

Andrew Caldwell

*Independent Valuer appointed by HM Treasury under
The Northern Rock plc Compensation Scheme Order 2008*

1 October 2010

Dear Sir/Madam,

Revised Assessment Notice issued pursuant to the Northern Rock Plc Compensation Scheme Order 2008

This letter constitutes a Revised Assessment Notice issued pursuant to paragraph 12 of the Schedule to the Northern Rock Plc Compensation Scheme Order 2008.

On 29 March 2010, I sent to you my Assessment Notice in which I set out my determination that the amount of compensation payable by HM Treasury to former shareholders, or to those whose rights to receive shares have been extinguished, is nil.

I have since received your request for reconsideration of the determination contained in my Assessment Notice, together with any evidence you may have submitted to support this request.

After careful consideration of the requests for reconsideration that I have received, I remain of the view that my original determination is correct and should therefore be upheld. I am therefore writing to confirm that the amount of compensation payable by HM Treasury to former shareholders, or to those whose rights to receive shares have been extinguished, is nil.

A summary of material representations made to me by way of requests for reconsideration and my responses to those representations can be found in the document "Response to Requests for Reconsideration of my Determination" included with this letter.

Any person who is affected by the determination in this Revised Assessment Notice, and who is dissatisfied with it, may refer the matter to the Upper Tribunal (Tax and Chancery Chamber). Any such reference must be made within 28 days from receipt of this letter. It should be made by way of a Reference Notice (Form FTC3), which must be signed by or on behalf of the Applicant and sent to:

**The Upper Tribunal
Tax and Chancery Chamber
45 Bedford Square
London**

Correspondence should be addressed to:
BDO LLP, 55 Baker Street, London W1U 7EU
Direct fax: 020 7893 2329
e-mail: northern.rock@bdo.co.uk

To obtain Form FTC3, go to www.tribunals.gov.uk/financeandtax/FormsGuidance.htm or call the Upper Tribunal's office on 020 7612 9647 or 020 7612 9646.

All Reference Notices (Form FTC3) must be sent directly to the Upper Tribunal's office and copied to me as follows:

by post to: **Andrew Caldwell**
c/o BDO LLP
55 Baker Street
London
W1U 7EU

by e-mail to: **northern.rock@bdo.co.uk**

Going forward, I will not be responding to any further correspondence received from Affected Parties, but will address any further issues raised in the context of the Upper Tribunal procedures, as appropriate.

Shareholder Register

Northern Rock's registrars, Capita Registrars ("Capita"), maintain the database of former shareholders. It is therefore important that Affected Parties continue to update Capita about any change in their personal details at:

Capita Registrars Northern House
Woodsome Park
Fenay Bridge
Huddersfield
HD8 0LA

Telephone: 0871 664 0340
Fax: 0871 664 0350
E-mail: northernrock@capitaregistrars.com

If you have any queries in respect of this letter, please contact my helpline on **0800 3777 353**.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Andrew Caldwell', written over a faint, larger version of the same name.

Andrew Caldwell