

**GE Capital**

Mark S. Barber
Vice President & Assistant Treasurer

Corporate Treasury
GE Capital Corporation
201 High Ridge Road
Stamford, Connecticut 06927
Telephone: 203.585.1001

July 15, 2002

In early April we wrote to you about GE Capital's debt structure and our plans to reduce reliance on the global commercial paper market over the course of this year. We also shared with you our plans to increase the amount of committed credit lines backing our commercial paper. Our stated goals were:

- Reduce global commercial paper funding to 25 – 35% of total debt by the end of 2002, from 49% at year-end 2001.
- Finalize \$15 billion in syndicated credit facilities in May, increasing total CP coverage to approximately \$50 billion.

I am pleased to report that we have achieved the first objective well ahead of schedule and that, due to strong demand, we closed syndicated credit facilities totaling \$18 billion in May. Details on these accomplishments and an update on our commercial paper program outstandings are provided in the Attachment.

Once again, please call me if you have questions or need additional information at 203.585.1001 or 800.525.5471.

Thanks for your continued support.

A handwritten signature in black ink that reads 'Mark Barber'.

Mark Barber



Progress Report – 2002 GE Capital Funding Plan

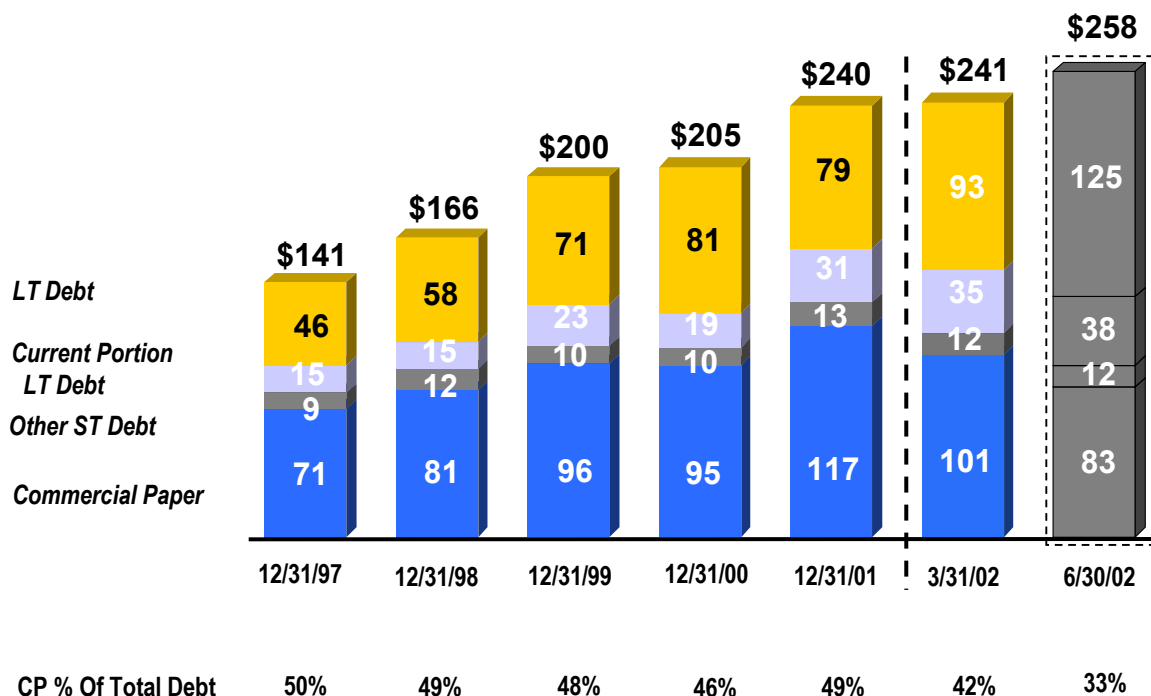
Goal #1: Reduce Global CP Outstandings to 25 – 35% of Total Debt by Year-End 2002

At June 30, 2002 commercial paper outstandings were \$83B, 33% of total debt. This represents a \$34B (29%) reduction from year-end 2001 and positions GE Capital within the year-end target range – six months ahead of schedule.

The reduction was accomplished through the issuance of more than \$58 billion in long-term debt in markets all around the world.

(\$B)

Debt Composition





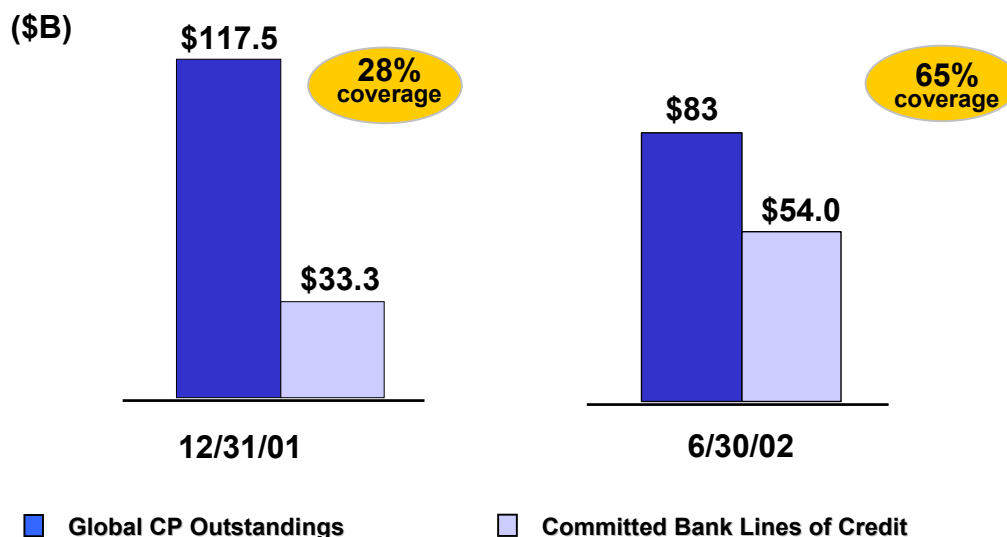
Progress Report - 2002 GE Capital Funding Plan (Continued)

Goal #2: Finalize A New \$15 Billion Syndicated Credit Facility in May

On May 23, GE Capital closed \$18 billion in new syndicated credit facilities with twenty-nine global banks and investment banks participating. The size of the facilities was increased from \$15 to \$18 billion because of strong demand.

Of the \$18 billion, \$12 billion is a 364-day facility with a one-year term out option and \$6 billion is a five-year facility. The credit lines have no MAC clause or restrictive covenants.

The new facilities, together with additions to our existing bi-lateral credit lines, brings the total amount of back-up credit available to GE Capital up to \$54.0 billion. As of June 30, commercial paper coverage was approximately 66%.





Commercial Paper Update

GE Capital participates in five commercial paper markets around the world with six rated programs. The ratings and outstandings of these programs are shown below:

Commercial Paper Ratings and Outstandings

(\$B)

Program	Ratings Moody's	S&P	CP Outstandings 6/30/02 (\$B)		
			US	Non-US**	Total
General Electric Capital Corp.	P-1	A-1+	\$46.7	\$8.8	\$55.5
GE Capital Canada*	P-1	A-1+		4.8	4.8
GE Capital Australia*	P-1	A-1+		2.3	2.3
GE Capital Int'l Funding*	P-1	A-1+	12.3		12.3
GE Capital Services	P-1	A-1+	6.8		6.8
GE Financial Assurance	P-1	A-1	1.7		1.7
			<u>\$67.5</u>	<u>\$15.9</u>	<u>\$83.4</u>

* Unconditionally guaranteed by General Electric Capital Corporation
 ** USD equivalent