



130/09

18 December 2009

REPURCHASE AND CANCELLATION OF PREFERENCE SHARES

As described in its previous announcement on 14 December 2009, Lloyds Banking Group plc (“Lloyds Banking Group”) has now settled the exchanges described in that announcement. Pursuant to these exchanges, on 17 December 2009, Lloyds Banking Group repurchased for cancellation (i) 15,400 preference shares (representing U.S.\$15,400,000 in liquidation preference) of its U.S.\$750,000,000 6.413 per cent. Non-Cumulative Fixed to Floating Rate Preference Shares (ISIN: GB00B3KSBH82) leaving 374,810 preference shares (representing U.S.\$ 374,810,000 in liquidation preference) outstanding; (ii) 183,610 preference shares (representing U.S.\$183,610,000 in liquidation preference) of its U.S.\$750,000,000 5.92 per cent. Non-Cumulative Fixed to Floating Rate Preference Shares (ISIN: GB00B3KSBJ07) leaving 371,933 preference shares (representing U.S.\$371,933,000 in liquidation preference) outstanding; (iii) 62,808 preference shares (representing U.S.\$62,808,000 in liquidation preference) of its U.S.\$750,000,000 6.657 per cent. Non-Cumulative Fixed to Floating Rate Preference Shares (ISIN: GB00B3KSBK12) leaving 434,350 preference shares (representing U.S.\$434,350,000 in liquidation preference) outstanding; and (iv) 14,840 preference shares (representing U.S.\$14,840,000 in liquidation preference) of its U.S.\$1,000,000,000 6.267 per cent. Non-Cumulative Fixed to Floating Rate Preference Shares (ISIN: XS0460002693) leaving 533,618 preference shares (representing U.S.\$533,618,000 in liquidation preference) outstanding.

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