

**ADJUSTING RATES OF EXCHANGE FOR "FOREIGN CURRENCY FLUCTUATIONS, DEFENSE,"
"FOREIGN CURRENCY FLUCTUATIONS, CONSTRUCTION" AND
"DEFENSE MILITARY CONSTRUCTION AND FAMILY HOUSING"
For Month Ended 12/31/00**

COUNTRY	MONETARY UNIT	O&M (DOD) FY 2001 BUDGET RATE		MILCON & FH FY 2001 BUDGET RATE		ADJUSTING RATE	
		U.S. DOLLARS FOR ONE UNIT OF FOREIGN CURRENCY	UNITS OF FOREIGN CURRENCY FOR ONE U.S. DOLLAR	U.S. DOLLARS FOR ONE UNIT OF FOREIGN CURRENCY	UNITS OF FOREIGN CURRENCY FOR ONE U.S. DOLLAR	ADJUSTING RATE (IN U.S. DOLLARS)	ADJUSTING RATE (IN FOREIGN CURRENCY)
BELGIUM	FRANC	0.0201449	49.6404	0.0201449	49.6404	0.0233615	42.8055
DENMARK	KRONE	0.1088483	9.1871	0.1088483	9.1871	0.1263216	7.9163
EUROPEAN UNION*	EURO	0.8113590	1.2325	0.8113590	1.2325	0.9424182	1.0611
FRANCE	FRANC	0.1237838	8.0786	0.1237838	8.0786	0.1436678	6.9605
GERMANY	DEUTSCHE MARK	0.4158350	2.4048	0.4158350	2.4048	0.4818348	2.0754
GREECE	DRACHMA	0.0024003	416.6065	0.0024003	416.6065	0.0027673	361.3600
ITALY	LIRA	0.0004193	2,384.6890	0.0004193	2,384.6890	0.0004867	2,054.6200
JAPAN	YEN	0.0081878	122.1325	0.0081878	122.1325	0.0087451	114.3500
NETHERLANDS	GUILDER	0.3687996	2.7115	0.3687996	2.7115	0.4276428	2.3384
NORWAY	KRONE	0.1006907	9.9314	0.1006907	9.9314	0.1140628	8.7671
PORTUGAL	ESCUDO	0.0040382	247.6330	0.0040382	247.6330	0.0047006	212.7400
SINGAPORE	DOLLAR	0.5236150	1.9098	0.5236150	1.9098	0.5768676	1.7335
SOUTH KOREA	WON	0.0008038	1,244.0760	0.0008038	1,244.0760	0.0007905	1,265.0000
SPAIN	PESETA	0.0048657	205.5207	0.0048657	205.5207	0.0056638	176.5600
TURKEY	LIRA	0.0000014	719,969.0000	0.0000014	719,969.0000	0.0000015	670,300.0000
UNITED KINGDOM	POUND	1.3486177	0.7415	1.3486177	0.7415	1.4932059	0.6697

* On January 1, 1999, the euro became the official currency of 11 member states of the European Union with a fixed conversion rate against their national currencies. The value of the euro will fluctuate according to market conditions against the dollar and all other currencies, including those of the four member states not participating in the euro zone. Although euro notes and coins will not appear until January 1, 2002, the new currency now can be used in the form of checks, travelers checks, bank transfers, credit cards or electronic purses by consumers, commercial enterprises and governmental administrations.