



BANK OF ENGLAND
PRUDENTIAL REGULATION
AUTHORITY

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LBG Enhanced Capital Notes (ECNs)

Further to our previous correspondence regarding the Lloyds Banking Group (LBG) Enhanced Capital Notes (ECNs), I am writing to draw your attention to the announcement that LBG have made today regarding the permission they have received from us to call certain ECNs (see http://www.lloydsbankinggroup.com/globalassets/documents/investors/2015/2015mar31_lbg_ecn_redemption_update.pdf).

The PRA legal duties in this regard are set out in Articles 77 and 78 of the Capital Requirements Regulation (Regulation 575/2013/EU). I note that LBG have announced that they will not be calling these instruments for the time being given expected court proceedings.

Yours sincerely,

Andrew Bailey