

December 15, 2006



The **BANK**
of **NEW YORK**

**A SECURITIES SERVICING
DEPOSITARY RECEIPTS**

Corporate Action

ATTENTION: International Research, Sales, Trading and Operations Staff

REDEMPTION NOTICE

Name: The Royal Bank of Scotland Group Plc Pref K

Country: United Kingdom

Symbol: RBSPRK

CUSIP Number: 780097820

Exchange: NYSE

Ratio: 1 ADR : 1 ORD

The Royal Bank of Scotland Group plc ("RBSG") hereby gives notice, in accordance with the articles of association of RBSG and the terms and conditions attaching to the Series K dollar preference shares, that on January 16, 2007 (the "**Redemption Date**") the Company will redeem all the Series K dollar preference shares then in issue at the redemption price of US\$25.00 per American Depositary Share together with accrued pro rata dividends payable per share for the current dividend period to the Redemption Date, which dividend equals US\$0.0820 per share.

RBSG's Series K American Depositary Receipts Facility (CUSIP 780097820) will terminate on the Redemption Date, and the Series K non-cumulative dollar preference shares will cease to accrue dividends and cease to exist for any purpose on or after such date.

To learn more about ADRs and issuer programs, please call our marketing desks:

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