

NOTICE OF EARLY REDEMPTION

HOMELOANS (No. 4) PLC

(Registered in England and Wales under number 3696161)
(the "Issuer")

**£198,000,000 Class A Mortgage Backed
Floating Rate Notes due 2019**
(ISIN XS0146007793)

**£16,500,000 Class B Mortgage Backed Floating
Rate Notes due 2028**
(ISIN XS0146007876)

**£5,500,000 Class C Mortgage Backed Floating
Rate Notes due 2028**
(ISIN XS0146007959)
(together the "Notes")

NOTICE IS HEREBY GIVEN that all of the outstanding Notes will be redeemed by the Issuer on 15 June 2006 (the "**Optional Redemption Date**") pursuant to Condition 5(d) of the Terms and Conditions of the Notes (the "**Conditions**"). The Notes will be redeemed at their Principal Amount Outstanding (as defined in the Conditions) together with accrued interest to the Optional Redemption Date.

Payment of principal and interest will be made against presentation and surrender of the Notes relating thereto at the principal office of Citibank, N.A. at Citigroup Centre, Canada Square, Canary Wharf, London E14 5LB.

HOMELOANS (No. 4) PLC

By: **Citibank, N.A.**, London Branch
as *Principal Paying Agent*

Dated: 22 May 2006

citigroup
corporate and
investment banking