

# Peter Clokey

Independent Valuer appointed under the Bradford and Bingley plc Compensation Scheme Order (2008)

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FAO: Holders of PIBS, undated and perpetual subordinated securities (referred to as "undated subordinated notes") issued by Bradford & Bingley plc

8 June 2010

## **The Bradford & Bingley plc Compensation Scheme**

On 19 February 2010, I announced in a letter sent to holders of the perpetual subordinated bonds identified in Schedule 1 to this note (previously known as Permanent Interest Bearing Shares and referred to as "PIBS" in the rest of this note) that I had concluded that the compensation scheme established by The Bradford & Bingley plc Compensation Scheme Order 2008 (as amended) (the "Compensation Scheme Order") did not apply to PIBS. On the same date, I also announced in a note issued to the holders of other undated subordinated notes identified in Schedule 2 to this note that I had concluded that the compensation scheme did not apply to those undated subordinated notes either. In both documents, I requested that any representations relating to these conclusions be sent to me in writing prior to 31 March 2010 and said that, if I changed my conclusions as a result of such representations, I would notify affected parties accordingly.

Following those announcements, I received written representations from a number of interested parties. Having considered each of those representations carefully, I can confirm that my conclusion that the Compensation Scheme Order did not apply either to PIBS or undated subordinated notes remains unchanged.

For the avoidance of doubt, this note does not constitute an Assessment Notice under paragraph 10 of the Compensation Scheme Order.

Yours sincerely,



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## Schedule 1

	Description of Securities	ISIN
1	£50,000,000 11 5/8 per cent. Perpetual Subordinated Bonds	GB0002233913
2	£55,000,000 13 per cent. Perpetual Subordinated Bonds	GB0002228939

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## Schedule 2

	Description of Securities	ISIN
<b>1</b>	£250,000,000 5.625 per cent. Fixed Rate Step-up Undated Subordinated Notes callable 2013	XS0167366433
<b>2</b>	£200,000,000 6.00 per cent. Perpetual Subordinated Callable Step-up Notes callable 2019	XS0181867309
<b>3</b>	£150,000,000 6.462 per cent. Undated Subordinated Notes callable 2032	GB0031670762
<b>4</b>	£150 million 6.462 per cent. Guaranteed Non-Voting Non-cumulative Perpetual Preferred Securities Series A of Bradford & Bingley Capital Funding L.P.	XS0148804536