

ROYAL BANK OF SCOTLAND GROUP PLC
 Form 424B5
 August 28, 2012

Filed under Rule 424(b)(5), Registration Statement No. 333-162219
 Preliminary Pricing Supplement No. 16 dated August 28, 2012 (to: Prospectus dated September 30, 2009 and
 Prospectus Supplement dated November 21, 2011)

CUSIP / ISIN Number	Aggregate Principal Amount	Price to Public	Selling Commission	Net Proceeds	Coupon Type	Coupon Rate	Coupon Frequency	Maturity Date	1st Coupon Date	C
78012DAR4 / US78012DAR44	\$	100.00%	1.50%	\$	FIXED	3.50% per annum	MONTHLY	09/15/2017	10/15/2012	A

Redemption Information: Non-Callable/Non-Puttable

Lead Manager and Lead Agent: RBS Securities Inc.

The Royal Bank of Scotland Group plc

Offering Dates: 08/28/2012
 through 09/04/2012
 Trade Date: 09/04/2012
 Settlement Date:
 09/07/2012
 Minimum
 Denomination/Increments:
 \$1,000.00/\$1,000.00
 Initial trades settle flat and
 clear SDFS: DTC
 Book-Entry only
 DTC Number 2230 via
 RBS Securities Inc.

The Royal Bank of Scotland Group
 Retail Corporate No.
 Prospectus dated September 30, 2009
 and Prospectus Supplement dated November 21, 2011

If the maturity date or an interest payment date for any note is not a business day (as that term is defined in the prospectus supplement), principal, premium, if any, and interest for that note is paid on the next business day, and no interest will accrue from, and after, the maturity date or interest payment date.

The notes will be treated as fixed rate debt instruments for U.S. federal income tax purposes.

Intended to be listed on the Channel Islands Stock Exchange.