

PRICING SUPPLEMENT

DEXIA MUNICIPAL AGENCY

Euro 45,000,000,000
Euro Medium Term Note Programme
for the issue of *Obligations Foncières*

SERIES NO: 171
TRANCHE NO: 1

EUR 100,000,000 Index Linked *Obligations Foncières* due May 2022
(the “*Obligations Foncières*”)

Issue Price: 100.00 per cent.

Dealer: BNP PARIBAS

The date of this Pricing Supplement is 19 May 2005.

This Pricing Supplement, under which the *obligations foncières* described herein (the “*Obligations Foncières*”) are issued, contains the final terms of the Notes, and is supplemental to, and should be read in conjunction with, the original offering circular (the “*Offering Circular*”) dated 9 July 2004 issued in relation to the Euro 45,000,000,000 Euro Medium Term Note Programme of Dexia Municipal Agency for the issue of *Obligations Foncières*. Terms defined in the Offering Circular have the same meaning in this Pricing Supplement. The *Obligations Foncières* will be issued on the terms of this Pricing Supplement read together with the Offering Circular. The Issuer accepts responsibility for the information contained in this Pricing Supplement which, when read together with the Offering Circular, contains all information that is material in the context of the issue of the *Obligations Foncières*.

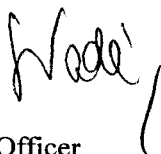
This Pricing Supplement does not constitute, and may not be used for the purposes of, an offer of, or an invitation by or on behalf of anyone to subscribe or purchase any of the *Obligations Foncières*.

Except as disclosed in this document, (i) there has been no significant change in the financial or trading position of the Issuer since 31 December 2004 and no material adverse change in the financial position or prospects of the Issuer since 31 December 2004 and (ii) there has been no significant change in the financial or trading position of Dexia Crédit Local or the Dexia Crédit Local Group since 31 December 2004 and no material adverse change in the financial position or prospects of Dexia Crédit Local or the Dexia Crédit Local Group since 31 December 2004.

The Offering Circular, together with this Pricing Supplement, contains all information relating to the assets and liabilities, financial position, profits and losses of the Issuer or Dexia Crédit Local which is material in the context of the issue and offering of the *Obligations Foncières* and nothing has happened which would require the Offering Circular to be supplemented or to be updated in the context of the issue and offering of the *Obligations Foncières*.

The specific controller (*contrôleur spécifique*) of the Issuer has certified that the value of the assets of the Issuer will be greater than the value of its liabilities benefiting from the *privilège* defined in Article L.515-19 of the French *Code monétaire et financier*, after settlement of this issue and of the issues which have been the subject of previous attestations.

Signed:



Authorised Officer

This Pricing Supplement has not been submitted to the clearance procedures of the *Autorités des Marchés Financiers*.

1.	Issuer:	Dexia Municipal Agency
2.	(i) Series Number:	171
	(ii) Tranche Number:	1
3.	Specified Currency or Currencies:	Euro ("EUR")
4.	Aggregate Nominal Amount:	
	(i) Series :	EUR 100,000,000
	(ii) Tranche :	EUR 100,000,000
5.	(i) Issue Price:	100.00 per cent. of the Aggregate Nominal Amount
	(ii) Net Proceeds :	EUR 100,000,000
6.	Specified Denominations:	EUR 100,000
7.	Issue Date and Interest Commencement Date	20 May 2005
8.	Maturity Date:	20 May 2022
9.	Interest Basis:	Index Linked (further particulars specified below)
10.	Redemption/Payment Basis:	Redemption at par
11.	Change of Interest or Redemption/Payment Basis:	Not applicable
12.	Options:	Not applicable
13.	Status:	<i>Obligations Foncières</i>
14.	Listing:	Luxembourg Stock Exchange
15.	Method of distribution:	Non-syndicated

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

16.	Fixed Rate Provisions:	Not applicable
17.	Floating Rate Provisions:	Not applicable
18.	Zero Coupon Provisions:	Not applicable
19.	Index Linked Interest Provisions:	Applicable
	(i) Index/Formula:	The Calculation Agent shall determine the Index Linked Interest Rate in accordance with the following formula:

4.855 per cent. * n/N

subject to a Minimum Rate of Interest for the Specified Interest Payment Dates falling on 20 May of each year from and including 20 May 2013 to and including 20 May 2022 (see clause 19(viii) below)

where:

“**n**” means the number of calendar days in the relevant Interest Period on which the Spread is equal to or greater than 0.30 per cent.

“**N**” means the total number of calendar days in the relevant Interest Period

“**Spread**” means EUR 10Yr CMS minus EUR 2Yr CMS

“**EUR 10Yr CMS**” means the annual rate for a Euro mid swap transaction with a maturity of ten years on an annual 30/360 basis versus six month EURIBOR, expressed as a percentage rate, as appearing on Reuters ISDAFIX2 (or such other page or service which displays such information) under the heading “EURIBOR BASIS” and under the relevant caption at 11:00 a.m., Frankfurt time, on each Determination Date

“**EUR 2Yr CMS**” means the annual rate for a Euro mid swap transaction with a maturity of two years on an annual 30/360 basis versus six month EURIBOR, expressed as a percentage rate, as appearing on Reuters ISDAFIX2 (or such other page or service which displays such information) under the heading “EURIBOR BASIS” and under the relevant caption at 11:00 a.m., Frankfurt time, on each Determination Date

If, on the relevant Determination Date, the Calculation Agent acting in its sole and absolute discretion determines that EUR 10Yr CMS and/or EUR 2Yr CMS, as the case may be:

- (i) does/do not appear on Reuters ISDAFIX2 (or any successor or other relevant page);
or
- (ii) for any other reason, is/are unavailable or cannot reasonably be calculated

then EUR 10Yr CMS and/or EUR 2Yr CMS, as the case may be, shall be the rate(s) determined by the Calculation Agent as the EUR-Annual Swap Rate Reference Banks as defined in the 2000 ISDA Definitions

“Determination Date” means:

- (i) from and including the first day of the Interest Period to but excluding the Rate Cut-Off Date: each calendar day; and
- (ii) from and including the Rate Cut-Off Date to and including the last day of the Interest Period: the Rate Cut-Off Date

provided that the Spread for any calendar day that is not a TARGET Business Day shall be the Spread for the immediately preceding TARGET Business Day

“Rate Cut-Off Date” means the day that is five TARGET Business Days preceding the Specified Interest Payment Date for the relevant Interest Period

For the avoidance of doubt, the Spread for the day that is five TARGET Business Days prior to a Specified Interest Payment Date shall also be the Spread for all subsequent days prior to such Specified Interest Payment Date

- (ii) Calculation Agent responsible for calculating the interest due: See clause 42 below
- (iii) Provisions for determining Coupon where calculation by reference to Index and/or Formula is impossible or impracticable: See clause 19(i) above
- (iv) Interest Period(s): The period beginning on (and including) the Issue Date and ending on (but excluding) the first Specified Interest Payment Date and each successive period beginning on (and including) a Specified Interest Payment Date and ending on (but excluding) the next Specified Interest Payment Date
- (v) Specified Interest Payment Dates: 20 May of each year from and including 20 May 2006 to and including 20 May 2022
- (vi) Business Day Convention: Not applicable
- (vii) Business Centre(s) (Condition 5(a)): Not applicable
- (viii) Minimum Rate of Interest:
 - (i) not applicable for the Specified Interest Payment Dates falling on 20 May of each year from and including 20 May 2006 to and including 20 May 2012; and

- (ii) 3.00 per cent. per annum for the Specified Interest Payment Dates falling on 20 May of each year from and including 20 May 2013 to and including 20 May 2022
- (ix) Maximum Rate of Interest: Not applicable
- (x) Day Count Fraction (Condition 5(a)): 30/360 (unadjusted)

20. **Dual Currency Provisions:** Not applicable

PROVISIONS RELATING TO REDEMPTION

21. **Call Option:** Not applicable
22. **Other Option:** Not applicable
23. **Final Redemption Amount:** Aggregate Nominal Amount
24. **Early Redemption Amount:** Not applicable

GENERAL PROVISIONS APPLICABLE TO THE *OBLIGATIONS FONCIÈRES*

25. **Form of *Obligations Foncières*:** Dematerialised *Obligations Foncières*
- (i) Form of Dematerialised *Obligations Foncières*: Bearer dematerialised form (*au porteur*)
- (ii) Registration Agent: Not applicable
- (iii) Temporary Global Certificate: Not applicable
- (iv) Applicable TEFRA exemption: Not applicable
26. Financial Centres (Condition 7(h)) or other special provisions relating to payment dates:
- Adjusted Payment Date (Condition 7(h)) : The next following business day unless it would thereby fall into the next calendar month, in which case such date shall be brought forward to the immediately preceding business day
27. Talons for future Coupons or Receipts to be attached to Definitive Materialised *Obligations Foncières* (and dates on which such Talons mature): Not applicable
28. Details relating to Partly Paid *Obligations Foncières*: Not applicable
29. Details relating to Instalment *Obligations Foncières*: Not applicable
30. Redenomination, renominatisation and reconventioning provisions: Not applicable

31. Consolidation provisions: Not applicable
32. Masse (Condition 10):
 The Initial Representative will be:
 Mr Antoine de Chauveron, 23 avenue Foch,
 75016 Paris, FRANCE
 The Alternative Representative will be:
 Mr Laurent Vallery Radot, 23 avenue Foch,
 75016 Paris, FRANCE
 The Representatives will not receive any
 remuneration
33. Other terms or special conditions: Not applicable

DISTRIBUTION

34. (i) If syndicated, names of Managers: Not applicable
 (ii) Stabilising Manager (if any): Not applicable
 (iii) Dealer's Commission : Not applicable
35. If non-syndicated, name of Dealer: BNP PARIBAS, 10 Harewood Avenue, London
 NW1 6AA, ENGLAND
36. Additional selling restrictions: French selling restrictions shall apply
 FRANCE:

Each of the Dealer and the Issuer has acknowledged that the *Obligations Foncières* are deemed to be issued outside the Republic of France and has represented and agreed that (i) it has not offered or sold and will not offer or sell, directly or indirectly, any *Obligations Foncières* to the public in the Republic of France and (ii) offers and sales of *Obligations Foncières* will be made in the Republic of France only to qualified investors (*investisseurs qualifiés*) in accordance with Article L.411-1 et seq. of the French *Code monétaire et financier* and Decree No. 98-880 dated 1 October 1998 relating to offers to a limited number of investors and/or qualified investors

In addition, each of the Dealer and the Issuer has represented and agreed that it has not distributed or caused to be distributed and will not distribute or cause to be distributed in the Republic of France, the Offering Circular or any other offering material relating to the *Obligations Foncières* other than to those investors to whom offers and sales of the *Obligations Foncières* may be made as described above

OPERATIONAL INFORMATION

37. ISIN Code: FR0010194506
38. Common Code: 021917290
39. Depository/ies:
- (i) Euroclear France to act as Central Depository: Yes
 - (ii) Common Depository for Euroclear and Clearstream, Luxembourg: Not applicable
 - (iii) Clearstream Banking AG, Frankfurt: Not applicable
40. Any clearing system(s) other than Euroclear France, Euroclear, Clearstream, Luxembourg and CBF and the relevant identification number(s): Not applicable
41. Delivery: Delivery against payment
42. The Agents appointed in respect of the *Obligations Foncières* are:
- Fiscal Agent, Luxembourg Listing Agent and Principal Paying Agent:
- Dexia Banque Internationale à Luxembourg société anonyme, 69 route d'Esch, L-1470 Luxembourg, LUXEMBOURG
- Paying Agents:
- Dexia Investor Services Bank France, 105 rue Réaumur, 75002 Paris, FRANCE
- Dexia Banque S.A. / Dexia Bank N.V., 44 Boulevard Pachéco, 1000 Brussels, BELGIUM
- Calculation Agent:
- BNP PARIBAS, 10 Harewood Avenue, London NW1 6AA, ENGLAND
- The determinations made by the Calculation Agent shall be binding on the Issuer, the Agents and the holders of *Obligations Foncières* in the absence of manifest error
43. In the case of *Obligations Foncières* listed on Euronext Paris SA: Not applicable
44. Other Information: Not applicable

GENERAL

45. The aggregate principal amount of *Obligations Foncières* issued has been translated into Euro at the rate of [x], producing a sum of:

Not applicable

46. Rating:

AAA by Standard & Poor's Rating Services and
AAA expected by Fitch Ratings

Aaa by Moody's Investors Services, Inc.

A security rating is not a recommendation to buy, sell or hold securities and may be subject to suspension, reduction or withdrawal at any time by the assigning rating agency

DESCRIPTION OF THE ASSETS

Assets as at 31 December 2004¹:

LOANS TO LOCAL GOVERNMENTS:

	Capital due in millions of Euros
Loans to French local authorities	
Regions.....	1,261.00
Departments	4,267.20
Municipalities.....	16,586.80
Groups of municipalities.....	6,955.60
Public sector entities	5,813.00
Loans wholly guaranteed by local governments	271.30
TOTAL.....	35,154.90
Austria	
Länder	217.30
TOTAL.....	217.30
Italy	
Municipalities.....	18.60
TOTAL.....	18,60
Portugal	
Regions.....	56.60
Municipalities.....	163.60
Loans wholly guaranteed by local governments	2.50
TOTAL.....	222.70
Belgium	
Regions.....	361.00
Loans wholly guaranteed by State or local governments.....	144.30

¹ latest description of the Issuer's assets publicly disclosed.

TOTAL	505.30
Switzerland	
Cantons.....	177.40
Municipalities.....	169.30
Loans wholly guaranteed by local governments	1,004.60
TOTAL	1,351.30
Finland	
Municipalities.....	51.30
Public sector entities	30.80
TOTAL	82.10
Sweden	
Municipalities.....	144.40
Loans wholly guaranteed by local governments	110.80
TOTAL	255.20
DEBT SECURITIES:	
France	
Regions	50
Departments.....	3
Municipalities	239.50
Groups of municipalities.....	0
TOTAL	292.50
Italy	
State	599.20
Regions	395.20
Provinces	208.40
Municipalities	966.40
Asset Backed Securities.....	52.40
Securities issued by DCC – Dexia Crediop per la Cartolarizzazione	1,128.90
TOTAL	3,350.50
Greece	
State	31.20

Regions	0
Departments.....	0
Towns.....	0
Asset Backed Securities.....	0
Others Public Authorities.....	0
TOTAL.....	31.20
Portugal	
State	0
Regions	8.50
Departments.....	0
Towns.....	0
Debt securities guaranteed by state or by local governments	47.50
TOTAL.....	56
Austria	
State	0
Regions	0
Departments.....	0
Towns.....	0
Asset Backed Securities.....	93.30
Other Public Authorities	0
TOTAL.....	93.30
Iceland	
State	0
Regions	0
Departments.....	0
Towns.....	0
Asset Backed Securities.....	0
Debt securities guaranteed by state or by local governments	50.40
TOTAL.....	50.40
Spain	
Cedulas territoriales	1,300

Regions.....	0
Departments	0
Towns	0
Asset Backed Securities	0
Debt securities guaranteed by state or by local governments.....	250
TOTAL.....	1,550
Belgium	
State.....	0
Regions.....	93.30
Communities	189.60
Towns	0
Asset Backed Securities	0
Debt securities guaranteed by state or by local governments.....	126.50
TOTAL	409.40
Switzerland	
Cantons.....	16.50
TOTAL.....	16.50
USA	
Member States.....	145
Municipalities.....	132.30
TOTAL	277.30
Germany	
Länder.....	70.00
Debt securities guaranteed by state or by local governments.....	38.60
TOTAL.....	108.60
Canada	
Provinces	22.40
Municipalities.....	0
TOTAL.....	22.40

RECENT DEVELOPMENTS

Since 1 January 2004, Dexia Municipal Agency has made the following issues of *Obligations Foncières*:

- AUD 250,000,000 due January 2009
- AUD 200,000,000 due April 2014
- AUD 200,000,000 due February 2012
- AUD 200,000,000 due April 2008
- CHF 150,000,000 due October 2011
- CHF 200,000,000 due March 2015
- AUD 150,000,000 due April 2014 to be assimilated to the existing AUD 200,000,000 issue due April 2014
- AUD 100,000,000 due February 2009 to be assimilated to the existing AUD 250,000,000 issue due February 2009
- under the EMTN Programme a total of approximately EUR 11,322,970,350.84

Following an exceptional distribution of dividends in an amount of EUR 120,000,000, the General meeting of Dexia Municipal Agency on 3 December 2004 decided to increase the share capital from EUR 500,000,000 to EUR 620,000,000.

Following a normal distribution of dividends in an amount of EUR 60,000,000, the General meeting of Dexia Municipal Agency on 31 March 2005 decided to increase the share capital from EUR 620,000,000 to EUR 680,000,000.