Yorkshire Covered Bond Programme

Yorkshire Building Society €12.5bn Covered Bond Programme - Monthly Investor Report: January 2024

Administration

Name of issuer	Yorkshire Building Society
Name of RCB programme	Yorkshire Building Society €12.5 billion Global Covered Bond Programme
Name, job title and contact details of person validating this form	Ben Charnock, Manager - Wholesale Funding, bcharnock@ybs.co.uk
Date of form submission	29/02/2024
Start Date of reporting period	01/01/2024
End Date of reporting period	31/01/2024
Web links - prospectus, transaction documents, loan-level data	https://www.ybs.co.uk/your-society/treasury/index.html#funding-programmes

Counterparties, Ratings

	Counterparty/ies	Fitch		Moody's	
		Rating trigger	Current rating	Rating trigger	Current rating
Covered bonds		-	AAA	-	Aaa
Issuer	Yorkshire Building Society	-	A-/F1	-	A3/P-2
Seller(s)	Yorkshire Building Society	< BBB-, < F2	A-/F1	< Baa3, < P-2	A3/P-2
Cash Manager	Yorkshire Building Society	< BBB-	A-/F1	<Baa1, < Baa3	A3/P-2
Back-up Cash Manager	n/a	-	-	-	-
Account Bank	Yorkshire Building Society	< F1	A-/F1	< P-1	A3/P-2
Stand-by Account Bank	HSBC Bank plc	< F1	AA-/F1+	< P-1	A1/P-1
Servicer(s)	Yorkshire Building Society	< BBB-	A-/F1	<Baa1, < Baa3	A3/P-2
Back-up Servicer(s)	n/a	-	-	-	-
Interest Rate Swap Provider	Yorkshire Building Society	< F3/BBB-	A(dcr)/F1	< P-2/A3	A3/P-2

Swap notional amount(s) (GBP)	7,176,478,915
Swap notional maturity/ies	Loan balance zero
LLP receive rate/margin	6.49%
LLP pay rate/margin	3.03%
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	19,767,129	n/a	n/a
Interest on GIC	0	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	21,173,303	n/a	n/a
Interest (to) Covered Bond Swap Providers	(6,480,618)	n/a	n/a
Pre-funding of monthly swap payments / other payments	(14,499,000)	n/a	n/a
Interest paid on Covered Bonds without Covered Bonds Swaps	0	n/a	n/a
Deferred Consideration	(19,960,715)	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	136,780,905	n/a	n/a
Proceeds from Term Advances	0	n/a	n/a
Mortgages Purchased	0	n/a	n/a
Cash Capital Contributions deemed to be principal	0	n/a	n/a
Proceeds from Mortgage Sales	2,990,099	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	(139,771,004)	n/a	n/a
Closing Balance	0	n/a	n/a
Reserve ledger			
Beg Balance	19,702,767	n/a	n/a
Transfers to GIC	0	n/a	n/a
Interest on GIC	0	n/a	n/a
Reserve Required Amount Movement	0	n/a	n/a
Transfers from GIC	0	n/a	n/a
Closing Balance	19,702,767	n/a	19,702,767

Asset Coverage Test

	Value	Description
A	6,479,433,738	Adjusted current balance
B	77,210,426	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	227,936,335	Set-off
Z	107,902,935	Negative carry
Total: A + B + C + D - (Y + Z)	6,220,804,895	
Method Used for Calculating "A" (note 1)	A (ii)	
Asset Percentage (%)	90.50%	
Maximum asset percentage from Fitch (%)	96.00%	
Maximum asset percentage from Moody's (%)	90.50%	
Maximum asset percentage from S&P (%)	n/a	
Credit support as derived from ACT (GBP)	1,955,754,895	
Credit support as derived from ACT (%)	45.9%	

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	12,500,000,000
Covered bonds principal amount outstanding (GBP, non-GBP series converted at swap FX rate)	4,265,050,000
Covered bonds principal amount outstanding (GBP, non-GBP series converted at current spot rate)	4,242,670,000
Cover pool balance (GBP)	7,162,689,170
GIC account balance (GBP)	139,652,340
Any additional collateral (please specify)	0
Any additional collateral (GBP)	0
Aggregate balance of off-set mortgages (GBP)	852,828,623
Aggregate deposits attaching to the cover pool (GBP)	227,936,335
Aggregate deposits attaching specifically to the off-set mortgages (GBP)	210,696,485
Nominal level of overcollateralisation (GBP)	2,897,639,170
Nominal level of overcollateralisation (%)	167.9%
Total Outstanding Current Balance of Mortgages in the Portfolio	7,162,689,170
Number of Mortgages in Pool	45,532
Average loan balance (GBP)	157,311
Weighted average indexed LTV (%)	54.82
Weighted average non-indexed LTV (%)	63.89
Weighted average seasoning (months)	57.45
Weighted average remaining term (months)	267.67
Weighted average interest rate (%)	3.34
Standard Variable Rate(s) (%)	8.24
Constant Pre-Payment Rate (%, current month)	8.90
Constant Pre-Payment Rate (%, quarterly average)	12.28
Principal Payment Rate (%, current month)	12.80
Principal Payment Rate (%, quarterly average)	16.21
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 (%)	4.0 / 2.7

Mortgage Collections

Mortgage collections (scheduled - interest)	19,767,129
Mortgage collections (scheduled - principal)	23,353,358
Mortgage collections (unscheduled - interest)	0
Mortgage collections (unscheduled - principal)	53,857,069

Loan Redemptions & Replenishments Since Previous Reporting Date

	Number	% of total number	Amount (GBP)	% of total amount
Loan redemptions since previous reporting date	367	88.86%	12,397	0.26%
Loans bought back by seller(s)	46	11.14%	4,702,371	99.74%
of which are non-performing loans	6	1.45%	1,307,527	27.73%
of which have breached R&Ws	0	0.00%	0	0.00%
Loans sold into the cover pool	0	n/a	0	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	38,886	85.40%	6,458,606,821	90.17%	2.98%	28.46	0.00%	0.00%	
Fixed at origination, reverting to Libor	0	0.00%	0	0.00%	0.00%	-	0.00%	0.00%	
Fixed at origination, reverting to tracker	0	0.00%	0	0.00%	0.00%	-	0.00%	0.00%	
Fixed for life	0	0.00%	0	0.00%	0.00%	-	0.00%	0.00%	
Tracker at origination, reverting to SVR	1,003	2.20%	229,331,383	3.20%	5.71%	-	0.45%	0.00%	
Tracker at origination, reverting to Libor	0	0.00%	0	0.00%	0.00%	-	0.00%	0.00%	
Tracker for life	1,612	3.54%	103,838,839	1.45%	5.91%	-	0.69%	0.68%	
SVR, including discount to SVR	4,031	8.85%	370,912,127	5.18%	7.34%	-	-0.88%	0.00%	
Libor	0	0.00%	0	0.00%	0.00%	-	0.00%	0.00%	
Total	**45,532**	**100.00%**	**7,162,689,170**	**100.00%**					

Stratifications

Arrears Breakdown	**Number**	**% of Total Number**	**Amount**	**% of Total Amount**
Current	45,294	99.48%	7,132,449,021	99.58%
0-1 month in arrears	118	0.26%	13,980,199	0.20%
1-2 months in arrears (greater than 1 month, includes 2 months)	44	0.10%	6,983,253	0.10%
2-3 months in arrears (greater than 2 months, includes 3 months)	25	0.05%	3,202,664	0.04%
3-6 months in arrears (greater than 3 month, includes 6 months)	45	0.10%	4,766,506	0.07%
6-12 months in arrears (greater than 6 months, includes 12 months)	6	0.01%	1,307,527	0.02%
12+ months in arrears (greater than 12 months)	0	0.00%	0	0.00%
Total	**45,532**	**100.00%**	**£ 7,162,689,170**	**100.00%**

Current LTV (Non-Indexed)	**Number**	**% of Total Number**	**Amount**	**% of Total Amount**
0-50% - Non Indexed	18,875	41.45%	1,732,643,137	24.19%
50-55%	2,272	4.99%	405,252,602	5.66%
55-60%	2,364	5.19%	452,436,503	6.32%
60-65%	2,529	5.55%	507,742,270	7.09%
65-70%	3,004	6.60%	619,110,837	8.64%
70-75%	3,672	8.06%	786,457,005	10.98%
75-80%	4,096	9.00%	863,239,522	12.05%
80-85%	4,165	9.15%	868,626,583	12.13%
85-90%	3,284	7.21%	693,747,960	9.69%
90-95%	1,217	2.67%	226,099,405	3.16%
95-100%	38	0.08%	5,107,259	0.07%
100-105%	16	0.04%	2,226,088	0.03%
105-110%	0	0.00%	0	0.00%
110-125%	0	0.00%	0	0.00%
125%+	0	0.00%	0	0.00%
Total	**45,532**	**100.00%**	**£ 7,162,689,170**	**100.00%**

Current LTV (Indexed as Defined in OC)	Number	% of Total Number	Amount	% of Total Amount
0-50% - Indexed	24,664	54.17%	2,653,955,438	37.05%
50-55%	2,554	5.61%	498,007,147	6.95%
55-60%	2,922	6.42%	594,583,276	8.30%
60-65%	3,662	8.04%	752,934,726	10.51%
65-70%	3,788	8.32%	820,989,186	11.46%
70-75%	3,108	6.83%	685,360,196	9.57%
75-80%	2,370	5.21%	547,140,163	7.64%
80-85%	1,647	3.62%	406,548,064	5.68%
85-90%	617	1.36%	157,461,459	2.20%
90-95%	173	0.38%	39,219,327	0.55%
95-100%	27	0.06%	6,490,187	0.09%
100-105%	0	0.00%	0	0.00%
105-110%	0	0.00%	0	0.00%
110-125%	0	0.00%	0	0.00%
125%+	0	0.00%	0	0.00%
Total	**45,532**	**100.00%**	**£ 7,162,689,170**	**100.00%**

Current outstanding balance of loan	Number	% of total number	Amount (GBP)	% of total amount
0-5,000	967	2.12%	1,655,287	0.02%
5,000-10,000	767	1.68%	5,807,370	0.08%
10,000-25,000	2,160	4.74%	37,798,877	0.53%
25,000-50,000	3,949	8.67%	149,624,797	2.09%
50,000-75,000	4,765	10.47%	299,857,437	4.19%
75,000-100,000	5,242	11.51%	458,231,281	6.40%
100,000-150,000	9,199	20.20%	1,139,399,159	15.91%
150,000-200,000	6,246	13.72%	1,081,702,556	15.10%
200,000-250,000	3,834	8.42%	853,992,625	11.92%
250,000-300,000	2,733	6.00%	748,493,390	10.45%
300,000-350,000	1,989	4.37%	642,998,462	8.98%
350,000-400,000	1,290	2.83%	480,340,086	6.71%
400,000-450,000	790	1.74%	334,537,380	4.67%
450,000-500,000	481	1.06%	227,914,338	3.18%
500,000-600,000	584	1.28%	317,989,151	4.44%
600,000-700,000	298	0.65%	191,553,934	2.67%
700,000-800,000	130	0.29%	96,220,625	1.34%
800,000-900,000	74	0.16%	62,422,662	0.87%
900,000-1,000,000	34	0.07%	32,149,752	0.45%
1,000,000 +	0	0.00%	0	0.00%
Total	**45,532**	**100.00%**	**£ 7,162,689,170**	**100.00%**

Regional Distribution	Number	% of Total Number	Amount	% of Total Amount
East Anglia	1,740	3.82%	284,354,562	3.97%
East Midlands	2,656	5.83%	431,788,737	6.03%
Greater London	3,675	8.07%	1,091,383,680	15.24%
Northern Ireland	429	0.94%	48,112,672	0.67%
North	2,678	5.88%	295,437,518	4.12%
North West	6,723	14.77%	855,672,768	11.95%
Scotland	5,752	12.63%	661,958,688	9.24%
South East	5,717	12.56%	1,346,853,849	18.80%
South West	2,423	5.32%	419,049,855	5.85%
Wales	2,043	4.49%	248,033,139	3.46%
West Midlands	3,277	7.20%	517,637,031	7.23%
Yorkshire and Humberside	8,419	18.49%	962,406,670	13.44%
Other	0	0.00%	0	0.00%
Total	**45,532**	**100.00%**	**£ 7,162,689,170**	**100.00%**

Repayment type	Number	% of total number	Amount (GBP)	% of total amount
Capital repayment	36,528	80.22%	6,036,509,884	84.28%
Part-and-part	0	0.00%	0	0.00%
Interest-only	1,358	2.98%	273,350,662	3.82%
Offset	7,646	16.79%	852,828,623	11.91%
Total	**45,532**	**100.00%**	**£ 7,162,689,170**	**100.00%**

Seasoning	Number	% of total number	Amount (GBP)	% of total amount
0-12 months	562	1.23%	119,859,496	1.67%
12-24 months	4,627	10.16%	1,073,669,268	14.99%
24-36 months	12,085	26.54%	2,390,243,191	33.37%
36-48 months	3,466	7.61%	642,725,043	8.97%
48-60 months	3,399	7.47%	583,636,601	8.15%
60-72 months	3,425	7.52%	578,230,332	8.07%
72-84 months	2,873	6.31%	451,980,755	6.31%
84-96 months	1,889	4.15%	268,727,662	3.75%
96-108 months	1,566	3.44%	207,383,967	2.90%
108-120 months	2,282	5.01%	268,883,429	3.75%
120-150 months	1,377	3.02%	132,322,935	1.85%
150-180 months	1,102	2.42%	92,418,804	1.29%
180+ months	6,879	15.11%	352,607,686	4.92%
Total	**45,532**	**100.00%**	**£ 7,162,689,170**	**100.00%**

Interest payment type	Number	% of total number	Amount (GBP)	% of total amount
Fixed	38,886	85.40%	6,458,606,821	90.17%
SVR	4,031	8.85%	370,912,127	5.18%
Tracker	2,615	5.74%	333,170,222	4.65%
Other (please specify)	0	0.00%	0	0.00%
Total	**45,532**	**100.00%**	**£ 7,162,689,170**	**100.00%**

Loan purpose type	Number	% of total number	Amount (GBP)	% of total amount
Owner-occupied	45,532	100.00%	7,162,689,170	100.00%
Buy-to-let	0	0.00%	0	0.00%
Second home	0	0.00%	0	0.00%
Total	**45,532**	**100.00%**	**£ 7,162,689,170**	**100.00%**

Income verification type	Number	% of total number	Amount (GBP)	% of total amount
Fully verified	45,532	100.00%	7,162,689,170	100.00%
Fast-track	0	0.00%	0	0.00%
Self-certified	0	0.00%	0	0.00%
Total	**45,532**	**100.00%**	**£ 7,162,689,170**	**100.00%**

Remaining term of loan	Number	% of total number	Amount (GBP)	% of total amount
0-30 months	1,490	3.27%	47,307,119	0.66%
30-60 months	2,757	6.06%	107,063,930	1.49%
60-120 months	6,369	13.99%	476,843,907	6.66%
120-180 months	6,623	14.55%	809,034,821	11.30%
180-240 months	7,528	16.53%	1,256,314,670	17.54%
240-300 months	7,939	17.44%	1,595,813,317	22.28%
300-360 months	6,512	14.30%	1,434,604,964	20.03%
360+ months	6,314	13.87%	1,435,706,440	20.04%
Total	**45,532**	**100.00%**	**£ 7,162,689,170**	**100.00%**

Employment status	Number	% of total number	Amount (GBP)	% of total amount
Employed	40,310	88.53%	6,667,808,327	93.09%
Self-employed	1,987	4.36%	341,841,180	4.77%
Unemployed	65	0.14%	6,343,901	0.09%
Retired	332	0.73%	19,502,317	0.27%
Guarantor	0	0.00%	0	0.00%
Other	2,838	6.23%	127,193,444	1.78%
Total	**45,532**	**100.00%**	**£ 7,162,689,170**	**100.00%**

<u>Covered Bonds Outstanding, Associated Derivatives</u> (please disclose for all bonds outstanding)

Series	14	15	16	17	18	19	20	21
Issue date	08/05/19	21/11/19	13/10/20	16/11/21	18/01/22	30/03/22	23/05/22	16/06/2023
Original rating (Moody's/Fitch)	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA
Current rating (Moody's/Fitch)	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA
Denomination	EUR	GBP	EUR	EUR	GBP	GBP	GBP	GBP
Amount at issuance	500,000,000	750,000,000	500,000,000	500,000,000	500,000,000	600,000,000	600,000,000	500,000,000
Amount outstanding	500,000,000	750,000,000	500,000,000	500,000,000	500,000,000	600,000,000	600,000,000	500,000,000
FX swap rate (rate:£1)	1.15781	n/a	1.09745	1.16932	n/a	n/a	n/a	n/a
Maturity type (hard/soft-bullet/pass-through)	soft-bullet	soft-bullet	soft-bullet	soft-bullet	soft-bullet	soft-bullet	soft-bullet	soft-bullet
Scheduled final maturity date	08/05/24	21/11/24	13/10/27	16/11/28	18/01/27	30/03/26	23/05/28	16/06/2028
Legal final maturity date	08/05/25	21/11/25	12/10/28	16/11/29	18/01/28	30/03/27	23/05/29	16/06/2029
ISIN	XS1991186500	XS2080769909	XS2243314528	XS2406578059	XS2432612526	XS2462616876	XS2462617502	XS2636310307
Stock exchange listing	London	London	London	London	London	London	London	London
Coupon payment frequency	Annual	Quarterly	Annual	Annual	Quarterly	Quarterly	Quarterly	Quarterly
Coupon payment date	8th	21st	13th	16th	18th	30th	23rd	16th
Coupon (rate if fixed, margin and reference rate if floating)	0.125%	0.580% / SONIA	0.010%	0.010%	0.270% / SONIA	0.420% / SONIA	0.50% / SONIA	0.50% / SONIA
Margin payable under extended maturity period (%)	0.150%	0.580%	0.220%	0.090%	0.270%	0.420%	0.500%	0.50%
Swap counterparty/ies	Natixis	n/a	HSBC Bank Plc	Natixis	n/a	n/a	n/a	n/a
Swap notional denomination	EUR	n/a	EUR	EUR	n/a	n/a	n/a	n/a
Swap notional amount	500,000,000	n/a	500,000,000	500,000,000	n/a	n/a	n/a	n/a
Swap notional maturity	08/05/24	n/a	13/10/27	16/11/28	n/a	n/a	n/a	n/a
LLP receive rate/margin	0.125%	n/a	0.010%	0.010%	n/a	n/a	n/a	n/a
LLP pay rate/margin	0.648% / SONIA	n/a	0.707% / SONIA	0.464% / SONIA	n/a	n/a	n/a	n/a
Collateral posting amount	0	n/a	0	0	n/a	n/a	n/a	n/a

<u>Programme triggers</u>

Counterparty / Events	Summary of Event	Trigger (Moody's, Fitch; short-term, long-term)	Trigger breached (yes/no)	Consequence of a trigger breach
Issuer Event of Default	Issuer failure to pay, insolvency, etc	Issuer failure to pay, insolvency, etc	No	Triggers a Notice to Pay on the LLP
Seller / Transfer of Legal Title	Seller long term ratings fall below Trigger	Long term: Baa3 (Moody's), BBB- (Fitch)	No	Details of the Borrowers with Loans to be delivered to the LLP, the Security Trustee (upon request) and the Rating Agencies
Seller / CB Collection Account	Seller long term ratings fall below Trigger	Short term: P-2 (Moody's), F2 (Fitch)	No	Set up a separate CB Collection Account
Account Bank	Account Bank long and short term ratings fall below Trigger	Short term: P-1 (Moody's), F1 (Fitch)	Yes	GIC Account and Transaction account to be closed with the credit transferred to the Stand-by GIC Account and Stand-by Transaction Account
Stand-by Account Bank	Standby Account Bank long and short term ratings fall below Trigger	Short term: P-1 (Moody's), F1 (Fitch)	No	Move to higher rated bank/guarantee required
Servicer (appointment of Back-up Servicer)	Servicer long term rating fall below Trigger	Long term: Baa1 (Moody's), BBB- (Fitch)	No	Appointment of the Back-up Servicer
Servicer (transfer servicing obligation)	Servicer long term rating fall below Trigger	Long term: Baa3 (Moody's)	No	Transfer servicing obligation to the Back-up Servicer
Cash Manager (appointment of Back-up Cash Manager)	Cash Manager long term ratings fall below Trigger	Long term: Baa1 (Moody's)	No	Appointment of the Back-up Cash Manager
Cash Manager (transfer cash management obiligation)	Cash Manager long term ratings fall below Trigger	Long term: Baa3 (Moody's), BBB- (Fitch)	No	Transfer cash management obligation to the Back-up Cash Manager. The Asset Monitor to report on arithmetic accuracy of the Asset Coverage Test.
Cash Manager Relevant Event	Cash Manager long term ratings fall below Trigger	Long term: Baa1 (Moody's)	No	Seller to pre-fund the LLP with the coupon amount due in respect of the covered bonds
Interest Rate Swap Provider	Interest Rate Swap provider ratings fall below Trigger	<u>Replacement Trigger</u> Short term: P-2 (Moody's), F3(Fitch) Long term: A3 (Moody's), BBB- (Fitch)	No	Replace Interest Rate Swap Provider or procure co-obilgor or guartantee from sufficiently rated courterparty
Covered Bond Swap Provider - CB14	Covered Bond Swap Provider ratings fall below Trigger	Replacement Trigger Short term: N/A (Moody's), F3 (Fitch) Long term: BBB- (Fitch), Counterparty Risk Assessment: Baa1 (Moody's)	No	Replace Swap Provider with sufficiently rated counterparty
Covered Bond Swap Provider - CB16	Covered Bond Swap Provider ratings fall below Trigger	Replacement Trigger Short term: N/A (Moody's), F3 (Fitch) Long term: BBB- (Fitch), Counterparty Risk Assessment: Baa1 (Moody's)	No	Replace Swap Provider with sufficiently rated counterparty
LLP Event of Default	LLP failure to pay, Amortisation Test failure, etc	LLP failure to pay, Amortisation Test failure, etc	No	Bonds becoming immediately due and payable