

Final Terms

28 June 2017

SKIPTON BUILDING SOCIETY

Issue of £350,000,000 1.750 per cent. Notes due 30 June 2022
under the £2,000,000,000

Euro Medium Term Note Programme

PART A — CONTRACTUAL TERMS

Terms used herein shall be deemed to be defined as such for the purposes of the Conditions set forth in the Offering Circular dated 15 June 2017 which constitutes a base prospectus for the purposes of the Prospectus Directive (the "**Offering Circular**"). 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 the Offering Circular. 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 Offering Circular. The Offering Circular has been published on the website of the London Stock Exchange at www.londonstockexchange.com/exchange/news/market-news/market-news-home.html.

1.	Issuer:	Skipton Building Society
2.	(a) Series Number:	201701
	(b) Tranche Number:	1
	(c) Date on which the Notes will be consolidated and form a single Series:	Not Applicable
3.	Specified Currency or Currencies:	Pounds Sterling (£)
4.	Aggregate Nominal Amount:	
	(a) Series:	£350,000,000
	(b) Tranche:	£350,000,000
5.	Issue Price:	99.700 per cent. of the Aggregate Nominal Amount
6.	(a) Specified Denominations:	£100,000 and integral multiples of £1,000 in excess thereof up to and including £199,000. No Notes in definitive form will be issued with a denomination above £199,000
	(b) Calculation Amount	£1,000
7.	(a) Issue Date:	30 June 2017
	(b) Interest Commencement Date:	Issue Date
8.	Maturity Date:	30 June 2022
9.	Interest Basis:	1.750 per cent. Fixed Rate (further particulars specified below)
10.	Redemption/Payment Basis:	Subject to any purchase and cancellation or early redemption, the Notes will be redeemed on the Maturity Date at 100 per cent. of their nominal amount
11.	Change of Interest Basis:	Not Applicable
12.	Put/Call Options:	Not Applicable
13.	(a) Status of the Notes:	Senior

- (b) Date approval for issuance of Notes obtained: Not Applicable

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

14. Fixed Rate Note Provisions: Applicable
- (a) Rate(s) of Interest: 1.750 per cent. per annum payable in arrear on each Interest Payment Date
- (b) Interest Payment Date(s): 30 June and 30 December in each year up to and including the Maturity Date
- (c) Fixed Coupon Amount(s): £8.75 per Calculation Amount
- (d) Broken Amount(s): Not Applicable
- (e) Day Count Fraction: Actual/Actual (ICMA)
- (f) Determination Date(s): 30 June and 30 December in each year
15. Reset Note Provisions: Not Applicable
16. Floating Rate Note Provisions: Not Applicable
17. Zero Coupon Note Provisions: Not Applicable

PROVISIONS RELATING TO REDEMPTION

18. Notice periods for Condition 7(b) (*Redemption and Purchase – Redemption for Tax Reasons*): Minimum period: 30 days
Maximum period: 60 days
19. Issuer Call: Not Applicable
20. Regulatory Event (Subordinated Notes only): Not Applicable
21. Investor Put: Not Applicable
22. Final Redemption Amount: £1,000 per Calculation Amount
23. Early Redemption Amount of each Note payable on redemption for taxation reasons or on event of default: £1,000 per Calculation Amount

GENERAL PROVISIONS APPLICABLE TO THE NOTES

24. (a) Form of Notes: Registered Notes
Global Certificate registered in the name of a nominee for a common safekeeper for Euroclear and Clearstream, Luxembourg (that is, held under the NSS)
- (b) New Global Note: No
25. Additional Financial Centre(s): Not Applicable
26. Talons for future Coupons to be attached to Definitive Notes: No.

Signed on behalf of the Issuer:

By: B. Ndau
Duly authorised

By: A. Ap
Duly authorised

PART B — OTHER INFORMATION

1. LISTING

- (i) Listing and admission to trading: Application has been made by the Issuer (or on its behalf) for the Notes to be admitted to trading on the London Stock Exchange's Regulated Market and listing on the Official List of the U.K. Listing Authority with effect from 30 June 2017.
- (ii) Estimate of total expenses related to admission to trading: £3,650

2. RATINGS

- Ratings: The Notes to be issued are expected to be rated:
Moody's Investor Services Limited: Baa1
Fitch Ratings Limited: A-

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

Save for any fees payable to the Joint Lead Managers, so far as the Issuer is aware, no person involved in the issue of the Notes has an interest material to the offer. The Joint Lead Managers and their affiliates have engaged, and may in the future engage, in investment banking and/or commercial banking transactions with and may perform other services for, the Issuer and its affiliates in the ordinary course of business.

4. YIELD

- Indication of yield: 1.813 per cent. (semi-annually)
- The yield is calculated at the Issue Date on the basis of the Issue Price It is not an indication of future yield.

5. HISTORIC INTEREST RATES

Not Applicable.

6. OPERATIONAL INFORMATION

- (i) ISIN: XS1640528854
- (ii) Common Code: 164052885
- (iii) Any clearing system(s) other than Euroclear and Clearstream, Luxembourg and the relevant identification number(s): Not Applicable
- (iv) Names and addresses of additional Paying Agent(s) (if any): Not Applicable
- (v) Intended to be held in a manner which would allow Eurosystem eligibility: Yes. Note that the designation "yes" simply means that the Notes are intended upon issue to be deposited with one of the ICSDs as common safekeeper (and registered in the name of a nominee of one of the ICSDs acting as common safekeeper, and does not necessarily mean that the Notes will be recognized as eligible collateral for Eurosystem monetary policy and intra day credit

operations by the Eurosystem either upon issue or at any or all times during their life. Such recognition will depend upon the ECB being satisfied that Eurosystem eligibility criteria have been met.

7. DISTRIBUTION

- (i) U.S. Selling Restrictions: TEFRA not applicable
- (ii) Prohibition of Sales to EEA Retail Investors: Not Applicable