

Notice to Holders of the Bank of Scotland Capital Funding L.P. (the "**Issuer**")  
£250,000,000 8.117% Non-cumulative Perpetual Preferred Securities, Class A  
(ISIN: XS0109138536 and XS0109138882) (the "**Securities**")

of redemption of the Securities

**THE ISSUER HEREBY GIVES NOTICE** to holders of the Securities that, pursuant to their terms, it shall redeem all of the outstanding Securities at their nominal (par) value on 31 May 2015.

Copies of the terms and conditions of securities issued by the Group, including the Securities, are available from the Lloyds Banking Group website at [www.lloydsbankinggroup.com](http://www.lloydsbankinggroup.com).

Notice issued by:

Bank of Scotland Capital Funding (Jersey) Limited for and on behalf of  
Bank of Scotland Capital Funding L.P.  
13 April 2015