

FINAL TERMS

9 September 2016

Nationwide Building Society

US\$1,250,000,000 4.000% Subordinated Notes due 2026 (the “Notes”)

Issued pursuant to its US\$20,000,000,000 Senior and Subordinated Medium-Term Note Program

PART A – CONTRACTUAL TERMS

Terms used herein shall be deemed to be defined as such for the purposes of the Terms and Conditions set forth in the Base Prospectus dated 23 June 2016 and the supplemental Prospectus dated 12 August 2016 which together constitute a base prospectus for the purposes of the Prospectus Directive (the **Base Prospectus**). 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. 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. The Base Prospectus has been published on the website of the London Stock Exchange through a regulatory information service (<http://www.londonstockexchange.com/exchange/news/market-news/market-news-home.html>).

TYPE OF NOTE

1.	Senior/Subordinated:	Subordinated
2.	Interest Basis:	Fixed Rate

DESCRIPTION OF THE NOTES

3.	(a) Series Number:	2016-2
	(b) Tranche Number:	1
4.	(a) Nominal Amount of Notes to be issued:	US\$1,250,000,000
	(b) Aggregate nominal amount of Series (if more than one issue for the Series):	Not Applicable
	(c) Specified Currency:	US\$
	(d) Currency Determination Agent:	Not Applicable
	(e) Specified Denomination(s):	US\$250,000 and integral multiples of \$1,000 in excess thereof
5.	Issue Price:	99.706%
6.	Issue Date:	14 September 2016
7.	Original Issue Date:	14 September 2016
8.	Interest Commencement Date:	Issue Date
9.	Automatic/optional conversion from one Interest Basis to another:	Not Applicable
10.	Additional Business Center(s):	London

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

Fixed Rate Note Provisions	Applicable
11. (a) Fixed Rate(s) of Interest:	4.000% per annum payable in arrear on each Interest Payment Date
(b) Interest Payment Date(s):	14 March and 14 September in each year up to and including the Maturity Date
(c) Day Count Fraction:	30/360
(d) Determination Date(s):	Not Applicable
Zero Coupon Note Provisions	Not Applicable
Floating Rate Note Provisions	Not Applicable
Reset Note Provisions	Not Applicable

PROVISIONS REGARDING REDEMPTION/MATURITY

12. Maturity Date:	14 September 2026
13. Redemption at Issuer's option:	Not Applicable
14. Repayment at holder's option:	Not Applicable
15. Minimum Denomination for early redemption/repayment:	Not Applicable
16. Regulatory Event (subordinated notes only):	Full or Partial Exclusion

Application has been made by the Issuer (or on its behalf) for the Notes to be admitted to trading on the London Stock Exchange plc's regulated market and listing on the Official List of the UK Listing Authority with effect from 14 September 2016.

Signed on behalf of **NATIONWIDE BUILDING SOCIETY**

By:  By: 
Duly Authorized *Duly Authorized*

PART B – OTHER INFORMATION

1. LISTING AND ADMISSION TO TRADING

(a) Listing and Admission to trading: London Stock Exchange plc
(b) Estimate of total expenses related to admission to trading: £3,650

2. RATINGS

Ratings:	The Notes to be issued are expected to be rated:
Moody's Investors Service Limited:	Baa1
Standard & Poor's Credit Market Services Europe Limited:	BBB
Fitch Ratings Ltd.:	A-

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

Save for any fees payable to Barclays Capital Inc., Citigroup Global Markets Inc., J.P. Morgan Securities LLC, Merrill Lynch, Pierce, Fenner & Smith Incorporated and UBS Securities LLC (the “**Placement Agents**”), so far as the Issuer is aware, no person involved in the issue of the notes has an interest material to the offer. The Placement Agents and their affiliates have engaged, and may in the future engage, in investment banking and/or commercial banking transactions with, and may perform other services for, the Issuer and its affiliates in the ordinary course of business.

4. YIELD (*Fixed Rate Notes only*)

Indication of yield:	4.085%
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5. OPERATIONAL INFORMATION

(a) CUSIP: U.S. Global Note: 63859WAE9
International Global Note: 63859XAD9

(b) ISIN Code: U.S. Global Note: US63859WAE93
International Global Note: US63859XAD93

(c) Common Code: U.S. Global Note: 149095900
International Global Note: 149095934

(d) Any clearing system(s) other than The Depository Trust Company and the relevant identification number(s): Not Applicable

(e) Names and addresses of additional Paying Agent(s) (if any): Not Applicable