

**PART A - CONTRACTUAL TERMS FOR TIER 2 NOTES**

Terms used herein shall be deemed to be defined as such for the purposes of the Terms and Conditions of the Tier 2 Notes (the “**Conditions**”) set forth in the Prospectus dated 30 March 2017 and the Supplemental Prospectus dated 22 June 2017 which together constitute a base prospectus for the purposes of the Prospectus Directive (Directive 2003/71/EC) (and amendments thereto, including Directive 2010/73/EU) (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 such 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 Prospectus, as so supplemented. The Prospectus and the Supplemental Prospectus are available for viewing at Citibank N.A., London Branch, Citigroup Centre, Canada Square, Canary Wharf, London E14 5LB, United Kingdom and <http://www.londonstockexchange.com/exchange/news/market-news/market-news-home.html> and copies may be obtained from Phoenix Group Holdings, 1st Floor, 32 Commercial Street, St. Helier, Jersey JE2 3RU, Channel Islands.

1	<b>Issuer:</b>	Phoenix Group Holdings
2	(i) Series Number:	2
	(ii) Tranche Number:	1
3	<b>Specified Currency or Currencies:</b>	U.S. Dollars (“U.S.\$”)
4	<b>Aggregate Nominal Amount of Notes admitted to trading:</b>	U.S.\$500,000,000
	(i) Series:	U.S.\$500,000,000
	(ii) Tranche:	U.S.\$500,000,000
5	<b>Issue Price:</b>	100 per cent. of the Aggregate Nominal Amount
6	(i) Specified Denominations:	U.S.\$200,000 and integral multiples of U.S.\$1,000 in excess thereof
	(ii) Calculation Amount (Definitive Notes only):	U.S.\$1,000
7	(i) Issue Date:	6 July 2017
	(ii) Interest Commencement Date	6 July 2017
8	<b>Maturity Date:</b>	6 July 2027
9	<b>Interest Basis:</b>	5.375 per cent. Fixed Rate
10	<b>Redemption Basis:</b>	Redemption at par
11	<b>Change of Interest Basis:</b>	Not Applicable
12	<b>Call Options:</b>	Not Applicable
13	(i) Status of the Notes:	Tier 2 Notes

- (ii) Date Board approval for issuance of Notes obtained: 17 March 2017

**PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE**

- 14 **Fixed Rate Note Provisions:** Applicable
- (i) Rate of Interest: 5.375 per cent. per annum payable semi-annually in arrear
- (ii) Interest Payment Date(s): 6 January and 6 July in each year commencing on 6 January 2018
- (iii) Fixed Coupon Amount: U.S.\$26.88 per Calculation Amount
- (iv) Broken Amount(s): Not Applicable
- (v) Day Count Fraction: 30/360
- (vi) Determination Dates: Not Applicable
- (vii) Business Day Convention: Not Applicable
- 15 **Fixed Rate Reset Note Provisions:** Not Applicable
- 16 **Floating Rate Note and Fixed to Floating Rate Note Provisions:** Not Applicable
- 17 **Optional Interest Payment Date** Not Applicable

**PROVISIONS RELATING TO REDEMPTION**

- 18 **Capital Replacement End Date:** 6 July 2022
- 19 **Call Option:** Not Applicable
- 20 **Ratings Methodology Call:** Applicable
- 21 **Final Redemption Amount of each Note:** U.S.\$1,000 per Calculation Amount
- 22 **Special Redemption Price:**
- (i) in respect of a Capital Disqualification Event redemption: U.S.\$1,000 per Calculation Amount
- (ii) in respect of a redemption for taxation reasons: U.S.\$1,000 per Calculation Amount
- (iii) in respect of a Ratings Methodology Event redemption: U.S.\$1,000 per Calculation Amount

**GENERAL PROVISIONS APPLICABLE TO THE NOTES**

- 23 **Form of Notes:** **Registered Notes:**  
Regulation S Global Note (U.S.\$500,000,000 nominal amount) registered in the name of a nominee for a common depository for Euroclear and Clearstream, Luxembourg
- 24 **Global Certificates (Registered Notes):** Yes
- 25 **Additional Financial Centre(s) or other special provisions relating to Payment Dates:** London
- 26 **Talons for future Coupons to be** No

**attached to Definitive Notes (and dates  
on which such Talons mature):**

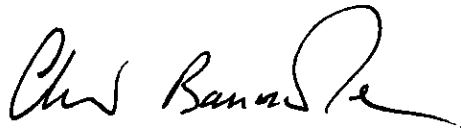
**DISTRIBUTION**

- |    |   |  |
|----|---|--|
| 27 | <b>U.S. selling restrictions:</b>       | Reg. S Compliance Category 2; TEFRA Not Applicable |
| 28 | <b>Additional selling restrictions:</b> | Not Applicable                                     |

Signed on behalf of the Issuer:

By: Clive Bannister

Duly authorised

A handwritten signature in black ink, appearing to read 'Clive Bannister', written in a cursive style.

## PART B — OTHER INFORMATION

### 1 LISTING

- (i) Listing: London
- (ii) Admission to trading: Application has been made for the Notes to be admitted to trading on the London Stock Exchange with effect from 6 July 2017.
- (iii) Estimate of total expenses related to admission to trading: £3,600

### 2 RATINGS

The Notes to be issued have been rated BBB- by Fitch Ratings

Fitch Ratings is established in the European Economic Area and is registered under Regulation (EU) No 1060/2009, as amended

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

So far as the Issuer is aware, no person involved in the offer of the Notes has an interest material to the offer.

### 4 YIELD

Indication of yield: 5.375 per cent. per annum payable semi-annually in arrear.

The yield is calculated at the Issue Date on the basis of the Issue Price. It is not an indication of future yield.

### 5 OPERATIONAL INFORMATION

ISIN Code: XS1639849204

Common Code: 163984920

Any clearing system(s) other than Euroclear Bank SA/NV and Clearstream Banking SA and the relevant identification number(s): Not Applicable

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