

ENHANCED GROWTH PLAN 10



THIS DOCUMENT IS FOR USE BY FINANCIAL ADVISERS ONLY AND IS NOT FOR PUBLIC DISTRIBUTION

The Cater Allen Enhanced Growth Plan 10 (EGP10) is a structured deposit which provides your client with an opportunity to benefit from a return of four times any potential growth in the FTSE 100 Index subject to a maximum return of 40% (equivalent to 5.77% AER (variable)) on their Original Investment.

Your client's return is determined by comparing the Initial Index Level (which is the closing level of the FTSE 100 Index on 3 July 2012; the Commencement Date of the Plan) with the Final Index Level (calculated by averaging the closing level of the FTSE 100 Index on 13 selected dates over the course of the last 12 months of the Plan from 3 July 2017 to 3 July 2018), and multiplying the positive percentage difference between the two levels by 4 (up to a capped maximum return of 40% of the Original Investment).

The Plan also provides your client with the peace of mind that their Original Investment will be returned to them at the end of the Plan's six year term, irrespective of the performance of the Index. Their Original Investment is held on deposit by Cater Allen Private Bank and afforded the same degree of protection and Financial Services Compensation Scheme (FSCS) cover as any other deposit account held by the bank.

Product Features	
Fixed Term	6 years
Maximum return at maturity	The Original Investment in full, plus an amount that reflects four times (400%) the percentage growth (subject to averaging) of the FTSE 100 Index over the term, up to a maximum 40% gross return (equivalent to 5.77% AER (variable)).
Minimum Deposit	£5,640
Suitable for direct, cash ISA, cash ISA transfer, SIPP, SSAS or Offshore Bond investment	

Key Dates	
Start of offer period	10 April 2012
End of offer period	5 June 2012 or earlier if sold out
Commencement Date	3 July 2012
Averaging period	3 July 2017 – 3 July 2018
Maturity Date	5 July 2018



Probability of the level of return provided by the Enhanced Growth Plan 10 based upon historical FTSE 100 Index data

The table below and the graph opposite utilise historical FTSE 100 Index data – the movements from the inception of the Index (on 3 January 1984) until the date on which the data for this document was drawn (17 February 2012) – to illustrate the percentage of scenarios in which the Cater Allen Enhanced Growth Plan 10 would have made a payment in addition to the return of the client’s Original Investment (and what that payment would have been in percentage terms). The table and graph also show the percentage of scenarios in which the Plan would have just returned the client’s Original Investment in full at maturity.

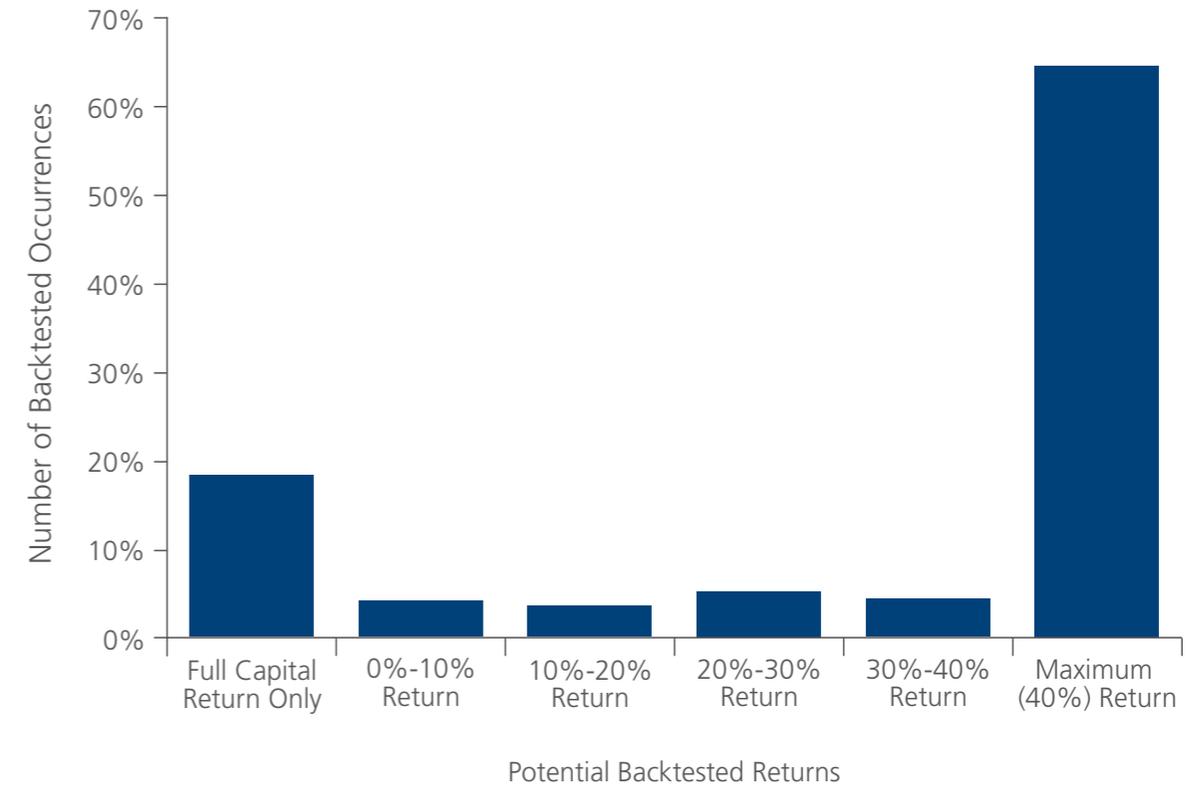
	Number of Observations	%
Total number of 6 Year Observations	5608	100%
Observations where no return would have been achieved in addition to the repayment of the Original Investment	1027	18.31%
Observations where a return of less than 10% would have been achieved	228	4.07%
Observations where a return of between 10% and 20% would have been achieved	197	3.51%
Observations where a return of between 20% and 30% would have been achieved	288	5.14%
Observations where a return of between 30% and 40% would have been achieved	242	4.32%
Observations where the maximum return of 40% would have been achieved	3626	64.65%
Average Return	29.43%	

Source: Bloomberg as at 17 February 2012

Please note: Past performance is in no way a guide to future performance or returns achievable through the Cater Allen Private Bank Enhanced Growth Plan 10.

In 64.65% of the 5608 observations run with the historical FTSE 100 Index data, the maximum return of 40% (equivalent to 5.77% AER) of the Original Investment would have been paid to the client, in addition to the repayment of their Original Investment in full at maturity.

In 18.31% of the 5608 observations run with the historical FTSE 100 Index data, the Final Index Level was below the Initial Index Level and therefore the client’s Original Investment would have been returned in full at maturity but no additional return would have been paid.



FTSE 100 Index historical performance versus the returns which would have been achieved with the Cater Allen Enhanced Growth Plan 10

This graph shows the comparative performance between the Cater Allen Enhanced Growth Plan 10 and the FTSE 100 Index over the same six year term.

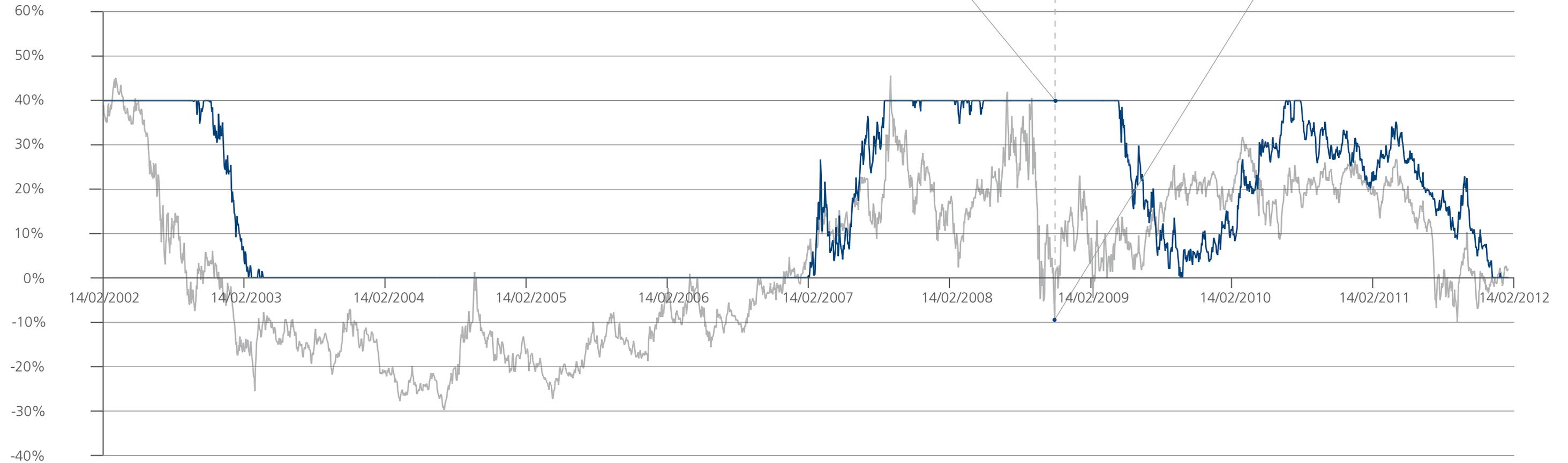
The grey line illustrates (at any given point on it) the percentage increase or decrease in the FTSE 100 Index (with no averaging and no dividend yield) compared to a starting point/initial level six years prior.

The blue line represents (at any given point on it) the percentage return provided by the Cater Allen Enhanced Growth Plan 10 if the Plan matured on that date at the end of the same six year term.

Example comparison for a specific date – 21/11/2008

On this date (21/11/2008) a deposit maturing in the Enhanced Growth Plan 10 (i.e. at the end of its 6 Year Term [with averaging in the final year of the Plan] from a Commencement Date of 21/11/2002) would have provided a return of 40%.

On the same date (21/11/2008) the FTSE 100 Index over the same six year term (i.e. between 21/11/2002 and 21/11/2008 [with no averaging and no dividend yield]) would have fallen by 9.76%.



— 6 Year Hypothetical performance of the Enhanced Growth Plan 10 (including averaging in the final year of the Plan)
 — 6 Year Performance of the FTSE 100 Index (with no averaging and no dividend yield)

Source: Bloomberg as at 17 February 2012

Please note: Past performance is in no way a guide to future performance or returns achievable through the Cater Allen Private Bank Enhanced Growth Plan 10.

Credit Ratings

A company's credit rating is a way of assessing the likelihood that it will be able to pay any monies it owes (although this does not provide assurance that the company cannot fail). All deposits held with Cater Allen Private Bank are fully and unconditionally guaranteed by Santander UK plc.

The table below shows the long term credit ratings given by prominent credit ratings agencies, Standard & Poor's and Fitch, to six banks which act as issuers or counterparties for structured products available in the marketplace currently.

	Standard & Poor's	Outlook	Fitch	Outlook
Santander UK plc	A	Stable	A+	Stable
Barclays Bank plc	A+	Stable	A	Stable
HSBC Bank plc	AA-	Stable	AA	Negative
Morgan Stanley	A-	Negative	A	Stable
RBS plc	A	Stable	A	Stable
Investec Bank plc	-	-	BBB-	Negative

Source: Bloomberg as at 1 May 2012

Rating	Standard & Poor's: Explanation of Rating
AAA	"The highest rating assigned by Standard & Poor's. The obligor's capacity to meet its financial commitments on the obligation is extremely strong."
AA	"Differs from the highest-rated obligations to a small degree. The obligor's capacity to meet its financial commitment on the obligation is very strong."
A	"Somewhat more susceptible to the adverse effects of changes in circumstances and economic conditions than obligations in higher-rated categories. However, the obligor's capacity to meet its financial commitment on the obligation is still strong."
BBB	"Exhibits adequate protection parameters. However, adverse economic conditions or changing circumstances are more likely to lead to a weakened capacity of the obligor to meet its financial commitment on the obligation."

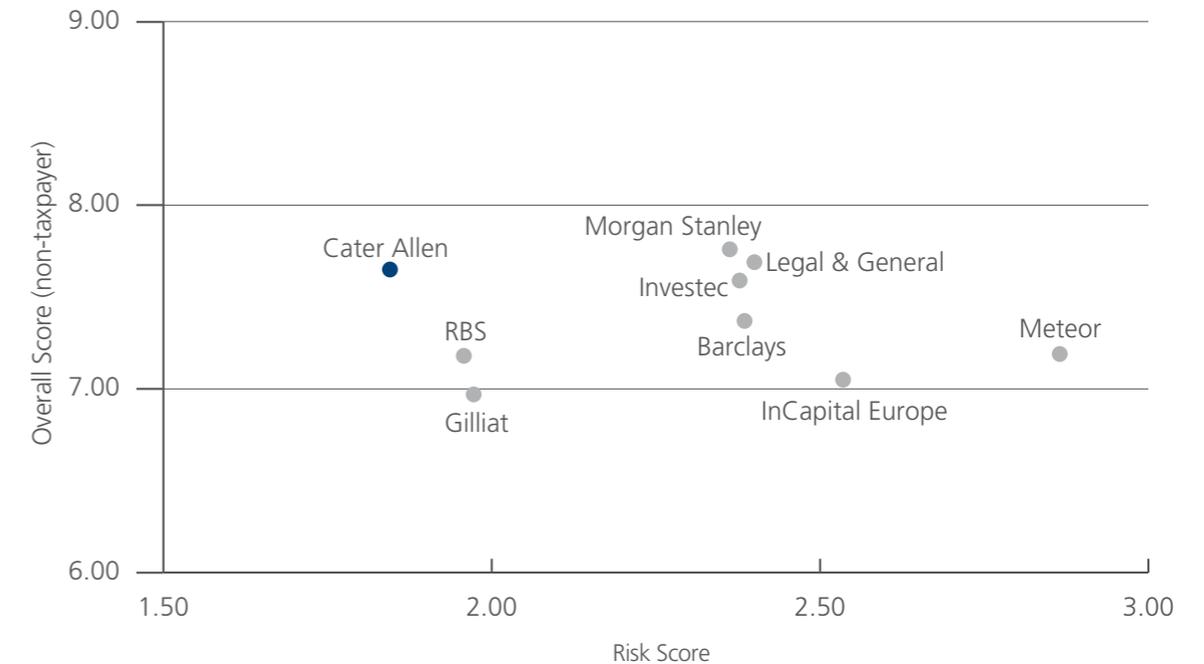
Rating	Fitch: Explanation of Rating
AAA	'AAA' ratings denote the lowest expectation of default risk. They are assigned only in cases of exceptionally strong capacity for payment of financial commitments. This capacity is highly unlikely to be adversely affected by foreseeable events.
AA	'AA' ratings denote expectations of very low default risk. They indicate very strong capacity for payment of financial commitments. This capacity is not significantly vulnerable to foreseeable events.
A	'A' ratings denote 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.
BBB	'BBB' ratings indicate that expectations of default risk are currently low. The capacity for payment of financial commitments is considered adequate but adverse business or economic conditions are more likely to impair this capacity.

For ratings from AA down to and including CCC, a plus sign ('+') or minus sign ('-') is used as a modifier to describe whether an issuer is near the top or the bottom of the rating category.

Sources: Standard & Poor's, "Standard & Poor's Ratings Definitions" 25 September 2009, Fitch Ratings "Definitions of Ratings and Other Forms of Opinion" July 2011

Overall Score (non-taxpayer) versus Risk Score by Product Provider (comparing Plans live on FVC website as of 1 May 2012)

This graph has been compiled using data from independent structured product analysts Future Value Consultants (FVC). The chart represents how the Enhanced Growth Plan 10 (based on draft report as at 10 April 2012) compares with those of other providers based upon their averaged 'Overall Score' (rated 0-10; encompassing the Plans' transparency, value and return scores [non-taxpayer]) and their averaged 'Risk Score' (rated 1-5). The Plans included in the analysis are all those that were open for investment on 1 May 2012, with each Plan's respective scores being the first version published by FVC.



Future Value Consultants (FVC) is an independent company which reviews new product launches and provides free research reports on each Plan via their website www.futurevc.co.uk. Included in each research report are scores given out of 10 for transparency, value and return, as well as a measure of the product's level of risk, known as the riskmap rating. The riskmap rating is a number between 1 and 5, with 1 being the least risky and equivalent to the level of risk found on a deposit account, and 5 being the riskiest and equivalent to the level of risk found holding single stocks and high risk funds.



AER stands for Annual Equivalent Rate and this shows what the interest rate would be if we paid interest and added it to your clients' Plan each year. The return will only be paid at the end of the term. Gross is the rate before the deduction of the basic rate of income tax, currently 20%. Unless your clients' return is the capped maximum [of 40%], the equivalent AER at maturity is variable and will depend on the performance of the FTSE 100 Index.

Averaging at the end of the Plan term is designed to smooth the performance of the FTSE 100 Index. Whilst this could reduce the benefits of a rising market, it also reduces the adverse effects of a falling market.

Backtesting performance is hypothetical and is provided for information purposes to indicate historical performance had the Plan been available over the relevant period(s) based on information provided by Bloomberg.

Cater Allen Private Bank is the name used for banking services provided by Cater Allen Limited. Registered Office: 2 Triton Square, Regent's Place, London, NW1 3AN. Registered in England number 383032. Authorised and regulated by the Financial Services Authority, except in respect of its consumer credit products for which Cater Allen Limited is licensed and regulated by the Office of Fair Trading. FSA registration number 178737. Cater Allen Limited is part of the Santander group. Cater Allen and the flame logo are registered trademarks. All deposits held with Cater Allen Private Bank are fully and unconditionally guaranteed by Santander UK plc. Calls may be recorded or monitored. www.caterallen.co.uk. Telephone 0800 028 1200. www.caterallen.co.uk/structuredproducts

