

TO ALL DEPOSITOR CREDITORS

8 December 2008

Ref:CR/SA/AJM/DT/NWM0903/PF5.13

FSCS helpline: 0207 892 7300
FSCS website: www.fscs.org.uk

Dear Sir

London Scottish Bank plc (In Administration) ("the Company")

On 30 November 2008, M E Mills, S Allport, T A Jack and I were appointed as Joint Administrators of the Company. The application for an Administration order was made by the Company's Directors under the provisions of paragraph 12 of Schedule B1 to the Insolvency Act 1986.

Please be advised that all customers who are eligible for compensation from The Financial Services Compensation Scheme ("FSCS") will receive their money back in full, irrespective of whether the funds owed to them exceed the current statutory £50,000 limit.

The FSCS will write to you directly at your address to advise you how to apply for compensation, and will also be working closely with the Joint Administrators to ensure payments are made as soon as possible.

I trust this is in order, however, should you require further information you may wish to call the FSCS helpline on 0207 892 7300 or visit www.fscs.org.uk.

Yours faithfully
for London Scottish Bank plc (In Administration)



T M Burton
Joint Administrator

The Institute of Chartered Accountants in England and Wales authorises Margaret Elizabeth Mills, Thomas Andrew Jack and Simon Allport to act as Insolvency Practitioners under section 390(2) (a) of the Insolvency Act 1986 and the Institute of Chartered Accountants of Scotland authorises Thomas Merchant Burton to act as an Insolvency Practitioner under section 390(2)(a) of the Insolvency Act 1986.

The affairs, business and property of the Company are being managed by the Joint Administrators, M E Mills, T M Burton, T A Jack and S Allport. The Joint Administrators act as agents of the Company only and without personal liability.



INVESTOR IN PEOPLE