



129/09

16 December 2009

REPURCHASE AND CANCELLATION OF PREFERENCE SHARES

Further to its announcement on 16 December 2009 and as described in its previous announcement on 11 December 2009, Lloyds Banking Group plc ("Lloyds Banking Group") has now settled the exchanges described below. On 16 December 2009, Lloyds Banking Group repurchased for cancellation (i) 57,890 preference shares (representing U.S.\$57,890,000 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 390,210 preference shares (representing U.S.\$390,210,000 in liquidation preference) outstanding; (ii) 15,535 preference shares (representing U.S.\$15,535,000 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 555,543 preference shares (representing U.S.\$555,543,000 in liquidation preference) outstanding; (iii) 31,550 preference shares (representing U.S.\$31,550,000 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 497,158 preference shares (representing U.S.\$497,158,000 in liquidation preference) outstanding; and (iv) 94,894 preference shares (representing U.S.\$94,894,000 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 548,458 preference shares (representing U.S.\$548,458,000 in liquidation preference) outstanding.

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