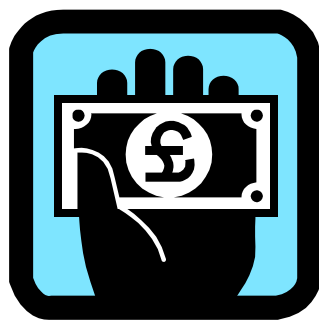


Shareholders in
Royal Bank of Scotland

Were You Misled When You Subscribed for the RBS Rights Issue?



Royal Bank of Scotland has destroyed shareholders wealth on an enormous scale in the last year, and the Rights Issue was particularly damaging to those who took it up. The RBOS Shareholders Action Group has been formed to look into these issues and examine whether legal action should be taken. See overleaf for more information.

Royal Bank of Scotland Shareholders Action Group

PO Box 62, Chislehurst, BR7 5YB
Tel: 020-8467-2686; web: www.rbosaction.org



The RBoS Shareholder Action Group has been formed to represent the interests of shareholders in the Royal Bank of Scotland (RBS). We are considering legal action on behalf of shareholders in the company.

RBS shareholders believe the considerable losses they have sustained can be attributed to factors beyond the financial crisis. The rights issue the bank undertook in May 2008, which shareholders believe was promoted on a misleading basis, is of particular concern. This was the largest ever UK rights issue at that time, raising £12bn for RBS.

The Group believes that, at the time of the rights issue, the company's assets were overstated and liabilities were understated. The rights issue was priced at 200p which even then was a discount of 35% on the market price. However, the company has recently traded at under 20p, resulting in a massive destruction of value.

The rights issue was clearly insufficient and subsequently the company has had to take substantial funds from the Government to cope with further asset write-downs and as part of the "recapitalisation" programme for banks to improve their core balance sheet ratios. This has resulted in the massive dilution of shareholders' interests and the Government now has a financial stake of 95% in the business. Effectively the business has been nationalised in all but name, with the Government firmly in control of the company and entitled to dictate its policies and strategy.



In addition, investors had their dividends struck out with devastating results for the pension incomes of thousands.

Shareholders in RBS are invited to contact us so that they can register their interest in the Group and in any subsequent legal action that may be mounted. Please return the slip below to:
PO Box 62, Chislehurst, BR7 5YB for more information

Name (please write in capital letters) _____

Address: _____

Postcode : _____

Email Address: _____

Any personal information that you supply will be treated as confidential and will not be passed to third parties without your consent. This leaflet is published by the RBoS Shareholders Action Group Ltd – a company limited by guarantee and registered in England no. 6853408.