

Yorkshire Building Society €12.5bn Covered Bond Programme - Monthly Investor Report: May 2023

Administration

Name of issuer	Yorkshire Building Society
Name of BCP programme	Yorkshire Building Society €12.5 billion Global Covered Bond Programme
Name, job title and contact details of person validating this form	Benjamin Charnock, Treasury Dealer, bcharnock@ybs.co.uk
Date of form submission	30/06/2023
Start Date of reporting period	01/05/2023
End Date of reporting period	31/05/2023
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	HSC Bank plc	< F1	AA-/F1+	< P-1	A1/P-1
Service(s)	Yorkshire Building Society	< BBB-	A-/F1	< Baa1, < Baa3	A3/P-2
Back-up Service(s)	n/a	-	-	-	-
Interest Rate Swap Provider	Yorkshire Building Society	< F3/BBB-	Aidcri/F1	< P-2/A3	A3/P-2
Swap notional amount(s) (GBP)	7,524,355,334				
Swap notional maturity/ies	Loan balance zero				
LLP receive rate/margin	5.73%				
LLP pay rate/margin	2.46%				
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	16,848,840	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	(300,000)	n/a	n/a
Cash Capital Contribution deemed to be revenue	0	n/a	n/a
Net Interest from / (to) Interest Rate Swap Provider	19,321,894	n/a	n/a
Interest (to) Covered Bond Swap Providers	(5,189,476)	n/a	n/a
Pre-funding of monthly swap payments / other payments	(13,201,000)	n/a	n/a
Interest paid on Covered Bonds without Covered Bonds Swaps	0	n/a	n/a
Deferred Consideration	(17,480,159)	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	84,464,048	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	2,963,481	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	(87,427,529)	n/a	n/a
Closing Balance	0	n/a	n/a
Reserve ledger			
Beg Balance	16,102,767	n/a	n/a
Transfers to GIC	0	n/a	n/a
Interest on GIC	0	n/a	n/a
Reserve Required Amount Movement	300,000	n/a	n/a
Transfers from GIC	0	n/a	n/a
Closing Balance	16,402,767	n/a	16,402,767

Asset Coverage Test

	Value	Description
A	6,846,790,095	Adjusted current balance
B	160,792,832	Principal collectors not yet applied
C	0	Qualifying additional collateral
D	0	Substitute assets
E	n/a	Proceeds of sold mortgage loans
Y	n/a	Set-off offset loans
W	n/a	Personal secured loans
X	n/a	Flexible draw capacity
Y	246,758,513	Set-off
Z	114,544,227	Negative carry
Total: A + B + C + D - (Y + Z)	6,646,280,938	
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)	2,381,230,938	
Credit support as derived from ACT (%)	55.8%	

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

	EUR
Programme Currency	EUR
Programme size	12,500,000,000
Covered bonds principal amount outstanding (GBP, non-GBP series converted at swap FX rates)	4,245,050,000
Covered bonds principal amount outstanding (GBP, non-GBP series converted at current spot rate)	4,240,222,692
Cover pool balance (GBP)	7,567,071,023
GIC account balance (GBP)	207,609,228
Any additional collateral (please specify)	0
Any additional collateral (GBP)	0
Aggregate balance of off-set mortgages (GBP)	854,425,797
Aggregate deposits attaching to the cover pool (GBP)	246,758,513
Aggregate deposits attaching specifically to the off-set mortgages (GBP)	232,637,493
Nominal level of overcollateralisation (GBP)	3,302,021,023
Nominal level of overcollateralisation (%)	177.4%
Total Outstanding Current Balance of Mortgages in the Portfolio	7,567,071,023
Number of Mortgages in Pool	46,897
Average loan balance (GBP)	161,493
Weighted average indexed LTV (%)	56.06
Weighted average non-indexed LTV (%)	65.27
Weighted average seasoning (months)	51.38
Weighted average remaining term (months)	274.32
Weighted average interest rate (%)	2.74
Standard Variable Rates (%) (%)	7.49
Constant Pre-Payment Rate (% current month)	20.96
Constant Pre-Payment Rate (% quarterly average)	18.93
Principal Payment Rate (% current month)	24.97
Principal Payment Rate (% quarterly average)	23.13
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 / 3.6

Mortgage Collections

Mortgage collections (scheduled - interest)	16,848,840
Mortgage collections (scheduled - principal)	25,577,191
Mortgage collections (unscheduled - interest)	0
Mortgage collections (unscheduled - principal)	135,215,641

Loan Redemptions & Replenishments Since Previous Reporting Date

	Number	% of total number	Amount (GBP)	% of total amount
Loan redemptions since previous reporting date	726	96.16%	121,043,801	98.48%
Loans bought back by seller(s)	29	3.84%	1,866,289	1.52%
of which are non-performing loans	2	0.26%	21,117	0.02%
of which have breached RBVs	0	0.00%	0	0.00%
Loans sold into the cover pool	0	n/a	0	n/a

Product Rate Type and Reversionary Profiles

	Number	% of total number	Amount (GBP)	% of total amount	Weighted average				
					Current rate	Remaining teaser period (month)	Current margin	Reversionary margin	Initial rate
Fixed at origination, reverting to SVR	41,234	88.00%	7,083,778,483	93.61%	2.51%	32.45	0.00%	0.00%	0.00%
Fixed at origination, reverting to Libor	0	0.00%	0	0.00%	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%	0.00%
Fixed for life	0	0.00%	0	0.00%	0.00%	-	0.00%	0.00%	0.00%
Tracker at origination, reverting to SVR	145	0.31%	37,524,801	0.50%	4.87%	-	0.62%	0.00%	0.00%
Tracker at origination, reverting to Libor	0	0.00%	0	0.00%	0.00%	-	0.00%	0.00%	0.00%
Tracker for life	1,782	3.80%	118,894,733	1.57%	4.95%	-	0.69%	0.69%	0.69%
SVR, including discount to SVR	3,696	7.89%	326,873,006	4.32%	6.78%	-	-0.70%	0.00%	0.00%
Libor	0	0.00%	0	0.00%	0.00%	-	0.00%	0.00%	0.00%
Total	46,857	100.00%	7,567,071,023	100.00%					

Stratifications

Arrears Breakdown	Number	% of Total Number	Amount	% of Total Amount
Current	46,649	99.56%	7,541,875,955	99.67%
0-1 month in arrears	111	0.24%	12,503,230	0.17%
1-2 months in arrears (greater than 1 month, includes 2 months)	50	0.11%	6,048,815	0.08%
2-3 months in arrears (greater than 2 months, includes 3 months)	24	0.05%	3,095,190	0.04%
3-6 months in arrears (greater than 3 months, includes 6 months)	21	0.04%	3,526,715	0.05%
6-12 months in arrears (greater than 6 months, includes 12 months)	2	0.00%	21,117	0.00%
12+ months in arrears (greater than 12 months)	0	0.00%	0	0.00%
Total	46,857	100.00%	7,567,071,023	100.00%

In response to the ongoing Covid-19 situation in the UK, it was announced on 20 March 2020 that mortgage borrowers impacted financially by Covid-19 should be offered a payment holiday. Where borrowers have made a successful application, they are not considered to be in a payment shortfall and therefore any such missed payments will not be considered as arrears for the purposes of investor reporting.

More general information on the scheme can be found on the FCA website at <https://www.fca.org.uk/firms/mortgages-coronavirus-guidance-firms>

Current LTV (Non-Indexed)	Number	% of Total Number	Amount	% of Total Amount
0-50% - Non Indexed	18,783	40.09%	1,713,394,564	22.64%
50-55%	2,213	4.72%	397,046,265	5.25%
55-60%	2,784	4.87%	445,297,742	5.88%
60-65%	2,432	5.19%	492,880,519	6.51%
65-70%	2,789	5.95%	569,321,406	7.52%
70-75%	3,565	7.61%	769,738,090	10.17%
75-80%	4,369	9.32%	951,388,800	12.57%
80-85%	5,030	10.73%	1,115,670,138	14.74%
85-90%	4,140	8.84%	876,285,410	11.58%
90-95%	1,208	2.58%	230,344,303	3.04%
95-100%	34	0.07%	4,461,925	0.06%
100-105%	10	0.02%	1,321,863	0.02%
105-110%	0	0.00%	0	0.00%
110-125%	0	0.00%	0	0.00%
125%+	0	0.00%	0	0.00%
Total	46,857	100.00%	7,567,071,023	100.00%

Current LTV (Indexed as Defined in OC)	Number	% of Total Number	Amount	% of Total Amount
D-50% - Indexed	24,316	51.89%	2,626,164,705	34.71%
50-55%	2,468	5.27%	483,929,495	6.42%
55-60%	2,783	5.94%	572,337,118	7.56%
60-65%	3,381	7.22%	707,244,568	9.35%
65-70%	4,228	9.02%	918,455,679	12.14%
70-75%	3,892	8.31%	875,247,873	11.61%
75-80%	3,253	6.94%	752,314,181	9.94%
80-85%	1,906	4.07%	472,002,288	6.24%
85-90%	527	1.12%	133,412,463	1.76%
90-95%	98	0.21%	20,848,017	0.28%
95-100%	5	0.01%	518,635	0.01%
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	46,857	100.00%	£ 7,567,071,023	100.00%

Current outstanding balance of loan	Number	% of total number	Amount (GBP)	% of total amount
0-5,000	969	2.07%	1,600,101	0.02%
5,000-10,000	719	1.53%	5,409,177	0.07%
10,000-25,000	2,225	4.75%	38,713,632	0.51%
25,000-50,000	3,958	8.45%	149,588,634	1.98%
50,000-75,000	4,804	10.25%	301,833,063	3.99%
75,000-100,000	5,289	11.29%	463,095,383	6.12%
100,000-150,000	9,294	19.83%	1,152,178,695	15.23%
150,000-200,000	6,423	13.71%	1,114,135,032	14.72%
200,000-250,000	3,965	8.46%	882,866,937	11.67%
250,000-300,000	2,858	6.10%	784,714,685	10.36%
300,000-350,000	2,206	4.71%	713,582,149	9.43%
350,000-400,000	1,462	3.12%	545,270,892	7.21%
400,000-450,000	879	1.88%	372,292,356	4.92%
450,000-500,000	583	1.24%	275,791,633	3.64%
500,000-600,000	661	1.41%	360,560,212	4.76%
600,000-700,000	292	0.62%	188,315,480	2.49%
700,000-800,000	143	0.31%	106,223,824	1.40%
800,000-900,000	87	0.19%	73,791,612	0.98%
900,000-1,000,000	40	0.09%	37,607,527	0.50%
1,000,000 +	0	0.00%	0	0.00%
Total	46,857	100.00%	£ 7,567,071,023	100.00%

Regional Distribution	Number	% of Total Number	Amount	% of Total Amount
East Anglia	1,782	3.80%	298,063,426	3.94%
East Midlands	2,694	5.75%	442,851,764	5.85%
Greater London	4,042	8.63%	1,250,517,983	16.53%
Northern Ireland	258	0.55%	40,790,692	0.54%
North	2,670	5.70%	293,709,671	3.88%
North West	6,923	14.77%	891,407,256	11.78%
Scotland	5,737	12.24%	661,069,704	8.74%
South East	6,027	12.86%	1,456,871,573	19.25%
South West	2,473	5.28%	438,848,753	5.80%
Wales	2,091	4.46%	256,371,657	3.39%
West Midlands	3,314	7.07%	529,824,610	7.00%
Yorkshire and Humber	8,746	18.67%	1,006,735,933	13.30%
Other	0	0.00%	0	0.00%
Total	46,857	100.00%	£ 7,567,071,023	100.00%

Repayment type	Number	% of total number	Amount (GBP)	% of total amount
Capital repayment	38,009	81.12%	6,536,543,212	86.38%
Part-and-part	0	0.00%	0	0.00%
Interest-only	1,001	2.14%	176,102,013	2.33%
Offset	7,847	16.75%	854,425,797	11.29%
Total	46,857	100.00%	£ 7,567,071,023	100.00%

Seasoning	Number	% of total number	Amount (GBP)	% of total amount
0-12 months	1,353	2.89%	331,768,182	4.39%
12-24 months	12,138	26.90%	2,634,959,065	34.82%
24-36 months	6,462	13.79%	1,262,088,939	16.68%
36-48 months	3,298	7.04%	602,905,092	7.97%
48-60 months	3,953	8.44%	677,130,454	8.95%
60-72 months	2,942	6.28%	497,579,342	6.58%
72-84 months	2,236	4.77%	347,046,641	4.59%
84-96 months	1,605	3.43%	222,541,677	2.94%
96-108 months	2,039	4.35%	259,834,587	3.43%
108-120 months	1,564	3.32%	177,218,765	2.34%
120-150 months	932	1.99%	88,529,632	1.17%
150-180 months	1,269	2.71%	102,638,310	1.36%
180+ months	7,076	15.10%	363,230,338	4.80%
Total	46,857	100.00%	£ 7,567,071,023	100.00%

Interest payment type	Number	% of total number	Amount (GBP)	% of total amount
Fixed	41,234	88.00%	7,083,778,483	93.61%
SVR	3,696	7.89%	326,873,006	4.32%
Tracker	1,927	4.11%	156,419,533	2.07%
Other (please specify)	0	0.00%	0	0.00%
Total	46,857	100.00%	£ 7,567,071,023	100.00%

Loan purpose type	Number	% of total number	Amount (GBP)	% of total amount
Owner-occupied	46,857	100.00%	7,567,071,023	100.00%
Buy-to-let	0	0.00%	0	0.00%
Second home	0	0.00%	0	0.00%
Total	46,857	100.00%	£ 7,567,071,023	100.00%

Income verification type	Number	% of total number	Amount (GBP)	% of total amount
Fully verified	46,857	100.00%	7,567,071,023	100.00%
Fast-track	0	0.00%	0	0.00%
Self-certified	0	0.00%	0	0.00%
Total	46,857	100.00%	£ 7,567,071,023	100.00%

Remaining term of loan	Number	% of total number	Amount (GBP)	% of total amount
0-30 months	1,217	2.60%	33,389,499	0.44%
30-60 months	2,787	5.95%	102,970,248	1.36%
60-120 months	6,683	14.26%	492,153,611	6.50%
120-180 months	6,394	13.65%	778,831,592	10.29%
180-240 months	7,593	16.20%	1,272,197,934	16.81%
240-300 months	8,288	17.69%	1,697,200,295	22.43%
300-360 months	6,871	14.66%	1,538,923,993	20.31%
360+ months	7,044	15.03%	1,653,403,852	21.85%
Total	46,857	100.00%	£ 7,567,071,023	100.00%

Employment status	Number	% of total number	Amount (GBP)	% of total amount
Employed	41,339	88.22%	7,059,693,647	93.29%
Self-employed	1,945	4.15%	337,303,674	4.46%
Unemployed	69	0.15%	6,666,826	0.09%
Retired	345	0.74%	20,792,216	0.27%
Guarantor	0	0.00%	0	0.00%
Other	3,159	6.74%	142,614,657	1.88%
Total	46,857	100.00%	£ 7,567,071,023	100.00%

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

Series	13	14	15	16	17	18	19	20
Issue date	19/11/18	08/05/19	21/11/19	13/10/20	16/11/21	18/01/22	30/03/22	23/05/22
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	GBP	EUR	EUR	EUR	EUR	GBP	GBP	GBP
Amount at issuance	500,000,000	500,000,000	750,000,000	500,000,000	500,000,000	500,000,000	600,000,000	600,000,000
Amount outstanding	500,000,000	500,000,000	750,000,000	500,000,000	500,000,000	500,000,000	600,000,000	600,000,000
FX swap rate (rate:1)	n/a	1.15781	n/a	1.09745	1.14932	n/a	n/a	n/a
Maturity type (hard/soft-bullet/pass-through)	n/a	soft-bullet	n/a	soft-bullet	soft-bullet	n/a	soft-bullet	soft-bullet
Scheduled final maturity date	20/11/23	08/05/24	21/11/24	13/10/27	16/11/28	18/01/27	30/03/26	23/05/28
Legal final maturity date	19/11/24	08/05/25	21/11/25	12/10/28	16/11/29	18/01/28	30/03/27	23/05/29
ISIN	XS1910867081	XS1991186500	XS2080769909	XS224314528	XS2406578099	XS2432612526	XS2462616876	XS2462617502
Stock exchange listing	London	London	London	London	London	London	London	London
Coupon payment frequency	Quarterly	Annual	Quarterly	Annual	Annual	Quarterly	Quarterly	Quarterly
Coupon payment date	19th	8th	21st	13th	16th	18th	30th	23rd
Coupon rate if fixed, margin and reference rate if floating	0.600% / SONIA	0.125%	0.580% / SONIA	0.010%	0.010%	0.270% / SONIA	0.420% / SONIA	0.50% / SONIA
Margin payable under extended maturity period (%)	0.500%	0.500%	0.580%	0.200%	0.090%	0.270%	0.420%	0.500%
Swap counterparty/ies	n/a	Natixis	n/a	HSBC Bank PLC	Natixis	n/a	n/a	n/a
Swap notional denomination	n/a	EUR	n/a	EUR	EUR	n/a	n/a	n/a
Swap notional amount	n/a	500,000,000	n/a	500,000,000	500,000,000	n/a	n/a	n/a
Swap notional maturity	n/a	08/05/24	n/a	13/10/27	16/11/28	n/a	n/a	n/a
LLP receive rate/margin	n/a	0.125%	n/a	0.010%	0.010%	n/a	n/a	n/a
LLP pay rate/margin	n/a	0.648% / SONIA	n/a	0.707% / SONIA	0.464% / SONIA	n/a	n/a	n/a
Collateral posting amount	n/a	0	n/a	0	0	n/a	n/a	n/a

Programme triggers

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 obligation)	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	Replacement Trigger Short term: P-2 (Moody's), F3(Fitch) Long term: A3 (Moody's), BBB- (Fitch)	No	Replace Interest Rate Swap Provider or procure co-obligor or guarantee from sufficiently rated counterparty
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

