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PROHIBITION OF SALES TO EEA RETAIL INVESTORS – The Notes are not intended to be offered, sold or otherwise made available to and should not be offered, sold or otherwise made available to any retail investor in the European Economic Area (EEA). For these purposes, a “retail investor” means a person who is one (or more) of: (i) a retail client as defined in point (11) of Article 4(1) of Directive 2014/65/EU (as amended, **MiFID II**); (ii) a customer within the meaning of Directive (EU) 2016/97 (as amended), where that customer would not qualify as a professional client as defined in point (10) of Article 4(1) of MiFID II; or (iii) not a qualified investor as defined in Article 2 of Regulation (EU) 2017/1129. Consequently, no key information document required by Regulation (EU) No 1286/2014 (as amended, the **PRIPs Regulation**) for offering or selling the Notes or otherwise making them available to retail investors in the EEA has been prepared and therefore offering or selling the Notes or otherwise making them available to any retail investor in the EEA may be unlawful under the PRIIPs Regulation.

PROHIBITION OF SALES TO UK RETAIL INVESTORS – The Notes are not intended to be offered, sold or otherwise made available to and should not be offered, sold or otherwise made available to any retail investor in the United Kingdom (UK). For these purposes, a “retail investor” means a person who is one (or more) of: (i) a retail client as defined in point (8) of Article 2 of Regulation (EU) No 2017/565 as it forms part of UK domestic law by virtue of the European Union (Withdrawal) Act 2018 (**EUWA**); (ii) a customer within the meaning of the provisions of the Financial Services and Markets Act 2000 (as amended, **FSMA**) and any rules or regulations made under the FSMA to implement Directive (EU) 2016/97 (as amended), where that customer would not qualify as a professional client, as defined in point (8) of Article 2(1) of Regulation (EU) No 600/2014 as it forms part of UK domestic law by virtue of the EUWA; or (iii) not a qualified investor as defined in Article 2 of Regulation (EU) 2017/1129 as it forms part of UK domestic law by virtue of the EUWA (the **UK Prospectus Regulation**). Consequently, no key information document required by Regulation (EU) No 1286/2014 as it forms part of UK domestic law by virtue of the EUWA (the **UK PRIIPs Regulation**) for offering or selling the Notes or otherwise making them available to retail investors in the UK has been prepared and therefore offering or selling the Notes or otherwise making them available to any retail investor in the UK may be unlawful under the UK PRIIPs Regulation.

UK MiFIR product governance / Professional investors and ECPs only target market – Solely for the purposes of the manufacturer’s product approval process, the target market assessment in respect of the Notes has led to the conclusion that: (i) the target market for the Notes is only eligible counterparties, as defined in the FCA Handbook Conduct of Business Sourcebook and professional clients, as defined in Regulation (EU) No 600/2014 as it forms part of UK domestic law by virtue of the EUWA (**UK MiFIR**); and (ii) all channels for distribution of the Notes to eligible counterparties and professional clients are appropriate. Any person subsequently offering, selling or recommending the Notes (a **UK distributor**) should take into consideration the manufacturer’s target market assessment; however, a UK distributor subject to the FCA Handbook Product Intervention and Product Governance Sourcebook is responsible for undertaking its own target market assessment in respect of the Notes (by either adopting or refining the manufacturer’s target market assessment) and determining appropriate distribution channels.

Final Terms dated 15 February 2023

British Telecommunications public limited company
Legal Entity Identifier (LEI): 549300OWFMSO9NYV4H90
Issue of JPY 10,000,000,000 2.08 per cent. Notes due 17 February 2043
unconditionally and irrevocably guaranteed by BT Group plc
Legal Entity Identifier (LEI): 213800LRO7NS5CYQMN21
under the €20,000,000,000
Euro Medium Term Note Programme

PART A – CONTRACTUAL TERMS

Terms used herein shall be deemed to be defined as such for the purposes of the Terms and Conditions set forth in the Prospectus dated 17 June 2022 and the supplements to it dated 19 August 2022, 13 December 2022 and 2 February 2023, including all documents incorporated by reference, which together constitute a base prospectus (the **Prospectus**) for the purposes of the UK Prospectus Regulation. This document constitutes the Final Terms of the Notes described herein for the purposes of the UK Prospectus Regulation and must be read in conjunction with the Prospectus in order to obtain all the relevant information. The Prospectus has been published on the website of the London Stock Exchange at <https://www.londonstockexchange.com/exchange/news/market-news/market-news-home.html>

1. (a) Issuer: British Telecommunications public limited company

	(b) Guarantor:	BT Group plc
2.	(a) Series Number:	20233
	(b) Tranche Number:	1
	(c) Date on which the Notes will be consolidated and form a single Series:	Not Applicable
3.	Specified Currency:	Japanese Yen (JPY)
4.	Aggregate Nominal Amount:	
	(a) Series:	JPY 10,000,000,000
	(b) Tranche:	JPY 10,000,000,000
5.	Issue Price:	100.00 per cent. of the Aggregate Nominal Amount
6.	(a) Specified Denominations:	JPY 100,000,000
	(b) Calculation Amount:	JPY 100,000,000
7.	(a) Issue Date:	17 February 2023
	(b) Interest Commencement Date:	Issue Date
8.	Maturity Date:	17 February 2043
9.	Interest Basis:	2.08 per cent. Fixed Rate
10.	Redemption/Payment Basis:	Subject to any purchase and cancellation or early redemption, the Notes will be redeemed on the Maturity Date at par
11.	Change of Interest Basis:	Not Applicable
12.	Put/Call Options:	Change of Control Investor Put
13.	Date Board approval for issuance of Notes obtained:	14 June 2018 and 11 September 2020
14.	Negative Pledge (Condition 3):	Applicable

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

15.	Fixed Rate Note Provisions	Applicable
	(a) Rate of Interest:	2.08 per cent. per annum payable semi-annually in arrear on each Interest Payment Date
	(b) Interest Payment Date(s) and Business Day Convention:	17 February and 17 August in each year up to and including the Maturity Date adjusted in accordance with the Modified Following Business Day Convention, with the Additional Business Centre for the definition of “Business Day” being New York, in addition to London and Tokyo, with no adjustment for period end dates
	(c) Fixed Coupon Amount(s):	JPY 1,040,000 per Calculation Amount (applicable to the Notes in definitive form) and JPY 104,000,000 per Aggregate Nominal Amount of the Notes (applicable to the Notes in global form), payable on each Interest Payment Date
	(d) Broken Amount(s):	Not Applicable
	(e) Day Count Fraction:	30/360
	(f) Determination Date(s):	Not Applicable
	(g) Step Up Rating Change and/or Step Down Rating Change:	Not Applicable
	(h) Step Up Margin:	Not Applicable
16.	Floating Rate Note Provisions	Not Applicable

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| 17. | Zero Coupon Note Provisions | Not Applicable |
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PROVISIONS RELATING TO REDEMPTION

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| 18. | Issuer Maturity Par Call: | Not Applicable |
| 19. | Issuer Call: | Not Applicable |
| 20. | General Investor Put: | Not Applicable |
| 21. | Change of Control Investor Put: | Applicable |
| | (a) Optional Redemption Amount: | JPY 100,000,000 per Calculation Amount |
| | (b) Put Period (if other than as set out in the Conditions): | Within the period of 45 days after a Put Event Notice is given |
| 22. | Final Redemption Amount: | JPY 100,000,000 per Calculation Amount |
| 23. | Early Redemption Amount payable on redemption for taxation reasons or on event of default and/or the method of calculating the same (if required or if different from that set out in Condition 6.6): | JPY 100,000,000 per Calculation Amount |

GENERAL PROVISIONS APPLICABLE TO THE NOTES

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| 24. | Form of Notes: | Temporary Global Note exchangeable for a Permanent Global Note which is exchangeable for definitive Notes only upon an Exchange Event |
| 25. | New Global Note: | Yes |
| 26. | Additional Financial Centre(s) or other special provisions relating to Payment Days: | New York, in addition to London and Tokyo |
| 27. | Talons for future Coupons to be attached to definitive Notes: | Yes. As the Notes have more than 27 coupon payments, Talons may be required if, on exchange into definitive form, more than 27 coupon payments are still to be made. |
| 28. | Relevant Benchmark: | Not Applicable |

THIRD PARTY INFORMATION

With respect to any information included herein and specified to be sourced from a third party, the Issuer confirms that any such information has been accurately reproduced and that, so far as it is aware and is able to ascertain from information available to it from such third party, no facts have been omitted which would render the reproduced information inaccurate or misleading.

Signed on behalf of the Issuer:

By: ANDREW BINNIE *Duly authorised*

Andrew Binnie, Group Treasury Director

PART B – OTHER INFORMATION

1. LISTING AND ADMISSION TO TRADING

- (i) Admission to trading: Application is expected to be made by the Issuer (or on its behalf) for the Notes to be admitted to trading on the London Stock Exchange's main market and admitted to the Official List of the Financial Conduct Authority with effect from the Issue Date.
- (ii) Estimate of total expenses related to admission to trading: GBP 4,300

2. RATINGS

- Ratings:
- The Notes to be issued are expected to be rated:
- S&P Global Ratings, acting through S&P Global Ratings UK Limited (**Standard & Poor's**): BBB
- Moody's Investors Service Ltd. (**Moody's**): Baa2
- Fitch Ratings Ltd (**Fitch**): BBB
- Each of Standard & Poor's, Moody's and Fitch is established in the United Kingdom and is registered in accordance with Regulation (EC) No. 1060/2009 as it forms part of UK domestic law by virtue of the EUWA. Each of Standard & Poor's, Moody's and Fitch is not established in the EEA and has not applied for registration under Regulation (EC) No. 1060/2009 (as amended, the **CRA Regulation**). However, S&P Global Ratings Europe Limited has endorsed the ratings of Standard & Poor's, Moody's Deutschland GmbH has endorsed the ratings of Moody's and Fitch Ratings Ireland Limited has endorsed the ratings of Fitch. Each of S&P Global Ratings Europe Limited, Moody's Deutschland GmbH and Fitch Ratings Ireland Limited is established in the EEA and registered under the CRA Regulation.
- Standard & Poor's: An obligation rated 'BBB' exhibits adequate protection parameters. However, adverse economic conditions or changing circumstances are more likely to weaken the obligor's capacity to meet its financial commitments on the obligation. (Source: https://www.standardandpoors.com/en_US/web/guest/article/-/view/sourceId/504352)
- Moody's: Obligations rated 'Baa' are judged to be medium-grade and subject to moderate credit risk and as such may possess certain speculative characteristics. The modifier '2' indicates that the obligation ranks in the mid-range of its generic rating category. (Source: https://www.moodys.com/researchdocumentcontentpage.aspx?docid=PBC_79004)
- Fitch: Obligations rated 'BBB' 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. (Source: <https://www.fitchratings.com/products/rating-definitions>).

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

Save for the fees payable to the Dealer, so far as the Issuer is aware, no person involved in the issue of the Notes has an interest material to the offer. The Dealer and its 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, the Guarantor and each of their affiliates in the ordinary course of business.

4. REASONS FOR THE OFFER AND ESTIMATED NET PROCEEDS

- (i) Reasons for the offer: As set out in "*Use of Proceeds*" in the Prospectus dated 17 June 2022
- (ii) Estimated net proceeds: JPY 10,000,000,000

5. YIELD (*Fixed Rate Notes only*)

Indication of yield: 2.08 calculated on a semi-annual basis
The yield is calculated at the Issue Date on the basis of the Issue Price.
It is not an indication of future yield.

6. OPERATIONAL INFORMATION

- (i) ISIN: XS2580882558
- (ii) Common Code: 258088255
- (iii) Any clearing system(s) other than Euroclear Bank SA/NV and Clearstream Banking S.A. 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
- (vi) Intended to be held in a manner which would allow Eurosystem eligibility: No
Note that the designation “no” means that should the Eurosystem eligibility criteria be amended in the future such that the Notes are capable of meeting such criteria, the Notes may then be deposited with Euroclear Bank SA/NV or Clearstream Banking S.A. as common safekeeper and does not necessarily mean that the Notes will be recognised as eligible collateral for Eurosystem monetary policy and intra-day credit operations by the Eurosystem at any time during their life. Such recognition will depend upon the ECB being satisfied that Eurosystem eligibility criteria have been met.

7. DISTRIBUTION

- (i) Method of distribution: Non-syndicated
- (ii) If syndicated: Not Applicable
- (iii) If non-syndicated, name of Dealer: Merrill Lynch International
- (iv) U.S. Selling Restrictions/TEFRA Rules: Reg. S Compliance Category 2; TEFRA D