

Notice of Redemption

The Royal Bank of Scotland Group plc (the "Issuer")

The holders of the:

- CAD600,000,000 Fixed/Floating Undated Callable Step-Up Tier 1 Notes (the "**CAD Tier 1 Notes**") (ISIN: CA780097AT83 / CUSIP: 780097AT8 / Common Code: 032385311)
- \$1,600,000,000 Fixed Rate/Floating Rate Preferred Capital Securities (the "**USD Capital Securities**") (ISIN: US780097AS09 / XS0323865047 / CUSIP: 780097AS0 / Common Code: 32386504)

(together, the "**Notes**")

have been notified by the Issuer of the upcoming redemption of the Notes on 5 October 2017 (the "**Redemption Date**"). The amount of the CAD Tier 1 Notes and the USD Capital Securities currently outstanding is CAD320,689,000.00 and USD563,705,000.00, respectively.

Terms used but not defined herein shall have the meaning given to them in the relevant notice of redemption. The Notes are being redeemed pursuant to Conditions 6(d) and 6(i) (in respect of the CAD Tier 1 Notes) and Conditions 5(d) and 5(h) (in respect of the USD Capital Securities) at par, together with interest accrued to (but excluding) the Redemption Date and including any Deferred Interest Payments. The Issuer has notified the holders pursuant to the terms of the Notes.

To view the notices, please click on the relevant link below.

[RNS to insert hyperlink]

For further information, please contact:

RBS Investor Relations
Matthew Richardson
Head of Fixed Income Investor Relations
Tel: +44 (0)20 7678 1800

Legal Entity Identifier: 2138005O9XJJN4JPN90
