

Final Terms

PROHIBITION OF SALES TO EEA AND UK RETAIL INVESTORS – The Notes are not intended to be offered, sold or otherwise made available to and should not be offered, sold or otherwise made available to any retail investor in the European Economic Area ("EEA") or in the United Kingdom ("UK"). For these purposes, a retail investor means a person who is one (or more) of: (i) a retail client as defined in point (11) of Article 4(1) of Directive 2014/65/EU (as amended, "MiFID II"); (ii) a customer within the meaning of Directive (EU) 2016/97 (the "Insurance Distribution Directive"), where that customer would not qualify as a professional client as defined in point (10) of Article 4(1) of MiFID II; or (iii) not a qualified investor as defined in Regulation (EU) 2017/1129 (the "Prospectus Regulation"). Consequently no key information document required by Regulation (EU) No 1286/2014 (as amended, the "PRIIPs Regulation") for offering or selling the Notes or otherwise making them available to retail investors in the EEA or in the UK has been prepared and therefore offering or selling the Notes or otherwise making them available to any retail investor in the EEA or in the UK may be unlawful under the PRIIPs Regulation.

MIFID II product governance / Professional investors and ECPs only target market – Solely for the purposes of each manufacturer's product approval process, the target market assessment in respect of the Notes has led to the conclusion that: (i) the target market for the Notes is eligible counterparties and professional clients only, each as defined in MiFID II; and (ii) all channels for distribution of the Notes to eligible counterparties and professional clients are appropriate. Any person subsequently offering, selling or recommending the Notes (a "distributor") should take into consideration the manufacturers' target market assessment; however, a distributor subject to MiFID II is responsible for undertaking its own target market assessment in respect of the Notes (by either adopting or refining the manufacturers' target market assessment) and determining appropriate distribution channels.

30 September 2020

SKIPTON BUILDING SOCIETY

Legal entity identifier (LEI): 66AGRETLUXS4YO5MUH35

Issue of £350,000,000 Senior Non-Preferred Reset Notes due 2 October 2026 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 Base Prospectus dated 11 September 2020 which constitutes a base prospectus for the purposes of the Prospectus Regulation (the "Base Prospectus"). This document constitutes the Final Terms of the Notes described herein for the purposes of the Prospectus Regulation and must be read in conjunction with the Base Prospectus in order to obtain all the relevant information. The Base Prospectus has been published on the website of the London Stock Exchange at www.londonstockexchange.com/exchange/news/market-news/market-news-home.html.

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| 1. | Issuer: | Skipton Building Society |
| 2. | Status of the Notes: | Senior Non-Preferred |
| 3. | (a) Series Number: | 202001 |
| | (b) Tranche Number: | 1 |
| | (c) Date on which the Notes will be consolidated and form a single Series: | Not Applicable |
| 4. | Specified Currency or Currencies: | Pounds Sterling (£) |

5.	Aggregate Nominal Amount:	
	(a) Series:	£350,000,000
	(b) Tranche:	£350,000,000
6.	Issue Price:	99.872 per cent. of the Aggregate Nominal Amount
7.	(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
8.	(a) Issue Date:	2 October 2020
	(b) Interest Commencement Date:	Issue Date
9.	Maturity Date:	2 October 2026
10.	Interest Basis:	Reset Notes (further particulars specified below)
11.	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
12.	Change of Interest Basis:	Not Applicable
13.	Put/Call Options:	Issuer Call (further particulars specified below)
14.	Date Board approval for issuance of Notes obtained:	25 February 2020

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

15.	Fixed Rate Note Provisions:	Not Applicable
16.	Reset Note Provisions:	Applicable
	(a) Initial Rate of Interest:	2.000 per cent. per annum payable in arrear on each Interest Payment Date
	(b) First Margin:	+2.150 per cent. per annum
	(c) Subsequent Margin:	Not Applicable
	(d) Interest Payment Date(s):	2 October and 2 April in each year from and including 2 April 2021 up to and including the Maturity Date
	(e) Fixed Coupon Amount to (but excluding) the First Reset Date:	£10 per Calculation Amount
	(f) Broken Amount(s):	Not Applicable
	(g) Reset Reference Rate:	Reference Bond
	(h) First Reset Date:	2 October 2025
	(i) Second Reset Date:	Not Applicable
	(j) Subsequent Reset Date(s):	Not Applicable
	(k) Relevant Screen Page:	Not Applicable
	(l) Mid-Swap Rate:	Not Applicable
	(m) Mid-Swap Maturity:	Not Applicable
	(n) Reference Bond Reset Rate Time:	11:00am (London time)

- (o) Fixed Leg Swap Duration: Not Applicable
- (p) Day Count Fraction: Actual/Actual (ICMA)
- (q) Reset Determination Date(s): Second Reset Business Day prior to the First Reset Date
- (r) Business Centre(s): London
- (s) Calculation Agent: The Bank of New York Mellon, London Branch
- 17. Floating Rate Note Provisions: Not Applicable
- 18. Zero Coupon Note Provisions: Not Applicable

PROVISIONS RELATING TO REDEMPTION

- 19. Notice periods for Condition 7(b) (*Redemption and Purchase - Redemption for Tax Reasons*): Minimum period: 30 days
Maximum period: 60 days
- 20. Issuer Call: Applicable
 - (a) Optional Redemption Date(s): 2 October 2025
 - (b) Optional Redemption Amount: £1,000 per Calculation Amount
 - (c) If redeemable in part: Not Applicable
 - (d) Notice periods: Minimum period: 15 days
Maximum period: 30 days
- 21. Regulatory Event (Subordinated Notes only): Not Applicable
- 22. Senior Non-Preferred Notes: Loss Absorption Disqualification Event Redemption: Applicable
 - (a) Loss Absorption Disqualification Event: Full or Partial Exclusion
 - (b) Loss Absorption Disqualification Event Redemption Price: £1,000 per Calculation Amount
 - (c) Senior Non-Preferred Notes: Substitution and Variation: Applicable
- 23. Investor Put: Not Applicable
- 24. Final Redemption Amount: £1,000 per Calculation Amount
- 25. 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

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| 26. | (a) | Form of Notes: | Bearer Notes
Temporary Global Note exchangeable for a Permanent Global Note which is exchangeable for Definitive Notes in the limited circumstances specified in the Permanent Global Note |
| | (b) | New Global Note: | Yes |
| 27. | | Additional Financial Centre(s): | Not Applicable |
| 28. | | Talons for future Coupons to be attached to Definitive Notes: | No |

Signed on behalf of the Issuer:

By: *B. Ndau*
Duly authorised

PART B — OTHER INFORMATION

1. LISTING

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| (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 FCA with effect from 2 October 2020. |
| (ii) | Estimate of total expenses related to admission to trading: | £4,725 |

2. RATINGS

Ratings: The Notes to be issued are expected to be rated: Moody's Investors Service Limited ("**Moody's**"): Baa2
Fitch Ratings Ltd ("**Fitch**"): A-

Brief explanation of the meaning of the ratings:

Moody's:

Obligations rated Baa are judged to be medium-grade and subject to moderate credit risk and as such may possess certain characteristics; the modifier 2 indicates a mid-range ranking of that generic rating category. (Source: <https://www.moodys.com/ratings-process/ratings-definitions/002002>)

Fitch:

An obligation rated "A" denotes expectations of low default risk. The capacity for payment of financial commitments is considered strong. This capacity may, nevertheless, be more vulnerable to adverse business or economic conditions than is the case for higher ratings. The modifier "-" appended to the rating denotes the relative status within major rating categories. (Source: <https://fitchratings.com/products/rating-definitions#about-rating-definitions>)

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. REASONS FOR THE OFFER AND ESTIMATED NET PROCEEDS

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| (i) | Reasons for the offer: | General corporate purposes including contributing to the Issuer's Minimum Requirement for own funds and Eligible Liabilities requirements. |
| (ii) | Estimated Net Proceeds: | £348,852,000 |

5. YIELD

Indication of yield: 2.027 per cent. (semi-annual)

The yield is calculated at the Issue Date on the basis of the Issue Price for the period from the Issue Date until the First Reset Date. It is not an indication of future yield.

6. OPERATIONAL INFORMATION

- (i) ISIN: XS2239766624
- (ii) Common Code: 223976662
- (iii) CFI: See the website of the Association of National Numbering Agencies (ANNA) or alternatively sourced from the responsible National Numbering Agency that assigned the ISIN
- (iv) FISN: See the website of the Association of National Numbering Agencies (ANNA) or alternatively sourced from the responsible National Numbering Agency that assigned the ISIN
- (v) Any clearing system(s) other than Euroclear and Clearstream, Luxembourg and the relevant identification number(s): Not Applicable
- (vi) Names and addresses of additional Paying Agent(s) (if any): Not Applicable
- (vii) Intended to be held in a manner which would allow Eurosystem eligibility: No. Whilst the designation is specified as "no" at the date of these Final Terms, should the Eurosystem eligibility criteria be amended in the future such that the Notes are capable of meeting them the Notes may then be deposited with one of the ICSDs as common safekeeper. Note that this does not necessarily mean that the Notes will then be recognised as eligible collateral for Eurosystem monetary policy and intra day credit operations by the Eurosystem at any time 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 D
- (ii) Prohibition of Sales to EEA and UK Retail Investors: Applicable