

Bank of England

Prudential Regulation Authority

WRITTEN NOTICE

Permission to reduce own funds

To: Paragon Banking Group Plc (FRN 101563) ("the company")

Of: 51 Homer Road, Solihull, West Midlands B91 3QJ

Date: 3 November 2022

ACTION

(1) In accordance with Articles 77 and 78 of Regulation 575/2013 of the European Parliament and of the Council of 26 June 2013 on prudential requirements for credit institutions and investment firms (as it forms part of retained EU law) (the "CRR"), the Prudential Regulation Authority ("the PRA") has decided to grant the company the permission on a consolidated basis to effect the reduction of the following own funds instruments:

Amount	Denomination	Regulatory Capital Classification
50 million	GBP (£)	Common Equity Tier 1 - Ordinary Shares

(2) If, at any time prior to the reduction of the above own funds instruments, the condition in Article 78(1)(b) CRR ceases to be met, the PRA may vary the terms of this permission, or revoke this permission in whole or in part.



Effect

(3) This permission takes effect on 3 November 2022 and expires on 3 May 2023.

Decision-Maker

(4) The decision which gave rise to the obligation to give this Notice was made by Zac Yiallourous, Senior Manager.

Publication

(5) Details of this permission will be published on the Bank of England website.

PRA contacts

(6) For more information concerning this matter generally, the company should contact their usual supervisory contact.

Zac Yiallourous

Senior Manager

For and on behalf of The Prudential Regulation Authority