Yorkshire Building Society Covered Bond Programme

# Yorkshire Building Society €7.5bn Covered Bond Programme - Monthly Investor Report: June 2015

**Administration**

| | |
|---|---|
| Name of issuer | Yorkshire Building Society |
| Name of RCB programme | Yorkshire Building Society €7.5 billion Global Covered Bond Programme |
| Name, job title and contact details of person validating this form | Richard Driver, Secured Funding Manager, rjdriver@ybs.co.uk |
| Date of form submission | 21/07/2015 |
| Start Date of reporting period | 01/06/2015 |
| End Date of reporting period | 30/06/2015 |
| Web links - prospectus, transaction documents, loan-level data | http://www.ybs.co.uk/your-society/treasury/wholesale_funding/covered-bonds/reports.html |

**Counterparties, Ratings**

| | Counterparty/ies | Fitch | | Moody's | | S&P | | DBRS | |
|---|---|---|---|---|---|---|---|---|---|
| | | Rating trigger | Current rating | Rating trigger | Current rating | Rating trigger | Current rating | Rating trigger | Current rating |
| Covered bonds | | - | AAA | - | Aaa | na | na | na | na |
| Issuer | Yorkshire Building Society | - | A-/F1 | - | Baa1/P2 | na | na | na | na |
| Seller(s) | Yorkshire Building Society | - | A-/F1 | - | Baa1/P2 | na | na | na | na |
| Cash manager | Yorkshire Building Society | BBB- | A-/F1 | Baa3 | Baa1/P2 | na | na | na | na |
| Stand-by cash manager | n/a | - | - | - | - | na | na | na | na |
| Account bank | Yorkshire Building Society | F2 | F1 | P2 | P2 | na | na | na | na |
| Stand-by account bank | HSBC Bank Plc | F2 | F1+ | P2 | P1 | na | na | na | na |
| Servicer(s) | Yorkshire Building Society | BBB- | A- | Baa3 | Baa1/P2 | na | na | na | na |
| Stand-by servicer(s) | n/a | - | - | - | - | na | na | na | na |
| Swap provider(s) on cover pool | Yorkshire Building Society | - | A- | - | Baa1/P2 | na | na | na | na |
| Stand-by swap provider(s) on cover pool | n/a | n/a | n/a | n/a | n/a | na | na | na | na |

| | |
|---|---|
| Swap notional amount(s) (GBP) | 3,731,710,214 |
| Swap notional maturity/ies | Loan balance zero |
| LLP receive rate/margin | 1.72% |
| LLP pay rate/margin | 3.25% |
| Collateral posting amount(s) (GBP) | 0 |

**Accounts, Ledgers**

| | Value as of End Date of reporting period | Value as of Start Date of reporting period | TARGETED VALUE |
|---|---|---|---|
| **Revenue receipts / ledger** | | | |
| Beg Balance | 0 | n/a | n/a |
| Third party payments | (100) | n/a | n/a |
| Interest on Mortgages | 9,473,670 | n/a | n/a |
| Interest on GIC | 15,796 | n/a | n/a |
| Interest on Sub Assets | 0 | n/a | n/a |
| Interest on Authorised Investments | 0 | n/a | n/a |
| Transfer from Coupon payment ledger | 0 | n/a | n/a |
| Other Revenue | 0 | n/a | n/a |
| Amounts transferred from / (to) Reserve Fund | 0 | n/a | n/a |
| Cash Capital Contribution deemed to be revenue | 0 | n/a | n/a |
| Net interest from / (to) Interest Rate Swap Provider | (4,853,684) | n/a | n/a |
| Interest (to) Covered Bond Swap Providers | (2,992,005) | n/a | n/a |
| Pre-funding of monthly swap payments / other payments | (954,197) | n/a | n/a |
| Interest paid on Covered Bonds without Covered Bonds Swaps | 0 | n/a | n/a |
| Deferred Consideration | (689,480) | n/a | n/a |
| Closing Balance | 0 | n/a | n/a |
| **Principal receipts / ledger** | | | |
| Beg Balance | 0 | n/a | n/a |
| Principal repayments under mortgages | 48,489,549 | n/a | n/a |
| Proceeds from Term Advances | 0 | n/a | n/a |
| Mortgages Purchased | (50,144,915) | n/a | n/a |
| Cash Captial Contributions deemed to be principal | 0 | n/a | n/a |
| Proceeds from Mortgage Sales | 3,758,180 | n/a | n/a |
| Principal payments to Covered Bonds Swap Providers | 0 | n/a | n/a |
| Principal paid on Covered Bonds without Covered Bonds Swaps | 0 | n/a | n/a |
| Capital Distribution | (2,102,814) | n/a | n/a |
| Closing Balance | 0 | n/a | n/a |
| **Reserve receipts / ledger** | | | |
| Beg Balance | 9,859,251 | n/a | n/a |
| Transfers to GIC | 0 | n/a | n/a |
| Interest on GIC | 0 | n/a | n/a |
| Reserve Required Amount | 0 | n/a | n/a |
| Transfers from GIC | 0 | n/a | n/a |
| Closing Balance | 9,859,251 | n/a | 9,403,049 |
| **Capital Account receipts / ledger** | | | |
| Beg Balance | 1,641,245,153 | n/a | n/a |
| Increase in loan balance due to Capitalised interest | 0 | n/a | n/a |
| Increase in loan balance due to Further Advances | 2,593,321 | n/a | n/a |
| Increase in loan balance due to insurance & fees | 221,432 | n/a | n/a |
| Capital Contributions | 0 | n/a | n/a |
| Capital Distribution | (366,602,814) | n/a | n/a |
| Losses from Capital Contribution in Kind | 0 | n/a | n/a |
| Closing Balance | 1,277,457,092 | n/a | n/a |

**Asset Coverage Test**

| | Value | Description |
|---|---|---|
| A | 3,301,759,415 | Adjusted current balance |
| B | 48,489,549 | Principal collections not yet applied |
| C | 0 | Qualifying additional collateral |
| D | 0 | Substitute assets |
| E | n/a | Proceeds of sold mortgage loans |
| V | n/a | Set-off offset loans |
| W | n/a | Personal secured loans |
| X | n/a | Flexible draw capacity |
| Y | 163,929,379 | Set-off |
| Z | 114,796,854 | Negative carry |
| Total: A + B + C + D - ( Y + Z ) | 3,071,522,730 | |
| | | |
| Method Used for Calculating "A" (note 1) | A (ii) | |
| | | |
| Asset Percentage (%) | 87.00% | |
| Maximum asset percentage from Fitch (%) | 87.00% | |
| Maximum asset percentage from Moody's (%) | 91.30% | |
| Maximum asset percentage from S&P (%) | n/a | |
| Credit support as derived from ACT (GBP) | 548,502,730 | |
| Credit support as derived from ACT (%) | 21.7% | |

Note 1

(i) Adjusted True Balance less deemed reductions. (ii) Arrears Adjusted True Balance less deemed Reductions multiplied by the Asset Percentage

**Programme-Level Characteristics**

| | |
|---|---|
| Programme Currency | EUR |
| Programme size | 7,500,000,000 |
| Covered bonds principal amount outstanding (GBP, non-GBP series converted at swap FX rate) | 2,523,020,000 |
| Covered bonds principal amount outstanding (GBP, non-GBP series converted at current spot rate) | 2,383,792,000 |
| Cover pool balance (GBP) | 3,799,823,227 |
| GIC account balance (GBP) | 67,838,267 |
| Any additional collateral (please specify) | 0 |
| Any additional collateral (GBP) | 0 |
| Aggregate balance of off-set mortgages (GBP) | 1,277,368,843 |
| Aggregate deposits attaching to the cover pool (GBP) | 163,929,379 |
| Aggregate deposits attaching specifically to the off-set mortgages (GBP) | 161,314,561 |
| Nominal level of overcollateralisation (GBP) | 1,276,803,226.72 |
| Nominal level of overcollateralisation (%) | 150.6% |
| Total Outstanding Current Balance of Mortgages in the Portfolio | 3,799,823,227 |
| Number of Mortgages in Pool | 34,196 |
| Average loan balance (GBP) | 111,119 |
| Weighted average indexed LTV (%) | 54.09 |
| Weighted average non-indexed LTV (%) | 59.22 |
| Weighted average seasoning (months) | 64.80 |
| Weighted average remaining term (months) | 222.92 |
| Weighted average interest rate (%) | 3.38 |
| Standard Variable Rate(s) (%) | 4.99 |
| Constant Pre-Payment Rate (%, current month) | 10.97 |
| Constant Pre-Payment Rate (%, quarterly average) | 9.98 |
| Principal Payment Rate (%, current month) | 15.32 |
| Principal Payment Rate (%, quarterly average) | 14.21 |
| Constant Default Rate (%, current month) | 0 |
| Constant Default Rate (%, quarterly average) | 0 |
| Fitch Discontinuity Factor (%) | 4 (moderate risk) |
| Moody's Timely Payment Indicator | Probable |
| Moody's Collateral Score (%) | 5.0 / 3.1 |

**Mortgage Collections**

| | |
|---|---|
| Mortgage collections (scheduled - interest) | 9,473,670 |
| Mortgage collections (scheduled - principal) | 13,446,018 |
| Mortgage collections (unscheduled - interest) | 0 |
| Mortgage collections (unscheduled - principal) | 35,043,531 |

**Loan Redemptions & Replenishments Since Previous Reporting Date**

| | Number | % of total number | Amount (GBP) | % of total amount |
|---|---|---|---|---|
| Loan redemptions since previous reporting date | 327 | 86.05% | 25,405,874 | 87.07% |
| Loans bought back by seller(s) | 53 | 13.95% | 3,773,485 | 12.93% |
| of which are non-performing loans | 3 | 5.66% | 422,257 | 11.19% |
| of which have breached R&Ws | 0 | 0.00% | 0 | 0.00% |
| Loans sold into the cover pool | 239 | n/a | 50,042,611 | n/a |

**Product Rate Type and Reversionary Profiles**

| | | | | | Weighted average | | | | |
|---|---|---|---|---|---|---|---|---|---|
| | Number | % of total number | Amount (GBP) | % of total amount | Current rate | Remaining teaser period (month) | Current margin | Reversionary margin | Initial rate |
| Fixed at origination, reverting to SVR | 26,678 | 78.01% | 3,180,399,664 | 83.70% | 3.48% | 25.03 | 0 | 4.41 | 3.46% |
| Fixed at origination, reverting to Libor | 0 | 0.00% | 0 | 0.00% | 0.00% | 0 | 0 | 0 | 0.00% |
| Fixed at origination, reverting to tracker | 3,065 | 8.96% | 292,259,226 | 7.69% | 2.81% | 0 | 2.31 | 2.31 | 5.45% |
| Fixed for life | 0 | 0.00% | 0 | 0.00% | 0.00% | 0 | 0 | 0 | 0.00% |
| Tracker at origination, reverting to SVR | 1,284 | 3.75% | 99,301,213 | 2.61% | 4.16% | 2.19 | 0 | 4.41 | 3.50% |
| Tracker at origination, reverting to Libor | 0 | 0.00% | 0 | 0.00% | 0.00% | 0 | 0 | 0 | 0.00% |
| Tracker for life | 2,889 | 8.45% | 215,833,374 | 5.68% | 2.24% | 147 | 1.74 | 0 | 4.69% |
| SVR, including discount to SVR | 280 | 0.82% | 12,029,749 | 0.32% | 4.98% | 154.69 | 0 | 4.41 | 5.09% |
| Libor | 0 | 0.00% | 0 | 0.00% | 0.00% | 0 | 0 | 0 | 0.00% |
| **Total** | **34,196** | **100.00%** | **£ 3,799,823,227** | **100.00%** | | | | | |

**Stratifications**

| Arrears Breakdown | Number | % of Total Number | Amount | % of Total Amount |
|---|---|---|---|---|
| Current | 33,830 | 98.93% | 3,765,740,198 | 99.10% |
| 0-1 month in arrears | 211 | 0.62% | 18,911,294 | 0.50% |
| 1-2 months in arrears (greater than 1 month, includes 2 months) | 75 | 0.22% | 7,152,910 | 0.19% |
| 2-3 months in arrears (greater than 2 months, includes 3 months) | 37 | 0.11% | 3,549,542 | 0.09% |
| 3-6 months in arrears (greater than 3 month, includes 6 months) | 40 | 0.12% | 4,047,025 | 0.11% |
| 6-12 months in arrears (greater than 6 months, includes 12 months) | 3 | 0.01% | 422,257 | 0.01% |
| 12+ months in arrears (greater than 12 months) | 0 | 0.00% | 0 | 0.00% |
| **Total** | **34,196** | **100.00%** | **£ 3,799,823,227** | **100.00%** |

| Current LTV (Non-Indexed) | Number | % of Total Number | Amount | % of Total Amount |
|---|---|---|---|---|
| 0-50% - Non Indexed | 16,936 | 49.53% | 1,140,611,272 | 30.02% |
| 50-55% | 2,106 | 6.16% | 276,550,734 | 7.28% |
| 55-60% | 2,304 | 6.74% | 323,545,582 | 8.51% |
| 60-65% | 2,606 | 7.62% | 409,351,738 | 10.77% |
| 65-70% | 2,517 | 7.36% | 386,399,678 | 10.17% |
| 70-75% | 2,769 | 8.10% | 487,147,412 | 12.82% |
| 75-80% | 1,446 | 4.23% | 207,585,597 | 5.46% |
| 80-85% | 1,708 | 4.99% | 282,595,076 | 7.44% |
| 85-90% | 1,195 | 3.49% | 192,247,455 | 5.06% |
| 90-95% | 471 | 1.38% | 72,538,054 | 1.91% |
| 95-100% | 106 | 0.31% | 16,620,235 | 0.44% |
| 100-105% | 23 | 0.07% | 3,249,490 | 0.09% |
| 105-110% | 4 | 0.01% | 692,540 | 0.02% |
| 110-125% | 3 | 0.01% | 374,827 | 0.01% |
| 125%+ | 2 | 0.01% | 313,536 | 0.01% |
| **Total** | **34,196** | **100.00%** | **£ 3,799,823,227** | **100.00%** |

| Current LTV (Indexed as Defined in OC) | Number | % of Total Number | Amount | % of Total Amount |
|---|---|---|---|---|
| 0-50% - Indexed | 19,583 | 57.27% | 1,500,403,585 | 39.49% |
| 50-55% | 2,135 | 6.24% | 340,245,481 | 8.95% |
| 55-60% | 2,428 | 7.10% | 382,351,721 | 10.06% |
| 60-65% | 2,379 | 6.96% | 391,123,170 | 10.29% |
| 65-70% | 2,220 | 6.49% | 351,523,873 | 9.25% |
| 70-75% | 1,565 | 4.58% | 240,531,267 | 6.33% |
| 75-80% | 1,245 | 3.64% | 196,315,684 | 5.17% |
| 80-85% | 1,214 | 3.55% | 193,319,131 | 5.09% |
| 85-90% | 854 | 2.50% | 124,060,499 | 3.26% |
| 90-95% | 356 | 1.04% | 50,085,138 | 1.32% |
| 95-100% | 132 | 0.39% | 17,254,635 | 0.45% |
| 100-105% | 44 | 0.13% | 6,329,269 | 0.17% |
| 105-110% | 24 | 0.07% | 3,654,643 | 0.10% |
| 110-125% | 14 | 0.04% | 2,091,558 | 0.06% |
| 125%+ | 3 | 0.01% | 533,574 | 0.01% |
| **Total** | **34,196** | **100.00%** | **£ 3,799,823,227** | **100.00%** |

| Current outstanding balance of loan | Number | % of total number | Amount (GBP) | % of total amount |
|---|---|---|---|---|
| 0-5,000 | 929 | 2.72% | 1,781,059 | 0.05% |
| 5,000-10,000 | 681 | 1.99% | 5,123,882 | 0.13% |
| 10,000-25,000 | 2,869 | 8.39% | 51,794,559 | 1.36% |
| 25,000-50,000 | 5,314 | 15.54% | 199,033,935 | 5.24% |
| 50,000-75,000 | 5,113 | 14.95% | 319,335,092 | 8.40% |
| 75,000-100,000 | 4,599 | 13.45% | 401,444,634 | 10.56% |
| 100,000-150,000 | 6,790 | 19.86% | 832,655,335 | 21.91% |
| 150,000-200,000 | 3,476 | 10.16% | 598,523,427 | 15.75% |
| 200,000-250,000 | 1,742 | 5.09% | 388,206,295 | 10.22% |
| 250,000-300,000 | 989 | 2.89% | 270,207,713 | 7.11% |
| 300,000-350,000 | 570 | 1.67% | 184,396,146 | 4.85% |
| 350,000-400,000 | 348 | 1.02% | 129,536,421 | 3.41% |
| 400,000-450,000 | 212 | 0.62% | 89,825,029 | 2.36% |
| 450,000-500,000 | 175 | 0.51% | 83,032,360 | 2.19% |
| 500,000-600,000 | 193 | 0.56% | 105,294,125 | 2.77% |
| 600,000-700,000 | 113 | 0.33% | 72,703,689 | 1.91% |
| 700,000-800,000 | 48 | 0.14% | 35,710,352 | 0.94% |
| 800,000-900,000 | 21 | 0.06% | 17,877,418 | 0.47% |
| 900,000-1,000,000 | 14 | 0.04% | 13,341,754 | 0.35% |
| 1,000,000 + | 0 | 0.00% | 0 | 0.00% |
| **Total** | **34,196** | **100.00%** | **£ 3,799,823,227** | **100.00%** |

| Regional Distribution | Number | % of Total Number | Amount | % of Total Amount |
|---|---|---|---|---|
| East Anglia | 972 | 2.84% | 113,505,855 | 2.99% |
| East Midlands | 1,646 | 4.81% | 183,580,313 | 4.83% |
| Greater London | 2,787 | 8.15% | 632,537,796 | 16.65% |
| Northern Ireland | 189 | 0.55% | 20,035,853 | 0.53% |
| North | 2,003 | 5.86% | 163,036,370 | 4.29% |
| North West | 5,484 | 16.04% | 487,145,197 | 12.82% |
| Scotland | 4,231 | 12.37% | 386,813,368 | 10.18% |
| South East | 3,950 | 11.55% | 635,760,670 | 16.73% |
| South West | 1,570 | 4.59% | 183,349,819 | 4.83% |
| Wales | 1,477 | 4.32% | 129,338,712 | 3.40% |
| West Midlands | 1,818 | 5.32% | 204,201,284 | 5.37% |
| Yorkshire and Humberside | 8,069 | 23.60% | 660,517,991 | 17.38% |
| Other | 0 | 0.00% | 0 | 0.00% |
| **Total** | **34,196** | **100.00%** | **£ 3,799,823,227** | **100.00%** |

| Repayment type | Number | % of total number | Amount (GBP) | % of total amount |
|---|---|---|---|---|
| Capital repayment | 20,016 | 58.53% | 2,235,040,738 | 58.82% |
| Part-and-part | 0 | 0.00% | 0 | 0.00% |
| Interest-only | 2,459 | 7.19% | 287,413,646 | 7.56% |
| Offset | 11,721 | 34.28% | 1,277,368,843 | 33.62% |
| **Total** | **34,196** | **100.00%** | **£ 3,799,823,227** | **100.00%** |

| Seasoning | Number | % of total number | Amount (GBP) | % of total amount |
|---|---|---|---|---|
| 0-12 months | 3,089 | 9.03% | 608,038,576 | 16.00% |
| 12-24 months | 4,756 | 13.91% | 907,787,570 | 23.89% |
| 24-36 months | 387 | 1.13% | 56,393,038 | 1.48% |
| 36-48 months | 1,384 | 4.05% | 210,354,276 | 5.54% |
| 48-60 months | 1,853 | 5.42% | 263,860,102 | 6.94% |
| 60-72 months | 1,036 | 3.03% | 118,606,817 | 3.12% |
| 72-84 months | 1,014 | 2.97% | 109,612,646 | 2.88% |
| 84-96 months | 2,638 | 7.71% | 283,035,315 | 7.45% |
| 96-108 months | 3,711 | 10.85% | 343,832,030 | 9.05% |
| 108-120 months | 3,322 | 9.71% | 271,367,854 | 7.14% |
| 120-150 months | 6,165 | 18.03% | 380,269,759 | 10.01% |
| 150-180 months | 4,841 | 14.16% | 246,665,243 | 6.49% |
| 180+ months | 0 | 0.00% | 0 | 0.00% |
| **Total** | **34,196** | **100.00%** | **£ 3,799,823,227** | **100.00%** |

| Interest payment type | Number | % of total number | Amount (GBP) | % of total amount |
|---|---|---|---|---|
| Fixed | 22,553 | 65.95% | 2,906,614,262 | 76.49% |
| SVR | 5,513 | 16.12% | 359,600,061 | 9.46% |
| Tracker | 6,130 | 17.93% | 533,608,904 | 14.04% |
| Other (please specify) | 0 | 0.00% | 0.00 | 0.00% |
| **Total** | **34,196** | **100.00%** | **£ 3,799,823,227** | **100.00%** |

| Loan purpose type | Number | % of total number | Amount (GBP) | % of total amount |
|---|---|---|---|---|
| Owner-occupied | 34,196 | 100.00% | 3,799,823,227 | 100.00% |
| Buy-to-let | 0 | 0.00% | 0 | 0.00% |
| Second home | 0 | 0.00% | 0 | 0.00% |
| **Total** | **34,196** | **100.00%** | **£ 3,799,823,227** | **100.00%** |

| Income verification type | Number | % of total number | Amount (GBP) | % of total amount |
|---|---|---|---|---|
| Fully verified | 34,196 | 100.00% | 3,799,823,227 | 100.00% |
| Fast-track | 0 | 0.00% | 0 | 0.00% |
| Self-certified | 0 | 0.00% | 0 | 0.00% |
| **Total** | **34,196** | **100.00%** | **£ 3,799,823,227** | **100.00%** |

| Remaining term of loan | Number | % of total number | Amount (GBP) | % of total amount |
|---|---|---|---|---|
| 0-30 months | 1,266 | 3.70% | 39,567,040 | 1.04% |
| 30-60 months | 1,775 | 5.19% | 70,799,362 | 1.86% |
| 60-120 months | 5,383 | 15.74% | 318,276,814 | 8.38% |
| 120-180 months | 9,177 | 26.84% | 765,719,977 | 20.15% |
| 180-240 months | 7,331 | 21.44% | 954,467,358 | 25.12% |
| 240-300 months | 6,014 | 17.59% | 1,060,106,210 | 27.90% |
| 300-360 months | 2,155 | 6.30% | 385,246,704 | 10.14% |
| 360+ months | 1,095 | 3.20% | 205,639,761 | 5.41% |
| **Total** | **34,196** | **100.00%** | **£ 3,799,823,227** | **100.00%** |

| Employment status | Number | % of total number | Amount (GBP) | % of total amount |
|---|---|---|---|---|
| Employed | 22,953 | 67.12% | 3,049,077,663 | 80.24% |
| Self-employed | 1,040 | 3.04% | 167,063,934 | 4.40% |
| Unemployed | 86 | 0.25% | 7,521,447 | 0.20% |
| Retired | 419 | 1.23% | 22,547,624 | 0.59% |
| Guarantor | 0 | 0.00% | 0 | 0.00% |
| Other | 9,698 | 28.36% | 553,612,559 | 14.57% |
| **Total** | **34,196** | **100.00%** | **£ 3,799,823,227** | **100.00%** |

**Covered Bonds Outstanding, Associated Derivatives (please disclose for all bonds outstanding)**

| Series | 5 | 7 | 8 | 9 | 10 |
|---|---|---|---|---|---|
| Issue date | 22/09/10 | 12/04/11 | 23/03/12 | 11/06/14 | 19/06/15 |
| Original rating (Moody's/S&P/Fitch/DBRS) | Aa1/AAA | Aa1/AAA | Aa2/AAA | Aa1/AA+ | Aaa/AAA |
| Current rating (Moody's/S&P/Fitch/DBRS) | Aaa/AAA | Aaa/AAA | Aaa/AAA | Aaa/AAA | Aaa/AAA |
| Denomination | EUR | GBP | GBP | EUR | EUR |
| Amount at issuance | 600,000,000 | 750,000,000 | 500,000,000 | 500,000,000 | 500,000,000 |
| Amount outstanding | 600,000,000 | 750,000,000 | 500,000,000 | 500,000,000 | 500,000,000 |
| FX swap rate (rate:£1) | 1.195 | n/a | n/a | 1.230 | 1.372 |
| Maturity type (hard/soft-bullet/pass-through) | soft-bullet | soft-bullet | soft-bullet | soft-bullet | soft-bullet |
| Scheduled final maturity date | 22/09/15 | 12/04/18 | 23/03/16 | 11/06/21 | 19/06/20 |
| Legal final maturity date | 22/09/16 | 12/04/19 | 23/03/17 | 11/06/22 | 19/06/21 |
| ISIN | XS0543208689 | XS0616210752 | XS0762446853 | XS1076256400 | XS1248340587 |
| Stock exchange listing | London | London | London | London | London |
| Coupon payment frequency | Annual | Annual | Quarterly | Annual | Annual |
| Coupon payment date | 22nd | 12th | 23rd | 11th | 19th |
| Coupon (rate if fixed, margin and reference rate if floating) | 3.250% | 4.750% | 1.75% / 3m Libor | 1.250% | 0.500% |
| Margin payable under extended maturity period (%) | 1.350% | 1.275% | 1.750% | 0.220% | 0.040% |
| Swap counterparty/ies | HSBC Bank Plc | HSBC Bank Plc | n/a | Natixis | HSBC Bank Plc |
| Swap notional denomination | EUR | GBP | n/a | EUR | EUR |
| Swap notional amount | 600,000,000 | 750,000,000 | n/a | 500,000,000 | 500,000,000 |
| Swap notional maturity | 22/09/15 | 12/04/18 | n/a | 11/06/21 | 19/06/20 |
| LLP receive rate/margin | 3.250% | 4.750% | n/a | 1.250% | 0.500% |
| LLP pay rate/margin | 1.683% / 3m Libor | 1.495% / 3m Libor | n/a | 0.6% / 3m Libor | 0.445% / 3m Libor |
| Collateral posting amount | 0 | 0 | n/a | 0 | 0 |

**Programme triggers**

| Event (please list all triggers) | Summary of Event | Trigger (S&P, Moody's, Fitch, DBRS; short-term, long-term) | Trigger breached (yes/no) | Consequence of a trigger breach |
|---|---|---|---|---|
| **YBS / Issuer** | YBS failure to pay on Covered Bonds | YBS failure to pay on Covered Bonds or YBS insolvency | No | Triggers a Notice to Pay on the LLP |
| **YBS / Seller** | Details of the Borrowers with Loans to be delivered to the LLP, the Security Trustee (upon request) and the Rating Agencies. | Long term Baa3 (moody's), Fitch BBB- | No | Details of the Borrowers with Loans to be delivered to the LLP, the Security Trustee (upon request) and the Rating Agencies |
| **Account Bank** | Account Bank short ratings fall below trigger | P1 (Moody's), F1 (Fitch) | Yes | Standby Account bank invoked |
| **Stand-by Account Bank** | Standby Account Bank short ratings fall below trigger | P1 (Moody's), F1 (Fitch) | No | Move to higher rated bank/guarantee required |
| **Servicer** | Servicer rating fall below trigger | Initial below Baa1 (Moody's), BBB+ (Fitch) | No | Back up Servicer required |
| **Servicer** | Servicer rating fall below trigger | Subsequent below Baa3 (Moody's), BBB- (Fitch) | No | Transfer servicing to Back up Servicer |
| **Cash Manager** | Cash Manager ratings fall below trigger | Initial below Baa1 (Moody's), BBB+ (Fitch) | No | Back up Cash Manager required |
| **Cash Manager** | Cash Manager ratings fall below trigger | Subsequent below Baa3 (Moody's), BBB- (Fitch) | No | Transfer cash management to Back up Cash manager |
| **Cash Manager** | Cash Manager ratings fall below trigger | Initial below Baa1 (Moody's) | No | Pre-funding of amount due in respect of the bonds/to the relevant covered bond swap provider |
| **Interest Rate Swap Provider** | Interest Rate Swap provider ratings fall below Trigger | Short term below P2 (Moody's), A2 (Fitch) | No | Within 30 Business Days, i) transfer all rights under the Agreement to a third party, ii) procure a co-obligor and either take such action as agreed with Moody's or post collateral |
| **LLP Event of Default (post YBS Event of Default)** | LLP failure to pay on Covered Bonds<br>Amortisation Test failure<br>Interest Coverage Test failure | LLP failure to pay on Covered Bonds, breach of Amortisation or Interest Coverage Test. | No | Bonds becoming immediately due and payable |

**Currency of assets**

| | Number | % of total number | Amount (GBP) | % of total amount |
|---|---|---|---|---|
| **GBP** | **34,196** | **100.00%** | **£ 3,799,823,227** | **100.00%** |

Note 2

Non GBP bond issuance - all non GBP covered bonds are swapped back into GBP in line with rating agency criteria