

**ADJUSTING RATES OF EXCHANGE FOR "FOREIGN CURRENCY FLUCTUATIONS, DEFENSE,"
"FOREIGN CURRENCY FLUCTUATIONS, CONSTRUCTION" AND
"DEFENSE MILITARY CONSTRUCTION AND FAMILY HOUSING"
For Month Ended 07/31/00**

COUNTRY	MONETARY UNIT	O&M (DOD) FY 2000 BUDGET RATE		MILCON & FH FY 2000 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	0.0261370	38.2600	0.0261370	38.2600	0.0229859	43.5049
DENMARK	KRONE	0.1406470	7.1100	0.1406470	7.1100	0.1243487	8.0419
EUROPEAN UNION*	EURO	1.0541851	0.9486	1.0541851	0.9486	0.9272997	1.0784
FRANCE	FRANC	0.1607433	6.2211	0.1607433	6.2211	0.1413587	7.0742
GERMANY	DEUTSCHE MARK	0.5391126	1.8549	0.5391126	1.8549	0.4740909	2.1093
GREECE	DRACHMA	0.0031983	312.6700	0.0031983	312.6700	0.0027491	363.7600
ITALY	LIRA	0.0005446	1,836.3700	0.0005446	1,836.3700	0.0004789	2,088.1900
JAPAN	YEN	0.0089550	111.6695	0.0089550	111.6695	0.0091433	109.3700
NETHERLANDS	GUILDER	0.4784918	2.0899	0.4784918	2.0899	0.4207692	2.3766
NORWAY	KRONE	0.1267748	7.8880	0.1267748	7.8880	0.1128184	8.8638
PORTUGAL	ESCUDO	0.0052444	190.6800	0.0052444	190.6800	0.0046251	216.2100
SINGAPORE	DOLLAR	0.6009615	1.6640	0.6009615	1.6640	0.5774005	1.7319
SOUTH KOREA	WON	0.0008340	1,199.1000	0.0008340	1,199.1000	0.0008955	1,116.7500
SPAIN	PESETA	0.0063191	158.2500	0.0063191	158.2500	0.0055729	179.4400
TURKEY	LIRA	0.0000021	480,770.0000	0.0000021	480,770.0000	0.0000016	635,210.0000
UNITED KINGDOM	POUND	1.6447368	0.6080	1.6447368	0.6080	1.4990256	0.6671

* 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.