

## FINAL TERMS

17 December 2010

Nationwide Building Society  
GBP 5,000,000 Floating Rate Notes due December 2012  
issued pursuant to its U.S.\$25,000,000,000 Note Programme

### PART A – CONTRACTUAL TERMS

Terms used herein shall be deemed to be defined as such for the purposes of the Conditions set forth in the Base Prospectus dated 28 September 2010 and the Supplemental Prospectus dated 23 November 2010 which together constitute a base prospectus for the purposes of the Prospectus Directive (Directive 2003/71/EC) (the **Prospectus Directive**). This document constitutes the Final Terms of the Notes described herein for the purposes of Article 5.4 of the Prospectus Directive and must be read in conjunction with the Base Prospectus, as so supplemented. Full information on the Issuer and the offer of the Notes is only available on the basis of the combination of these Final Terms and the Base Prospectus as so supplemented. The Base Prospectus and the supplemental Prospectus are available for viewing during normal office hours at, and copies may be obtained from, the principal office of the Issuer at Nationwide House, Pipers Way, Swindon SN38 1NW and the specified offices of each of the Paying Agents.

#### TYPE OF NOTE

- |    |  |                |
|----|--|----------------|
| 1. | Deposit/Ordinary/Subordinated:   | Ordinary       |
| 2. | Interest/Payment Basis:  | Floating Rate  |
| 3. | If Instalment Note, insert Instalment Amount(s)/ Instalment Date(s):   | Not Applicable |
| 4. | If Partly Paid Notes, insert amount of each instalment (expressed as a percentage of the nominal amount of each Note)/ due dates for any subsequent instalments/consequences of failure to pay/rate of interest: | Not Applicable |
| 5. | If Dual Currency Notes, insert the Rate(s) of Exchange/calculation agent/fall back provisions/ person at whose option Specified Currency is to be payable/details of Calculation Agent (if any):                 | Not Applicable |

#### DESCRIPTION OF THE NOTES

- |     |   |   |
|-----|---|---|
| 6.  | New Global Note:  | Yes   |
| 7.  | Form of Notes:  | Temporary Global Note exchangeable for a Permanent Global Note which is exchangeable for Definitive Notes only upon an Exchange Event |
| 8.  | (a) Talons for future Coupons to be attached to Definitive Notes:   | No  |
|     | (b) Date(s) on which the Talons mature:   | Not Applicable  |
| 9.  | (a) Series Number:  | 425   |
|     | (b) Tranche Number:   | 1   |
|     | (c) Details (including the date, if any, on which the Notes become fully fungible) if forming part of an existing Series: | Not Applicable  |
| 10. | (a) Nominal Amount of Notes to be issued:   | GBP 5,000,000   |
|     | (b) Aggregate nominal amount of Series (if more than one issue for the Series):   | Not Applicable  |

- |     |  |  |
|-----|--|--|
| (c) | Specified Currency (or Currencies in the case of Dual Currency Notes): | Pound Sterling (GBP)   |
| (d) | Specified Denomination(s):   | GBP100,000 and integral multiples of GBP10,000 in excess thereto up to and including GBP190,000.<br><br>No Notes in definitive form will be issued with a denomination above GBP190,000. |
| (e) | Calculation Amount:  | GBP10,000.   |
| 11. | Issue Price:   | 100.00 per cent.   |
| 12. | Issue Date:  | 21 December 2010   |
| 13. | Interest Commencement Date:  | The Issue Date   |

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

GENERAL

- |     |   |                |
|-----|---|----------------|
| 14. | Automatic/optional conversion from one Interest/Payment Basis to another: | Not Applicable |
|-----|---|----------------|

FIXED RATE NOTES

Not Applicable

ZERO COUPON NOTES

Not Applicable

FLOATING RATE NOTES OR INDEXED INTEREST NOTES

Applicable

- |     |   |   |
|-----|---|---|
| 17. | (a) Party Responsible for calculating the Interest Amount (if not the Agent):   | Not Applicable  |
|     | (b) Interest Period(s) or specified Interest Payment Date(s):   | Annually in arrears, on 21 December in each year commencing from and including the interest payment date in December 2011, up to and including the Maturity Date as adjusted in accordance with the Business Day Convention specified below |
|     | (c) Minimum Interest Rate (if any):   | Not Applicable  |
|     | (d) Maximum Interest Rate (if any):   | Not Applicable  |
|     | (e) Business Day Convention:  | Modified Following Business Day Convention  |
|     | (g) Additional Business Centres:  | Not Applicable  |
|     | (h) Day Count Fraction:   | Actual/365 (Fixed), adjusted  |
|     | (i) Other terms relating to the method of calculating interest (N.B. <b>rounding up provisions</b> and if different from Condition 5.2(d) denominator for calculation of Interest): | Condition 5.2(d) applies  |

FLOATING RATE NOTES

Applicable

- |     |   |                               |
|-----|---|-------------------------------|
| 18. | (a) Margin(s):  | plus 0.20 per cent. per annum |
|     | (b) First Interest Payment Date:                          | 21 December 2011              |
|     | (c) Manner in which Rate of Interest is to be determined: | Screen Rate Determination     |
|     | (d) If Screen Rate Determination:                         |                               |

- |       |   |   |
|-------|---|---|
| (i)   | Reference Rate:   | 12 month GBP LIBOR  |
| (ii)  | Interest Determination Date(s):   | The First London Business Day in the relevant Interest Period |
| (iii) | Relevant Screen Page  | Reuters Screen LIBOR01 page                                   |
| (e)   | If ISDA Determination:  | Not Applicable  |
| (f)   | If Rate of Interest to be calculated otherwise than by reference to (d) or (e) above, insert details, including Rate of Interest and fallback provisions: | Not Applicable  |

INDEXED INTEREST NOTES

Not Applicable

PROVISIONS REGARDING PAYMENTS

- |     |   |                       |
|-----|---|-----------------------|
| 20. | Definition of <b>Payment Day</b> for the purpose of Conditions if different to that set out in Condition 7.3: | Condition 7.3 applies |
|-----|---|-----------------------|

PROVISIONS REGARDING REDEMPTION/MATURITY

- |     |  |  |
|-----|--|--|
| 21. | Maturity Date:   | The Interest Payment Date falling in December 2012 |
| 22. | (a) Redemption at Issuer's option:   | No   |
|     | (b) Redemption at Noteholder's option:   | No   |
|     | (c) Optional Redemption Amounts of each Note   | Not Applicable                                     |
|     | (d) Minimum Redemption Amount:   | Not Applicable                                     |
|     | (e) Higher Redemption Amount:  | Not Applicable                                     |
|     | (f) Notice Period (if other than as set out in the conditions):  | Not Applicable                                     |
|     | (g) Other terms applicable on redemption:  | Not Applicable                                     |
| 23. | Final Redemption Amount for each Note, including the method, if any, of calculating the same:  | GBP10,000 per Calculation Amount                   |
| 24. | Early Redemption Amount for each Note payable on redemption for taxation reasons or on an Event of Default and/or the method, if any, of calculating the same, if other than as set out in Condition 6.6(a): | Condition 6.6(a) applies                           |

GENERAL PROVISIONS APPLICABLE TO THIS ISSUE OF NOTES

- |     |                                  |   |
|-----|----------------------------------|---|
| 25. | Other final terms:               | Not Applicable  |
| 26. | Additional selling restrictions: | Not Applicable  |
| 27. | Method of distribution:          | Non-syndicated relevant Dealer is Lloyds TSB Bank plc |
| 28. | Stabilising Manager:             | None  |

29. Common Depositary:

Citibank, N.A. London

Citigroup Centre

Canada Square

Canary Wharf

London E14 5LB

30. U.S. Selling Restrictions:

Reg S Compliance Category2: TEFRA D

31. Redenomination and Exchange provisions:

Not Applicable

#### **PURPOSE OF FINAL TERMS**

These Final Terms comprise the final terms required for the issue and admission to trading on London Stock Exchange plc's Gilt Edged and Fixed Interest Market and admission to the List of the United Kingdom Listing Authority of Notes described herein pursuant to the U.S.\$25,000,000,000 European Note Programme of Nationwide Building Society.

#### **RESPONSIBILITY**

The Issuer accepts responsibility for the information contained in these Final Terms.

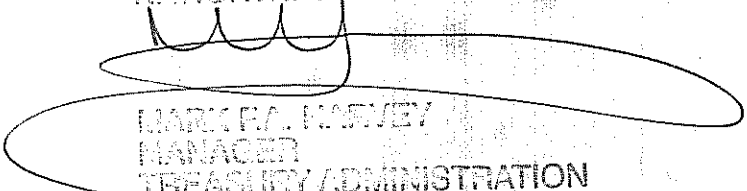
For and on behalf of **NATIONWIDE BUILDING SOCIETY**

By:



**CHRIS KILOH-MUNNS**  
**TREASURY SETTLEMENTS MANAGER**  
**NATIONWIDE BUILDING SOCIETY**

FOR AND ON BEHALF OF  
NATIONWIDE BUILDING SOCIETY



**MARK P.A. HARVEY**  
**MANAGER**  
**TREASURY ADMINISTRATION**

## PART B – OTHER INFORMATION

### 1. LISTING AND ADMISSION TO TRADING

- (a) Listing and Admission to trading: Application has been made by the Issuer for the Notes to be admitted to trading on the London Stock Exchange's Gilt Edged and Fixed Interest Market and admission to the Official List of the UK Listing Authority with effect from on or about the Issue Date
- (b) Estimated total expenses related to admission to trading: Not Applicable

### 1. RATINGS

- Ratings: The Programme has been rated:
- Moody's: Aa3
- S&P: A+
- Fitch: AA-

### 3. INTERESTS OF NATURAL AND LEGAL PERSONS INVOLVED IN THE ISSUE

Save for any fees payable to the Dealers, so far as the Issuer is aware, no person involved in the issue of the Notes has an interest material to the offer

### 4. REASONS FOR THE OFFER, ESTIMATED NET PROCEEDS AND TOTAL EXPENSES

- (i) Reasons for the offer: General Funding
- (ii) Estimated net proceeds: GBP 5,000,000
- (iii) Estimated total expenses: Not Applicable

### 5. YIELD (*Fixed Rate Notes only*) Not Applicable

### 6. HISTORIC INTEREST RATES (*Floating Rate Notes only*)

Details of historic LIBOR rates can be obtained from Reuters Screen LIBOR01 Page

### 7. PERFORMANCE OF INDEX/FORMULA, EXPLANATION OF EFFECT ON VALUE OF INVESTMENT AND ASSOCIATED RISKS AND OTHER INFORMATION CONCERNING THE UNDERLYING (*Index-Linked Notes only*) – Not Applicable

### 8. PERFORMANCE OF RATE[S] OF EXCHANGE AND EXPLANATION OF EFFECT ON VALUE OF INVESTMENT (*Dual Currency Notes only*) – Not Applicable

### 9. OPERATIONAL INFORMATION

- (i) ISIN Code: XS0572621687
- (ii) Common Code: 057262168
- (iii) Any clearing system(s) other than Euroclear Bank S.A./N.V. and Clearstream Banking, société anonyme and the relevant identification number(s): Not Applicable
- (iv) Delivery: Delivery against payment
- (v) Names and addresses of additional Initial Paying Agent(s) (if any): Not Applicable
- (vi) Names and addresses of additional Paying Agent(s) (if any): Not Applicable
- (vii) Intended to be held in a manner which would allow Eurosystem eligibility: No