

19 January 2007

Nederlandse Waterschapsbank N.V.

(incorporated under the laws of The Netherlands with limited liability and having its corporate seat in The Hague)

Issue of €1,000,000,000 4.125 per cent. Notes 2007 due 23 January 2017 under the € 40,000,000,000 Debt Issuance Programme

This document constitutes the Final Terms relating to the Issue of Notes described herein. Terms used herein shall be deemed to be defined as such for the purposes of the Conditions set forth in the Base Prospectus dated 6 July 2006 which constitutes a base prospectus for the purposes of the Prospectus Directive (Directive 2003/71/EC) (the **Prospectus Directive**). This document constitutes the Final Terms of the Notes described herein for the purposes of Article 5.4 of the Prospectus Directive and must be read in conjunction with such Base Prospectus. Full information on the Issuer and the offer of the Notes is only available on the basis of the combination of these Final Terms and the Base Prospectus. The Base Prospectus is available for viewing at the registered office of the Issuer at Rooseveltplantsoen 3, 2517 KR The Hague, the Netherlands and copies may be obtained from Dexia Banque Internationale à Luxembourg, société anonyme, 69, route d'Esch, L-2953 Luxembourg, Luxembourg.

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| 1. Issuer: | Nederlandse Waterschapsbank N.V. |
| 2. (i) Series Number: | 987 |
| (ii) Tranche Number: | 1 |
| 3. Specified Currency or Currencies: | € |
| 4. Aggregate Nominal Amount: | |
| – Tranche: | €1,000,000,000 |
| – Series: | €1,000,000,000 |
| 5. (i) Issue Price of Tranche: | 99.102 per cent. of the Aggregate Nominal Amount |
| (ii) Net proceeds: | €989,520,000 |
| 6. (i) Specified Denominations: | €1,000, €10,000 and €100,000 |
| (ii) Form of Definitive Notes: | Standard Euromarket |
| 7. (i) Issue Date: | 23 January 2007 |
| (ii) Interest Commencement Date: | 23 January 2007 |
| 8. Maturity Date: | 23 January 2017 |
| 9. Interest Basis: | 4.125 per cent. Fixed Rate |
| 10. Redemption/Payment Basis: | Redemption at par |
| 11. Change of Interest Basis or Redemption/Payment Basis: | Not Applicable |
| 12. Put/Call Options: | Not Applicable |

13. Status of the Notes:	Senior
14. Listing:	
(i) Listing	Luxembourg Stock Exchange
(ii) Admission to trading	Application has been made for the Notes to be admitted to trading on the Luxembourg Stock Exchange with effect from 23 January 2007
(iii) Estimate of total expenses related to admission to trading	€4,070
15. Method of distribution:	Syndicated

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

16. Fixed Rate Note Provisions:	Applicable
(i) Fixed Rate(s) of Interest:	4.125 per cent. per annum payable annually in arrear
(ii) Interest Payment Date(s):	23 January in each year up to and including the Maturity Date
(iii) Fixed Coupon Amount[(s)]:	€41.25 per Note of €1,000 Specified Denomination €412.50 per Note of €10,000 Specified Denomination €4,125 per Note of €100,000 Specified Denomination
(iv) Broken Amount(s):	Not Applicable
(v) Fixed Day Count Fraction:	Actual/Actual (ICMA)
(vi) Determination Date(s):	23 January in each year
(vii) Other terms relating to the method of calculating interest for Fixed Rate Notes:	Not applicable
17. Floating Rate Note Provisions:	Not Applicable
18. Zero Coupon Note Provisions:	Not Applicable
19. Index Linked Interest Note Provisions:	Not Applicable
20. Dual Currency Note Provisions:	Not Applicable

PROVISIONS RELATING TO REDEMPTION

21. Issuer Call:	Not Applicable
22. Investor Put:	Not Applicable
23. Final Redemption Amount:	€1,000 per Note of €1,000 Specified Denomination €10,000 per Note of €10,000 Specified Denomination

€100,000 per Note of €100,000 Specified Denomination

24. Early Redemption Amount(s) of each Note payable on redemption for taxation reasons or on event of default and/or the method of calculating the same (if required or if different from that set out in Condition 6(e)):
- As set out in Condition 6 (e)

GENERAL PROVISIONS APPLICABLE TO THE NOTES

25. Form of Notes: Temporary Global Note exchangeable for a Permanent Global Note which is exchangeable for Definitive Notes only upon the occurrence of an Exchange Event (save that for the purpose of these Final Terms, the second part of the definition of "Exchange Event" in the Permanent Global Note (and as disclosed in the Form of the Notes on page 13 of the Base Prospectus) shall not apply)
26. Additional Financial Centre(s) or other special provisions relating to Payment Dates: Not Applicable
27. Talons for future Coupons or Receipts to be attached to Definitive Notes (and dates on which such Talons mature): No
28. Details relating to Partly Paid Notes: amount of each payment comprising the Issue Price and date on which each payment is to be made and consequences (if any), of failure to pay, including any right of the Issuer to forfeit the Notes and interest due on late payment: Not Applicable
29. Details relating to Instalment Notes; amount of each instalment, date on which each payment is to be made: Not Applicable
30. Redenomination: Not Applicable
31. Whether Condition 7(i) of the Notes applies (in which case Condition 6(b) of the Notes will not apply) or whether Condition 7(ii) of the Notes applies: Condition 7(ii) and Condition 6(b) apply
32. Other terms or special conditions: Not Applicable

DISTRIBUTION

33. (i) If syndicated, name and address of Managers ABN AMRO Bank N.V.
250 Bishopsgate
London EC2M 4AA

United Kingdom
Underwriting commitment: €334,000,000

Barclays Bank PLC
5 The North Colonnade
Canary Wharf
London E14 4BB
United Kingdom
Underwriting commitment: €333,000,000

Credit Suisse Securities (Europe) Limited
One Cabot Square
London E14 4QJ
United Kingdom
Underwriting commitment: €333,000,000

(ii) Date of Syndication Agreement: 19 January 2007

(iii) Stabilising Manager(s) (if any): Not Applicable

34. If non-syndicated, name and address of Dealer: Not Applicable

35. Total commission and concession: 0.150 per cent. of the Aggregate Nominal Amount

36. Whether TEFRA D or TEFRA C rules applicable or TEFRA rules not applicable: TEFRA D

37. Additional Selling Restrictions: Not Applicable

OPERATIONAL INFORMATION

38. Any clearing system(s) other than Euroclear Bank S.A./N.V./ and Clearstream Banking, société Anonyme and the relevant Identification numbers: Not applicable

39. Delivery: Delivery against payment

40. Additional Paying Agent(s) (if any): Not Applicable

41. Offer Period: Not Applicable

42. Reduction of subscriptions: Not Applicable

43. Maximum and minimum subscription amount: Not Applicable

44. Intended to be held in a manner which would allow Eurosystem eligibility: Yes
Common Safekeeper:

Euroclear Bank S.A./N.V.
1 Boulevard du Roi Albert II, B-1210 Brussels, Belgium

Common Service Provider:

Dexia Banque Internationale à Luxembourg, société anonyme, 69, route d'Esch, L-2953 Luxembourg, Luxembourg

Note that the designation "yes" simply means that the Notes are intended upon issue to be deposited with one of the International Central Securities Depositories as common safekeeper and does not necessarily mean that the Notes will be recognised as eligible collateral for Eurosystem monetary policy and intra-day credit operations by the Eurosystem either upon issue or at any or all times during their life. Such recognition will depend upon satisfaction of the Eurosystem eligibility criteria.

45. Indication of yield

4.237 per cent.

The yield is calculated at the Issue Date on the basis of the Issue Price. It is not an indication of future yield.

46. For the purpose of Condition 13, notices to be published in the Financial Times:

Not Applicable

ISIN:
Common Code:
Fondscodex:
Any other relevant code:

XS0283746070
28374607
Not Applicable
Not Applicable

47. Ratings

The Notes to be issued have been rated:

Aaa by Moody's Investors Service Limited ("Moody's"). As defined by Moody's, an obligation rated "Aaa" is considered to be of the highest quality, with minimal credit risk.

AAA by Standard & Poor's Rating Services, a division of the McGraw-Hill Companies, Inc. ("Standard & Poor's"). As defined by Standard & Poor's, an obligation rated "AAA" denotes the lowest expectation of credit risk. They are assigned only in the case of exceptionally strong capacity for payment of financial commitments. This capacity is highly unlikely to be adversely affected by foreseeable events.

48. Notification to maturity:

Not Applicable

49. Interests of natural and legal persons involved in the Issue:

Save for any fees payable to the Dealers, so far as the Issuer is aware, no person involved in the issue of the Notes has an interest material to the offer.

50. Reasons for the offer, estimated net proceeds and total expenses

(i) Reasons for the offer	The net proceeds from the Notes will be applied by the Issuer for its general corporate purposes.
(ii) Estimated net proceeds	€989,520,000
(iii) Estimated total expenses	€10,000

Listing application

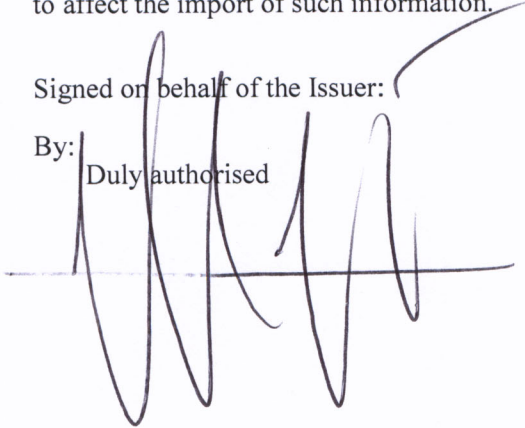
These Final Terms comprises the details required to list the issue of Notes described herein pursuant to the listing of the €40,000,000,000 Debt Issuance Programme of Nederlandse Waterschapsbank N.V.

Responsibility

The Issuer accepts responsibility for the information contained in these Final Terms. To the best of the knowledge and belief of the Issuer (which has taken all reasonable care to ensure that such is the case) the information contained in these Final Terms is in accordance with the facts and does not omit anything likely to affect the import of such information.

Signed on behalf of the Issuer:

By: Duly authorised

A large, stylized handwritten signature in black ink, written over a horizontal line. The signature consists of several large, overlapping loops and flourishes.