

ALLIED IRISH BANKS, p.l.c.

(a company incorporated in Ireland with limited liability)

**Notice to the holders of the €500,000,000 Step-Up Callable
Perpetual Reserve Capital Instruments**

(ISIN: XS0120950158) (the “RCIs”)

**Announcement of Coupon payment deferral which would otherwise
be due on 28 February 2010.**

NOTICE IS HEREBY GIVEN pursuant to Condition 16 of the terms and conditions of the RCIs that in accordance with Condition 4.(b)(i) of such terms and conditions, the annual coupon which would otherwise have been payable in respect of the RCIs on 28 February 2010 has been deferred and will not be paid on such date.

Please see the announcement titled “Allied Irish Banks, p.l.c. – Discretionary Coupon Payments”, dated 1 December 2009, which is available on the Investor Relations page of the AIB Group Website at www.aibgroup.com/investorrelations for further details.

Allied Irish Banks, p.l.c.

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Dated: 2 February 2010