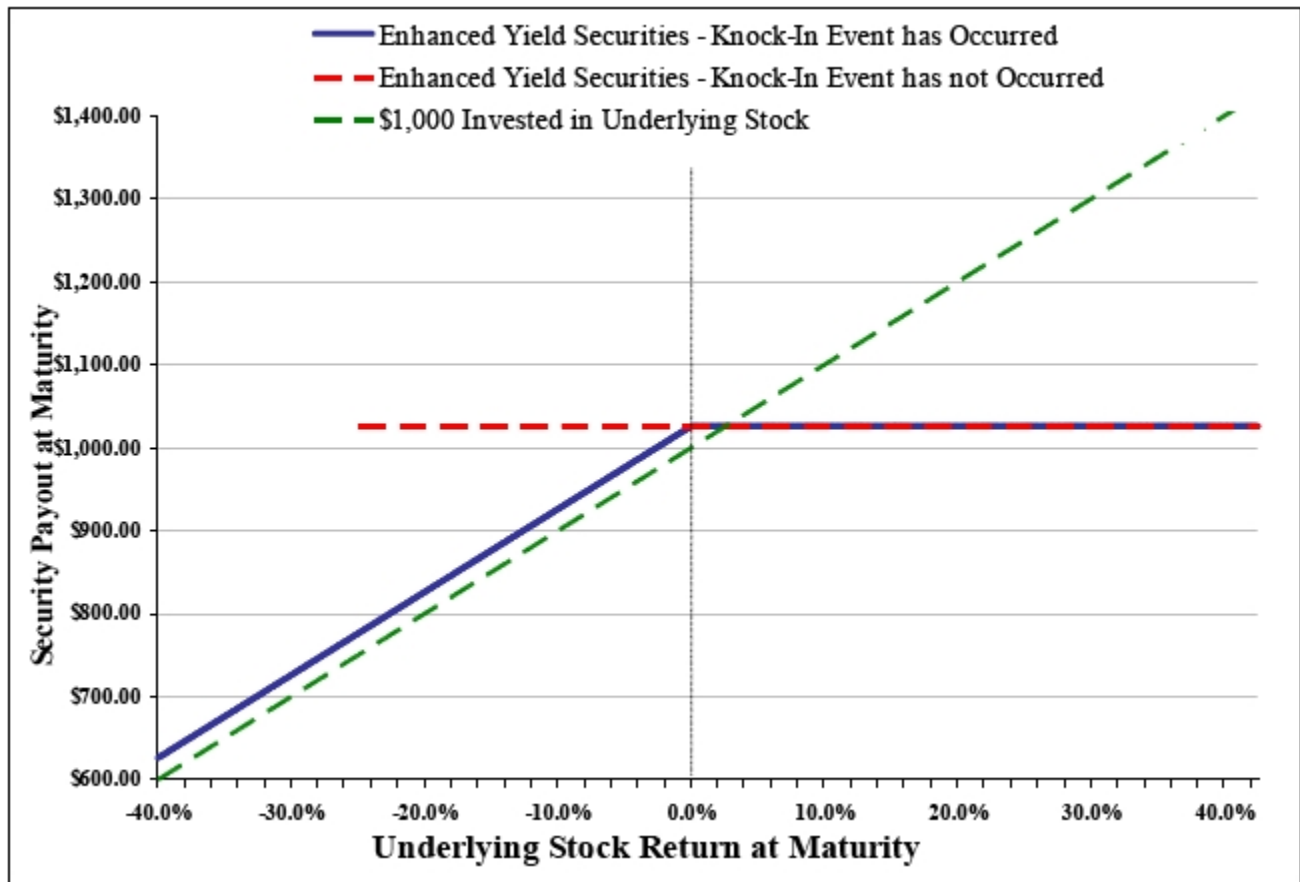
\$	165.73	-30	%	-27.38	%	\$	726.25	-	-		
\$	177.563	-25	%	-22.38	%	\$	776.25	-	-		
\$	189.40	-20	%	-17.38	%	\$	826.25	2.63	%	\$	1,026.25
\$	201.24	-15	%	-12.38	%	\$	876.25	2.63	%	\$	1,026.25
\$	213.08	-10	%	-7.38	%	\$	926.25	2.63	%	\$	1,026.25
\$	224.91	-5	%	-2.38	%	\$	976.25	2.63	%	\$	1,026.25
\$	236.75	0	%	2.62	%	\$	1,026.25	2.63	%	\$	1,026.25
\$	248.59	5	%	2.63	%	\$	1,026.25	2.63	%	\$	1,026.25
\$	260.43	10	%	2.63	%	\$	1,026.25	2.63	%	\$	1,026.25
\$	272.26	15	%	2.63	%	\$	1,026.25	2.63	%	\$	1,026.25
\$	284.10	20	%	2.63	%	\$	1,026.25	2.63	%	\$	1,026.25
\$	295.94	25	%	2.63	%	\$	1,026.25	2.63	%	\$	1,026.25
\$	307.78	30	%	2.63	%	\$	1,026.25	2.63	%	\$	1,026.25
\$	319.61	35	%	2.63	%	\$	1,026.25	2.63	%	\$	1,026.25
\$	331.45	40	%	2.63	%	\$	1,026.25	2.63	%	\$	1,026.25
\$	343.29	45	%	2.63	%	\$	1,026.25	2.63	%	\$	1,026.25
\$	355.13	50	%	2.63	%	\$	1,026.25	2.63	%	\$	1,026.25

- (1) The returns at maturity specified above are not annualized rates of return but rather actual returns over the term of the security and, in the case of the securities, are calculated based on a hypothetical 90-day investment term and, in the case of the applicable Underlying Stock, do not take into account dividends, if any, paid on the applicable Underlying Stock or any transaction fees and expenses.

TS-8

The following graph sets forth the return at maturity for a range of final stock prices both if a knock-in event has occurred and if a knock-in event has not occurred.

Return Profile of []% Enhanced Yield Securities vs. MasterCard Incorporated*



* Assumes an interest rate of 10.50% per annum and a 90-day term.

Securities linked to NIKE, Inc.

The examples are based on the following hypothetical terms:

- a hypothetical initial stock price of \$58.92;
- a hypothetical knock-in price of \$47.136;
- an interest rate of 10.00%; and
- an investment term of 180 days.

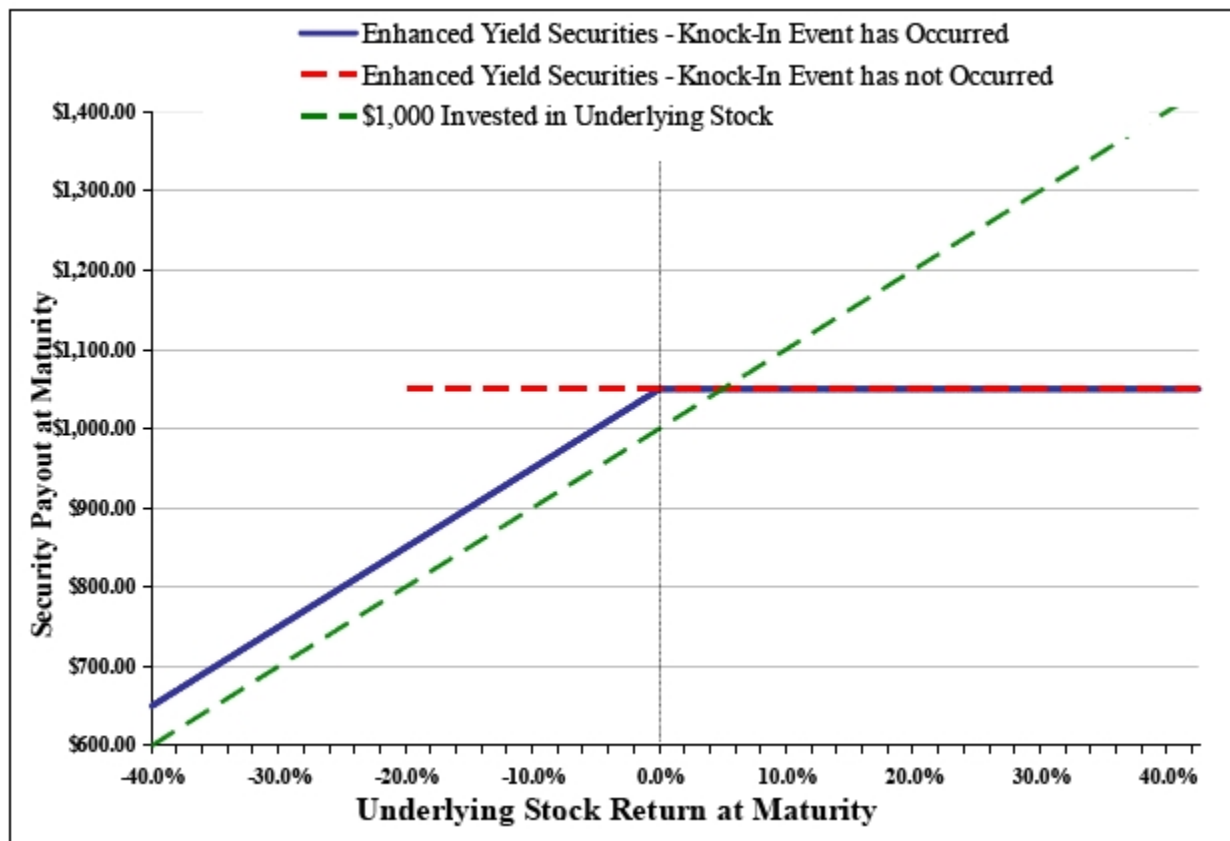
The figures below are for purposes of illustration only. The actual maturity payment amount and the resulting return (inclusive of coupons) will depend on the actual final stock price and whether or not a knock-in event occurs, each determined by the calculation agent as described in this terms supplement.

Hypothetical Final Stock Price	Hypothetical Price Return of the Underlying Stock			A Knock-In Event Has Occurred		A Knock-In Event Has Not Occurred		
				Hypothetical Return at Maturity per Security (Including Interest)(1)	Hypothetical Maturity Payment Amount per Security (Including Interest)	Hypothetical Return at Maturity per Security (Including Interest)(1)	Hypothetical Maturity Payment Amount per Security (Including Interest)	
\$ 29.46	-50	%	-45.00	%	\$ 550.00	–		–
\$ 32.41	-45	%	-40.00	%	\$ 600.00	–		–
\$ 35.35	-40	%	-35.00	%	\$ 650.00	–		–
\$ 38.30	-35	%	-30.00	%	\$ 700.00	–		–
\$ 41.24	-30	%	-25.00	%	\$ 750.00	–		–
\$ 44.19	-25	%	-20.00	%	\$ 800.00	–		–
\$ 47.136	-20	%	-15.00	%	\$ 850.00	–		–
\$ 50.08	-15	%	-10.00	%	\$ 900.00	5.00	%	\$ 1,050.00
\$ 53.03	-10	%	-5.00	%	\$ 950.00	5.00	%	\$ 1,050.00
\$ 55.97	-5	%	0.00	%	\$ 1,000.00	5.00	%	\$ 1,050.00
\$ 58.92	0	%	5.00	%	\$ 1,050.00	5.00	%	\$ 1,050.00
\$ 61.87	5	%	5.00	%	\$ 1,050.00	5.00	%	\$ 1,050.00
\$ 64.81	10	%	5.00	%	\$ 1,050.00	5.00	%	\$ 1,050.00
\$ 67.76	15	%	5.00	%	\$ 1,050.00	5.00	%	\$ 1,050.00
\$ 70.70	20	%	5.00	%	\$ 1,050.00	5.00	%	\$ 1,050.00
\$ 73.65	25	%	5.00	%	\$ 1,050.00	5.00	%	\$ 1,050.00
\$ 76.60	30	%	5.00	%	\$ 1,050.00	5.00	%	\$ 1,050.00
\$ 79.54	35	%	5.00	%	\$ 1,050.00	5.00	%	\$ 1,050.00
\$ 82.49	40	%	5.00	%	\$ 1,050.00	5.00	%	\$ 1,050.00
\$ 85.43	45	%	5.00	%	\$ 1,050.00	5.00	%	\$ 1,050.00
\$ 88.38	50	%	5.00	%	\$ 1,050.00	5.00	%	\$ 1,050.00

- (1) The returns at maturity specified above are not annualized rates of return but rather actual returns over the term of the security and, in the case of the securities, are calculated based on a hypothetical 180-day investment term and, in the case of the applicable Underlying Stock, do not take into account dividends, if any, paid on the applicable Underlying Stock or any transaction fees and expenses.

The following graph sets forth the return at maturity for a range of final stock prices both if a knock-in event has occurred and if a knock-in event has not occurred.

Return Profile of []% Enhanced Yield Securities vs. NIKE, Inc.*



* Assumes an interest rate of 10.00% per annum and a 180-day term.

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Securities linked to Occidental Petroleum Corporation

The examples are based on the following hypothetical terms:

- a hypothetical initial stock price of \$82.51;
- a hypothetical knock-in price of \$61.883;
- an interest rate of 11.50%; and
- an investment term of 180 days.

The figures below are for purposes of illustration only. The actual maturity payment amount and the resulting return (inclusive of coupons) will depend on the actual final stock price and whether or not a knock-in event occurs, each determined by the calculation agent as described in this terms supplement.

Hypothetical Final Stock Price	Hypothetical Price Return of the Underlying Stock	A Knock-In Event Has Occurred		A Knock-In Event Has Not Occurred	
		Hypothetical Return at Maturity per Security (Including Interest)(1)	Hypothetical Maturity Payment Amount per Security (Including Interest)	Hypothetical Return at Maturity per Security (Including Interest)(1)	Hypothetical Maturity Payment Amount per Security (Including Interest)
\$ 41.26	-50 %	-44.25 %	\$ 557.50	-	-
\$ 45.38	-45 %	-39.25 %	\$ 607.50	-	-
\$ 49.51	-40 %	-34.25 %	\$ 657.50	-	-
\$ 53.63	-35 %	-29.25 %	\$ 707.50	-	-
\$ 57.76	-30 %	-24.25 %	\$ 757.50	-	-
\$ 61.883	-25 %	-19.25 %	\$ 807.50	-	-

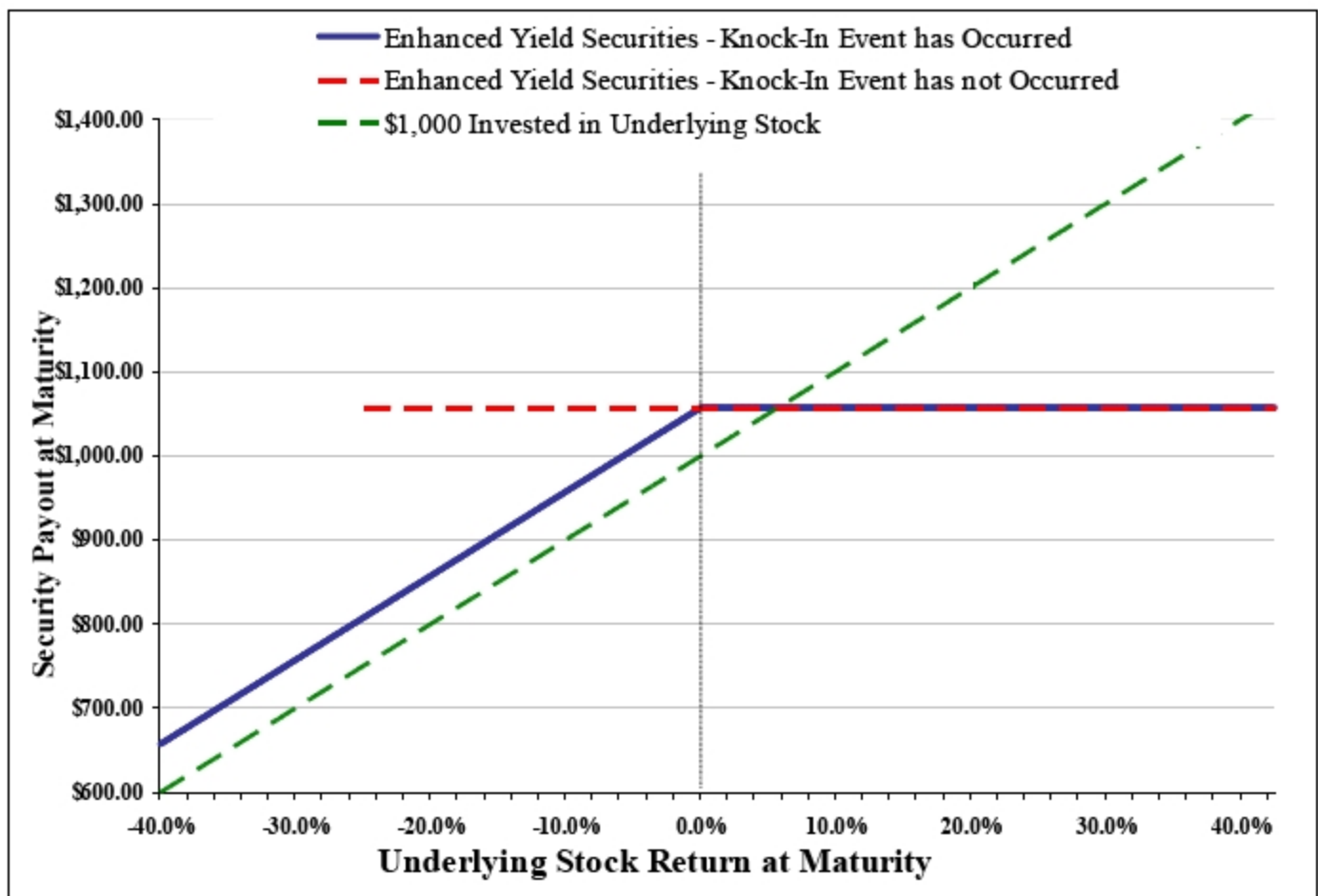
\$	66.01	-20	%	-14.25	%	\$	857.50	5.75	%	\$	1,057.50
\$	70.13	-15	%	-9.25	%	\$	907.50	5.75	%	\$	1,057.50
\$	74.26	-10	%	-4.25	%	\$	957.50	5.75	%	\$	1,057.50
\$	78.38	-5	%	0.75	%	\$	1,007.50	5.75	%	\$	1,057.50
\$	82.51	0	%	5.75	%	\$	1,057.50	5.75	%	\$	1,057.50
\$	86.64	5	%	5.75	%	\$	1,057.50	5.75	%	\$	1,057.50
\$	90.76	10	%	5.75	%	\$	1,057.50	5.75	%	\$	1,057.50
\$	94.89	15	%	5.75	%	\$	1,057.50	5.75	%	\$	1,057.50
\$	99.01	20	%	5.75	%	\$	1,057.50	5.75	%	\$	1,057.50
\$	103.14	25	%	5.75	%	\$	1,057.50	5.75	%	\$	1,057.50
\$	107.26	30	%	5.75	%	\$	1,057.50	5.75	%	\$	1,057.50
\$	111.39	35	%	5.75	%	\$	1,057.50	5.75	%	\$	1,057.50
\$	115.51	40	%	5.75	%	\$	1,057.50	5.75	%	\$	1,057.50
\$	119.64	45	%	5.75	%	\$	1,057.50	5.75	%	\$	1,057.50
\$	123.77	50	%	5.75	%	\$	1,057.50	5.75	%	\$	1,057.50

- (1) The returns at maturity specified above are not annualized rates of return but rather actual returns over the term of the security and, in the case of the securities, are calculated based on a hypothetical 180-day investment term and, in the case of the applicable Underlying Stock, do not take into account dividends, if any, paid on the applicable Underlying Stock or any transaction fees and expenses.

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The following graph sets forth the return at maturity for a range of final stock prices both if a knock-in event has occurred and if a knock-in event has not occurred.

Return Profile of []% Enhanced Yield Securities vs. Occidental Petroleum Corporation*



* Assumes an interest rate of 11.50% per annum and an 180-day term.

The Underlying Stocks

The Underlying Stock Issuers

Provided below is a brief description of the Underlying Stock Issuers obtained from publicly available information published by the Underlying Stock Issuers. Neither we nor Wachovia Capital Markets, LLC makes any representation to any purchasers of the securities regarding any matters whatsoever relating to the Underlying Stock Issuers. Any prospective purchaser of the securities should undertake an independent investigation of the Underlying Stock Issuers as in its judgment is appropriate to make an informed decision regarding an investment in the securities.

Each of the Underlying Stocks is registered under the Exchange Act. Companies with securities registered under the Exchange Act are required to file periodically financial and other information specified by the SEC. Information filed with the SEC can be inspected and copied at the Public Reference Section of the SEC, Room 1580, 100 F Street, N.E., Washington, D.C. 20549. Copies of this material can also be obtained from the Public Reference Section, at prescribed rates. In addition, information filed by each of the Underlying Stock Issuers with the SEC electronically can be reviewed through a website maintained by the SEC. The address of the SEC's website is <http://www.sec.gov>.

Arch Coal, Inc. is one of the largest coal producers in the United States. At December 31, 2006, it operated 21 active mines located in each of the three major low sulfur coal-producing regions of the United States. Arch Coal, Inc. sells substantially all of its coal to producers of electric power, steel producers and industrial facilities, fueling approximately 6% of all electricity generated in the United States. Information filed with the SEC by Arch Coal, Inc. under the Exchange Act can be located by reference to SEC file number 001-13105.

MasterCard Incorporated is a leading global payment solutions company that provides a variety of services in support of the credit, debit and related payment programs of over 25,000 financial institutions. Through its three-tiered business model as franchisor, processor and advisor, it develops and markets payment solutions, processes payment transactions, and provides consulting and information services to its customers and merchants. MasterCard Incorporated manages a family of well-known, widely accepted payment card brands, including MasterCard[®], MasterCard Electronic[™], Maestro[®] and Cirrus[®], which it licenses to its customers. MasterCard Incorporated generates revenues from the fees that it charges its customers for providing transaction processing and other payment-related services (operations fees). Information filed with the SEC by MasterCard Incorporated under the Exchange Act can be located by reference to SEC file number 001-32877.

NIKE, Inc.'s primary business activity is the design, development and worldwide marketing of high quality footwear, apparel, equipment, and accessory products. NIKE, Inc. is the largest seller of athletic footwear and athletic apparel in the world. NIKE, Inc. sells its products to retail accounts, through NIKE, Inc.-owned retail including stores and internet sales, and through a mix of independent distributors and licensees, in over 180 countries around the world. Virtually all of NIKE, Inc.'s products are manufactured by independent contractors. Virtually all footwear and apparel products are produced outside the United States, while equipment products are produced both in the United States and abroad. Information filed with the SEC by NIKE, Inc., under the Exchange Act can be located by reference to SEC file number 001-10635.

Occidental Petroleum Corporation's principal businesses consist of two industry segments operated by its subsidiaries and affiliates. The subsidiaries and other affiliates in the oil and gas segment explore for, develop, produce and market crude oil, natural gas liquids (NGL) and natural gas. The subsidiaries and other affiliates in the chemical segment (OxyChem) manufacture and market basic chemicals, vinyls and performance chemicals. Information filed with the SEC by Occidental Petroleum Corporation under the Exchange Act can be located by reference to SEC file number 001-09210.

Historical Data

Each of the Underlying Stocks is listed on the Relevant Exchange under its respective symbol described above. The following table sets forth the high intra-day, low intra-day and quarter-end closing prices for each of the Underlying Stocks for the four calendar quarters in each of 2004, 2005, 2006, and 2007, the first two calendar quarters of 2008 and the period from July 1, 2008 to August 26, 2008, except the Underlying Stock of MasterCard Incorporated, which was listed on the NYSE on May 24, 2006. For each of the Underlying Stocks, the historical prices listed below were obtained from Bloomberg Financial Markets without independent verification. These historical prices should not be taken as an indication of future performance, and no assurance can be given that the price of either of the Underlying Stocks will not decrease such that you would receive less than the principal amount of your securities at maturity.

Any historical upward or downward trend in the price of any of the Underlying Stocks during any period shown below is not an indication that the price of that Underlying Stock is more or less likely to increase or decrease at any time during the term of the securities. You should not take the historical performance levels as an indication of future performance of any of the Underlying Stocks. We cannot assure you that the future performance of any of the Underlying Stocks will result in your receiving the principal amount of your securities on the maturity date. The actual performance of each of the Underlying Stocks over the life of the securities may bear little relation to the historical levels shown below.

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Arch Coal, Inc.

<u>Quarter-Start Date</u>	<u>Quarter- End Date</u>	<u>High Intra-Day Price</u>	<u>Low Intra-Day Price</u>	<u>Quarter- End Closing Price</u>
1/1/2004	3/31/2004	16.45	13.10	15.70
4/1/2004	6/30/2004	18.50	13.87	18.30
7/1/2004	9/30/2004	18.47	15.05	17.75
10/1/2004	12/31/2004	19.50	15.93	17.77
1/1/2005	3/31/2005	23.77	16.60	21.51
4/1/2005	6/30/2005	27.88	20.15	27.24
7/1/2005	9/30/2005	34.97	25.14	33.75
10/1/2005	12/31/2005	41.10	30.50	39.75
1/1/2006	3/31/2006	44.15	34.30	37.97
4/1/2006	6/30/2006	56.45	37.10	42.37
7/1/2006	9/30/2006	44.13	25.88	28.91
10/1/2006	12/31/2006	37.03	25.85	30.03
1/1/2007	3/31/2007	33.79	27.18	30.69
4/1/2007	6/30/2007	42.59	30.33	34.80
7/1/2007	9/30/2007	37.00	27.76	33.74
10/1/2007	12/31/2007	45.22	32.99	44.93
1/1/2008	3/31/2008	56.15	32.98	43.5
4/1/2008	6/30/2008	77.40	41.25	75.03
7/1/2008	8/26/2008	75.41	43.90	54.33

MasterCard Incorporated

<u>Quarter-Start Date</u>	<u>Quarter- End Date</u>	<u>High Intra-Day Price</u>	<u>Low Intra-Day Price</u>	<u>Quarter- End Closing Price</u>
5/24/2006	6/30/2006	50.63	39.00	48.00
7/1/2006	9/30/2006	70.45	43.67	70.35
10/1/2006	12/31/2006	108.60	68.28	98.49
1/1/2007	3/31/2007	118.07	95.30	106.24
4/1/2007	6/30/2007	169.40	105.93	165.87
7/1/2007	9/30/2007	174.60	120.00	147.97
10/1/2007	12/31/2007	227.18	143.15	215.20
1/1/2008	3/31/2008	230.35	160.82	222.99
4/1/2008	6/30/2008	320.30	219.85	265.52
7/1/2008	8/26/2008	290.96	221.00	236.75

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NIKE, Inc.

<u>Quarter-Start Date</u>	<u>Quarter- End Date</u>	<u>High Intra-Day Price</u>	<u>Low Intra-Day Price</u>	<u>Quarter- End Closing Price</u>
1/1/2004	3/31/2004	39.28	33.16	38.94
4/1/2004	6/30/2004	39.28	32.91	37.88
7/1/2004	9/30/2004	40.01	34.31	39.40
10/1/2004	12/31/2004	46.22	38.31	45.35
1/1/2005	3/31/2005	45.67	40.72	41.66
4/1/2005	6/30/2005	45.47	37.55	43.30

7/1/2005	9/30/2005	44.50	38.27	40.84
10/1/2005	12/31/2005	45.77	39.97	43.40
1/1/2006	3/31/2006	44.08	40.30	42.55
4/1/2006	6/30/2006	42.93	38.70	40.50
7/1/2006	9/30/2006	44.46	37.76	43.81
10/1/2006	12/31/2006	50.60	43.46	49.52
1/1/2007	3/31/2007	55.05	47.46	53.13
4/1/2007	6/30/2007	59.26	51.87	58.29
7/1/2007	9/30/2007	60.99	52.00	58.66
10/1/2007	12/31/2007	67.93	58.60	64.24
1/1/2008	3/31/2008	70.6	51.5	68.00
4/1/2008	6/30/2008	70.28	57.63	59.61
7/1/2008	8/26/2008	64.80	54.64	58.92

Occidental Petroleum Corporation

<u>Quarter-Start Date</u>	<u>Quarter- End Date</u>	<u>High Intra-Day Price</u>	<u>Low Intra-Day Price</u>	<u>Quarter- End Closing Price</u>
1/1/2004	3/31/2004	23.61	20.98	23.03
4/1/2004	6/30/2004	24.86	21.77	24.21
7/1/2004	9/30/2004	28.23	23.88	27.97
10/1/2004	12/31/2004	30.38	26.97	29.18
1/1/2005	3/31/2005	37.45	27.09	35.59
4/1/2005	6/30/2005	40.50	32.03	38.47
7/1/2005	9/30/2005	44.90	38.74	42.72
10/1/2005	12/31/2005	43.43	34.40	39.94
1/1/2006	3/31/2006	49.00	40.95	46.33
4/1/2006	6/30/2006	54.26	44.78	51.28
7/1/2006	9/30/2006	55.45	44.01	48.11
10/1/2006	12/31/2006	52.40	43.75	48.83
1/1/2007	3/31/2007	50.46	42.06	49.31
4/1/2007	6/30/2007	59.73	49.07	57.88
7/1/2007	9/30/2007	65.86	50.66	64.08
10/1/2007	12/31/2007	79.25	63.29	76.99
1/1/2008	3/31/2008	80.83	60.7	73.17
4/1/2008	6/30/2008	100.04	72.23	89.86
7/1/2008	8/26/2008	92.49	70.22	82.51

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Supplemental information regarding taxation in the United States

The amount of the stated interest rate on the note that constitutes interest on the Deposit (as defined in the accompanying product supplement no. 2), and the amount that constitutes Put Premium (as defined in the accompanying product supplement no. 2) are set forth in the table below.

	<u>Deposit</u>	<u>Put Premium</u>
Securities linked to Arch Coal, Inc.	%	%
Securities linked to MasterCard Incorporated	%	%
Securities linked to NIKE, Inc.	%	%
Securities linked to Occidental Petroleum Corporation	%	%

In addition to potential alternative treatments under current tax law, it is also possible that the tax law may be changed by legislative or regulatory action, possibly with retroactive effect. However, it is not possible to predict whether or when such action will occur and the effect of such potential changes is uncertain.

Please refer to "Taxation in the United States" beginning on page PS-29 of the accompanying product supplement no. 2.

Supplemental plan of distribution

The securities are being purchased by Wachovia Capital Markets, LLC (the **agent**) as principal, pursuant to terms agreements dated as of between the agent and us. The agent has agreed to pay our out-of-pocket expenses in connection with the issuance of the securities.

See “Supplemental plan of distribution” beginning on page PS-32 of the accompanying product supplement no. 2.

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