

FINAL TERMS

19 April 2016

Yorkshire Building Society

Issue of £400,000,000 3.500 per cent. Notes due April 2026
under the £5,000,000,000 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 Prospectus dated 18 December 2015 (the **Prospectus**) and the supplement to the Prospectus dated 1 April 2016, which together constitute a prospectus for the purposes of the Prospectus Directive. This document constitutes the Final Terms of the Notes described herein for the purposes of Article 5.4 of the Prospectus Directive. This document must be read in conjunction with the Prospectus as so supplemented. 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 Prospectus as so supplemented. Copies of the Prospectus and the supplement to the Prospectus are available for viewing at the office of the Issuer at Yorkshire House, Yorkshire Drive, Bradford, West Yorkshire BD5 8LJ and copies may be obtained from the Principal Paying Agent at 8 Canada Square, London E14 5HQ. The 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. | (i) | Series Number: | 220 |
| | (ii) | Tranche Number: | 1 |
| | (iii) | Date on which the Notes will be consolidated and form a single Series: | Not Applicable |
| 2. | | Specified Currency or Currencies: | Pounds Sterling (£) |
| 3. | | Aggregate Nominal Amount: | |
| | — | Series: | £400,000,000 |
| | — | Tranche: | £400,000,000 |
| 4. | | Issue Price of Tranche: | 99.485 per cent. of the Aggregate Nominal Amount |
| 5. | (i) | 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 |
| | (ii) | Calculation Amount: | £1,000 |
| 6. | (i) | Issue Date: | 21 April 2016 |
| | (ii) | Interest Commencement Date: | Issue Date |

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| 7. | Maturity Date: | 21 April 2026 |
| 8. | Interest Basis: | 3.500 per cent. Fixed Rate
(further particulars specified below) |
| 9. | Redemption/Payment Basis: | Subject to any purchase or cancellation or early redemption, the Notes will be redeemed on the Maturity Date at 100 per cent. of their nominal amount |
| 10. | Change of Interest Basis: | Not Applicable |
| 11. | Put/Call Options: | Not Applicable |
| 12. | (i) Status of the Notes: | Ordinary |
| | (ii) Date Committee approval for issuance of Notes obtained: | 18 April 2016 |

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

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| 13. | Fixed Rate Note Provisions | Applicable |
| | (i) Rate(s) of Interest: | 3.500 per cent. per annum payable in arrear on each Interest Payment Date |
| | (ii) Interest Payment Date(s): | 21 April in each year, commencing on 21 April 2017, up to and including the Maturity Date |
| | (iii) Fixed Coupon Amount(s): | £35.00 per Calculation Amount |
| | (iv) Broken Amount(s): | Not Applicable |
| | (v) Day Count Fraction: | Actual/Actual (ICMA) |
| | (vi) Determination Date(s): | 21 April in each year |
| 14. | Floating Rate Note Provisions | Not Applicable |
| 15. | Reset Note Provisions | Not Applicable |
| 16. | Zero Coupon Note Provisions | Not Applicable |

PROVISIONS RELATING TO REDEMPTION

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| 17. | Notice periods for: | |
| | (i) Condition 6(b) | Minimum period: 30 days
Maximum period: 60 days |
| | (ii) Condition 6(e) | Not Applicable |

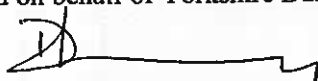
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| 18. | Issuer Call: | Not Applicable |
| 19. | Regulatory Event (Subordinated Notes only): | Not Applicable |
| 20. | Investor Put: | Not Applicable |
| 21. | Final Redemption Amount of each Note: | £1,000 per Calculation Amount |
| 22. | Early Redemption Amount payable on redemption for taxation reasons, (in the case of Subordinated Notes) for regulatory reasons or on event of default: | £1,000 per Calculation Amount |

GENERAL PROVISIONS APPLICABLE TO THE NOTES

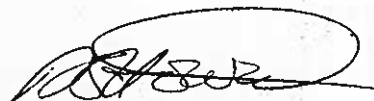
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| 23. | Form of Notes: | Temporary Global Note exchangeable for a Permanent Global Note which is exchangeable for definitive Notes only upon an Exchange Event including the exchange event described in paragraph (c) of the definition in the Permanent Global Note. |
| 24. | New Global Note (NGN): | Yes |
| 25. | Additional Financial Centre(s): | Not Applicable |
| 26. | Talons for future Coupons to be attached to Definitive Notes: | No |

Signed on behalf of Yorkshire Building Society:

By:


Duly Authorised

By:


Duly Authorised

Part B – OTHER INFORMATION

1. LISTING AND ADMISSION TO TRADING

- (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 UK Listing Authority with effect from 21 April 2016.
- (ii) Estimate of total expenses related to admission to trading: £3,600

2. RATINGS

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

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

Save for any fees payable to the 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 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: 3.562 per cent. per annum

5. OPERATIONAL INFORMATION

- (i) ISIN: XS1397887537
- (ii) Common Code: 139788753
- (iii) Any clearing system(s) other than Euroclear Bank SA/NV and Clearstream Banking société anonyme and the relevant identification number(s): Not Applicable
- (iv) Delivery: Delivery against payment
- (v) Names and addresses of additional Paying Agent(s) (if any): Not Applicable

6. DISTRIBUTION

- (i) Method of distribution: Syndicated
- (ii) If syndicated, names of Managers: HSBC Bank plc, Lloyds Bank plc, The Royal Bank of Scotland plc and UBS Limited
- (iii) Date of Syndication Agreement: 19 April 2016
- (iv) If non-syndicated, name of relevant Dealer: Not Applicable
- (v) U.S. Selling Restrictions: Reg. S Compliance Category 2; TEFRA D

