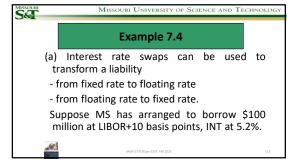
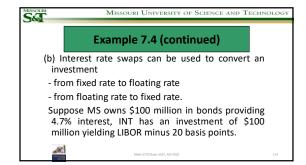


109 110 111

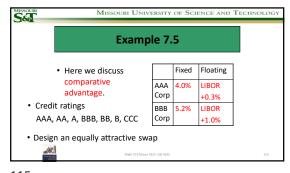
Example 7.3

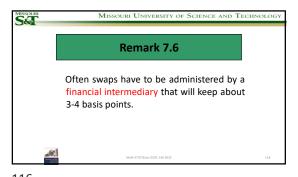
Consider a 3-year swap between Microsoft and Intel initiated on Mar 5, 2025. MS agrees to pay INT 5% (sa) on \$100 million, while INT agrees to pay MS the 6-month LIBOR on the same principal (payments every 6 months). MS is the fixed-rate payer, while INT is the floating-rate payer.

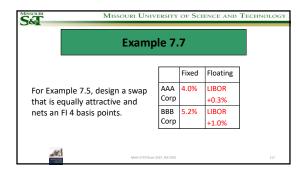




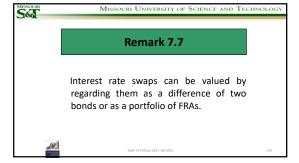
112 113 114

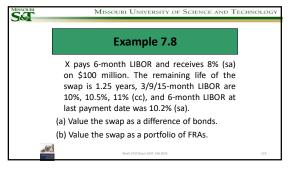


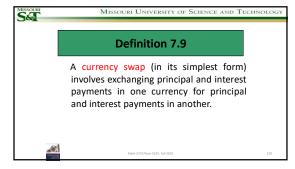




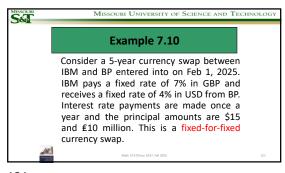
115 116 117

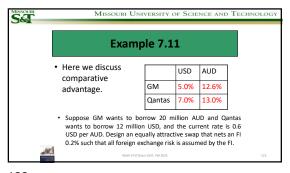






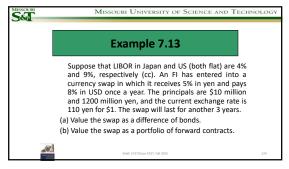
118 119 120







121 122



124