

Yorkshire Building Society €7.5bn Covered Bond Programme - Monthly Investor Report: April 2017
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	21/05/2017
Start Date of reporting period	01/04/2017
End Date of reporting period	30/04/2017
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	
		Rating trigger	Current rating	Rating trigger	Current rating
Covered bonds		-	AAA	-	Aaa
Issuer	Yorkshire Building Society	-	A-/F1	-	Baa1/P-2
Seller(s)	Yorkshire Building Society	< BBB-, < F2	A-/F1	< Baa3, < P-2	Baa1/P-2
Cash Manager	Yorkshire Building Society	< BBB-	A-/F1	<Baa1, < Baa3	Baa1/P-2
Back-up Cash Manager	n/a	-	-	-	-
Account Bank	Yorkshire Building Society	< F1	A-/F1	< P-1	Baa1/P-2
Stand-by Account Bank	HSBC Bank plc	< F1	AA-/F1+	< P-1	Aa2/P-1
Servicer(s)	Yorkshire Building Society	< BBB-	A-/F1	<Baa1, < Baa3	Baa1/P-2
Back-up Servicer(s)	n/a	-	-	-	-
Interest Rate Swap Provider	Yorkshire Building Society	< F3/BBB-	A-/F1	< P-2/A3	Baa1/P-2
Swap notional amount(s) (GBP)	3,459,151,289				
Swap notional maturity/ies	Loan balance zero				
LLP receive rate/margin	1.49%				
LLP pay rate/margin	2.49%				
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	7,298,164	n/a	n/a
Interest on GIC	222	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	(2,833,960)	n/a	n/a
Interest (to) Covered Bond Swap Providers	(2,349,640)	n/a	n/a
Pre-funding of monthly swap payments / other payments	0	n/a	n/a
Interest paid on Covered Bonds without Covered Bonds Swaps	0	n/a	n/a
Deferred Consideration	(2,114,686)	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	41,780,383	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	1,859,304	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	(43,639,687)	n/a	n/a
Closing Balance	0	n/a	n/a
Reserve receipts / ledger			
Beg Balance	7,909,251	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	7,909,251	n/a	7,742,761
Capital Account receipts / ledger			
Beg Balance	1,636,623,993	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	2,133,703	n/a	n/a
Increase in loan balance due to insurance & fees	172,214	n/a	n/a
Capital Contributions	0	n/a	n/a
Capital Distribution	(43,639,687)	n/a	n/a
Losses from Capital Contribution in Kind	0	n/a	n/a
Closing Balance	1,595,290,223	n/a	n/a

Asset Coverage Test

	Value	Description
A	3,054,023,676	Adjusted current balance
B	41,780,383	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	160,942,833	Set-off
Z	104,888,949	Negative carry
Total: A + B + C + D - (Y + Z)	2,829,972,278	
Method Used for Calculating "A" (note 1)		A (ii)
Asset Percentage (%)		88.00%
Maximum asset percentage from Fitch (%)		88.00%
Maximum asset percentage from Moody's (%)		89.50%
Maximum asset percentage from S&P (%)		n/a
Credit support as derived from ACT (GBP)		525,272,278
Credit support as derived from ACT (%)		22.8%

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	7,500,000,000
Covered bonds principal amount outstanding (GBP, non-GBP series converted at swap FX rate)	2,304,700,000
Covered bonds principal amount outstanding (GBP, non-GBP series converted at current spot rate)	2,437,080,000
Cover pool balance (GBP)	3,472,089,691
GIC account balance (GBP)	56,988,020
Any additional collateral (please specify)	0
Any additional collateral (GBP)	0
Aggregate balance of off-set mortgages (GBP)	1,051,944,959
Aggregate deposits attaching to the cover pool (GBP)	160,942,833
Aggregate deposits attaching specifically to the off-set mortgages (GBP)	159,067,873
Nominal level of overcollateralisation (GBP)	1,167,389,691
Nominal level of overcollateralisation (%)	150.7%
Total Outstanding Current Balance of Mortgages in the Portfolio	3,472,089,691
Number of Mortgages in Pool	30,560
Average loan balance (GBP)	113,616
Weighted average indexed LTV (%)	49.10
Weighted average non-indexed LTV (%)	57.29
Weighted average seasoning (months)	71.07
Weighted average remaining term (months)	219.76
Weighted average interest rate (%)	2.83
Standard Variable Rate(s) (%)	4.74
Constant Pre-Payment Rate (% , current month)	9.58
Constant Pre-Payment Rate (% , quarterly average)	12.82
Principal Payment Rate (% , current month)	14.26
Principal Payment Rate (% , quarterly average)	17.66
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 / 2.6

Mortgage Collections

Mortgage collections (scheduled - interest)	7,298,164
Mortgage collections (scheduled - principal)	13,760,836
Mortgage collections (unscheduled - interest)	0
Mortgage collections (unscheduled - principal)	28,019,547

Loan Redemptions & Replenishments Since Previous Reporting Date

	Number	% of total number	Amount (GBP)	% of total amount
Loan redemptions since previous reporting date	233	80.07%	18,570,202	90.99%
Loans bought back by seller(s)	58	19.93%	1,838,804	9.01%
of which are non-performing loans	0	0.00%	0	0.00%
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

	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	21,556	70.54%	2,826,419,308	81.40%	2.74%	23.1	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	148	0.48%	34,392,747	0.99%	1.36%	14.3	-0.89%	0.00%	
Tracker at origination, reverting to Libor	0	0.00%	0	0.00%	0.00%	-	0.00%	0.00%	
Tracker for life	4,441	14.53%	344,922,367	9.93%	2.27%	-	1.95%	1.95%	
SVR, including discount to SVR	4,415	14.45%	266,355,269	7.67%	4.74%	-	0.04%	0.04%	
Libor	0	0.00%	0	0.00%	0.00%	-	0.00%	0.00%	
Total	30,560	100.00%	£ 3,472,089,691	100.00%					

Stratifications

Arrears Breakdown	Number	% of Total Number	Amount	% of Total Amount
Current	30,296	99.14%	3,449,376,844	99.35%
0-1 month in arrears	166	0.54%	14,618,044	0.42%
1-2 months in arrears (greater than 1 month, includes 2 months)	45	0.15%	3,689,922	0.11%
2-3 months in arrears (greater than 2 months, includes 3 months)	29	0.09%	2,364,640	0.07%
3-6 months in arrears (greater than 3 months, includes 6 months)	24	0.08%	2,040,241	0.06%
6-12 months in arrears (greater than 6 months, includes 12 months)	0	0.00%	0	0.00%
12+ months in arrears (greater than 12 months)	0	0.00%	0	0.00%
Total	30,560	100.00%	£ 3,472,089,691	100.00%

Current LTV (Non-Indexed)	Number	% of Total Number	Amount	% of Total Amount
0-50% - Non Indexed	16,129	52.78%	1,149,375,879	33.10%
50-55%	1,945	6.36%	264,650,943	7.62%
55-60%	2,275	7.44%	355,467,030	10.24%
60-65%	2,251	7.37%	367,768,462	10.59%
65-70%	2,339	7.65%	402,624,317	11.60%
70-75%	1,592	5.21%	265,626,133	7.65%
75-80%	1,422	4.65%	228,024,503	6.57%
80-85%	1,356	4.44%	231,057,366	6.65%
85-90%	890	2.91%	150,885,853	4.35%
90-95%	291	0.95%	44,668,651	1.29%
95-100%	63	0.21%	10,840,062	0.31%
100-105%	5	0.02%	594,625	0.02%
105-110%	1	0.00%	277,186	0.01%
110-125%	0	0.00%	0	0.00%
125%+	1	0.00%	228,680	0.01%
Total	30,560	100.00%	£ 3,472,089,691	100.00%

Current LTV (Indexed as Defined in OC)	Number	% of Total Number	Amount	% of Total Amount
0-50% - Indexed	19,822	64.86%	1,729,151,007	49.80%
50-55%	2,190	7.17%	350,167,202	10.09%
55-60%	2,052	6.71%	334,682,262	9.64%
60-65%	1,779	5.82%	295,748,820	8.52%
65-70%	1,478	4.84%	244,049,521	7.03%
70-75%	1,265	4.14%	203,430,465	5.86%
75-80%	988	3.23%	154,538,393	4.45%
80-85%	617	2.02%	100,513,287	2.89%
85-90%	288	0.94%	47,013,219	1.35%
90-95%	61	0.20%	9,252,674	0.27%
95-100%	20	0.07%	3,542,841	0.10%
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	30,560	100.00%	£ 3,472,089,691	100.00%

Current outstanding balance of loan	Number	% of total number	Amount (GBP)	% of total amount
0-5,000	1,025	3.35%	1,864,688	0.05%
5,000-10,000	659	2.16%	5,019,869	0.14%
10,000-25,000	2,595	8.49%	46,299,585	1.33%
25,000-50,000	4,674	15.29%	174,851,765	5.04%
50,000-75,000	4,400	14.40%	274,203,790	7.90%
75,000-100,000	3,958	12.95%	345,471,162	9.95%
100,000-150,000	5,851	19.15%	718,614,210	20.70%
150,000-200,000	3,011	9.85%	518,617,732	14.94%
200,000-250,000	1,617	5.29%	359,624,937	10.36%
250,000-300,000	998	3.27%	272,531,091	7.85%
300,000-350,000	566	1.85%	182,591,537	5.26%
350,000-400,000	372	1.22%	138,658,193	3.99%
400,000-450,000	284	0.93%	120,818,861	3.48%
450,000-500,000	186	0.61%	87,921,728	2.53%
500,000-600,000	201	0.66%	109,336,074	3.15%
600,000-700,000	94	0.31%	60,323,626	1.74%
700,000-800,000	40	0.13%	29,682,870	0.85%
800,000-900,000	19	0.06%	16,104,870	0.46%
900,000-1,000,000	10	0.03%	9,553,105	0.28%
1,000,000 +	0	0.00%	0	0.00%
Total	30,560	100.00%	£ 3,472,089,691	100.00%

Regional Distribution	Number	% of Total Number	Amount	% of Total Amount
East Anglia	870	2.85%	105,200,566	3.03%
East Midlands	1,476	4.83%	166,392,898	4.79%
Greater London	2,568	8.40%	614,736,898	17.71%
Northern Ireland	172	0.56%	16,378,091	0.47%
North	1,759	5.76%	142,267,094	4.10%
North West	4,906	16.05%	437,774,762	12.61%
Scotland	3,709	12.14%	335,697,647	9.67%
South East	3,525	11.53%	588,183,881	16.94%
South West	1,414	4.63%	166,950,492	4.81%
Wales	1,307	4.28%	113,271,587	3.26%
West Midlands	1,639	5.36%	183,801,092	5.29%
Yorkshire and Humberside	7,215	23.61%	601,434,682	17.32%
Other	0	0.00%	0	0.00%
Total	30,560	100.00%	£ 3,472,089,691	100.00%

Repayment type	Number	% of total number	Amount (GBP)	% of total amount
Capital repayment	18,847	61.67%	2,231,845,107	64.28%
Part-and-part	0	0.00%	0	0.00%
Interest-only	1,669	5.46%	188,299,624	5.42%
Offset	10,044	32.87%	1,051,944,959	30.30%
Total	30,560	100.00%	£ 3,472,089,691	100.00%

Seasoning	Number	% of total number	Amount (GBP)	% of total amount
0-12 months	943	3.09%	206,752,442	5.95%
12-24 months	1,674	5.48%	347,032,416	9.99%
24-36 months	4,682	15.32%	839,420,247	24.18%
36-48 months	3,110	10.18%	528,905,605	15.23%
48-60 months	352	1.15%	49,956,465	1.44%
60-72 months	885	2.90%	113,493,707	3.27%
72-84 months	1,310	4.29%	157,287,657	4.53%
84-96 months	742	2.43%	75,354,950	2.17%
96-108 months	949	3.11%	97,616,694	2.81%
108-120 months	2,191	7.17%	209,334,020	6.03%
120-150 months	6,116	20.01%	467,260,386	13.46%
150-180 months	5,458	17.86%	281,358,493	8.10%
180+ months	2,148	7.03%	98,316,609	2.83%
Total	30,560	100.00%	£ 3,472,089,691	100.00%

Interest payment type	Number	% of total number	Amount (GBP)	% of total amount
Fixed	21,555	70.53%	2,826,348,628	81.40%
SVR	4,492	14.70%	281,900,173	8.12%
Tracker	4,513	14.77%	363,840,890	10.48%
Other (please specify)	0	0.00%	0.00	0.00%
Total	30,560	100.00%	£ 3,472,089,691	100.00%

Loan purpose type	Number	% of total number	Amount (GBP)	% of total amount
Owner-occupied	30,560	100.00%	3,472,089,691	100.00%
Buy-to-let	0	0.00%	0	0.00%
Second home	0	0.00%	0	0.00%
Total	30,560	100.00%	£ 3,472,089,691	100.00%

Income verification type	Number	% of total number	Amount (GBP)	% of total amount
Fully verified	30,560	100.00%	3,472,089,691	100.00%
Fast-track	0	0.00%	0	0.00%
Self-certified	0	0.00%	0	0.00%
Total	30,560	100.00%	£ 3,472,089,691	100.00%

Remaining term of loan	Number	% of total number	Amount (GBP)	% of total amount
0-30 months	1,210	3.96%	30,699,464	0.88%
30-60 months	1,851	6.06%	73,997,605	2.13%
60-120 months	5,921	19.38%	346,085,086	9.97%
120-180 months	8,148	26.66%	742,053,067	21.37%
180-240 months	5,415	17.72%	766,037,807	22.06%
240-300 months	5,087	16.65%	945,429,919	27.23%
300-360 months	1,990	6.51%	386,030,954	11.12%
360+ months	938	3.07%	181,755,790	5.23%
Total	30,560	100.00%	£ 3,472,089,691	100.00%

Employment status	Number	% of total number	Amount (GBP)	% of total amount
Employed	21,599	70.68%	2,901,949,383	83.58%
Self-employed	901	2.95%	145,704,098	4.20%
Unemployed	74	0.24%	6,096,138	0.18%
Retired	335	1.10%	16,863,837	0.49%
Guarantor	0	0.00%	0	0.00%
Other	7,651	25.04%	401,476,234	11.56%
Total	30,560	100.00%	£ 3,472,089,691	100.00%

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

Series	7	9	10	11	12
Issue date	12/04/11	11/06/14	19/06/15	10/11/15	11/04/2017
Original rating (Moody's/SGP/Fitch/DBRS)	Aa1/AAA	Aa1/AA+	Aaa/AAA	Aaa/AAA	Aaa/AAA
Current rating (Moody's/SGP/Fitch/DBRS)	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA
Denomination	GBP	EUR	EUR	EUR	EUR
Amount at issuance	750,000,000	500,000,000	500,000,000	500,000,000	500,000,000
Amount outstanding	750,000,000	500,000,000	500,000,000	500,000,000	500,000,000
FX swap rate (rate:£1)	n/a	1.230	1.372	1.401	1.172
Maturity type (hard/soft-bullet/pass-through)	soft-bullet	soft-bullet	soft-bullet	soft-bullet	soft-bullet
Scheduled final maturity date	12/04/18	11/06/21	19/06/20	10/11/22	11/04/23
Legal final maturity date	12/04/19	11/06/22	19/06/21	10/11/23	11/04/24
ISIN	XS0616210752	XS1076256400	XS1248340587	XS1318364731	XS1594364033
Stock exchange listing	London	London	London	London	London
Coupon payment frequency	Annual	Annual	Annual	Annual	Annual
Coupon payment date	12th	11th	19th	10th	11th
Coupon (rate if fixed, margin and reference rate if floating)	4.750%	1.250%	0.500%	0.750%	0.375%
Margin payable under extended maturity period (%)	1.275%	0.220%	0.040%	0.250%	0.10%
Swap counterparty/ies	HSBC Bank Plc	Natixis	HSBC Bank Plc	HSBC Bank Plc	Natixis
Swap notional denomination	GBP	EUR	EUR	EUR	EUR
Swap notional amount	750,000,000	500,000,000	500,000,000	500,000,000	500,000,000
Swap notional maturity	12/04/18	11/06/21	19/06/20	10/11/22	11/04/2023
LLP receive rate/margin	4.750%	1.250%	0.500%	0.750%	0.375%
LLP pay rate/margin	1.495% / 3m Libor	0.6% / 3m Libor	0.445% / 3m Libor	0.799% / 3m Libor	0.6325% / 3m Libor
Collateral posting amount	0	0	0	0	0

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 - CB7	Covered Bond 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 Swap Provider with sufficiently rated counterparty
Covered Bond Swap Provider - CB9	Covered Bond 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 Swap Provider with sufficiently rated counterparty
Covered Bond Swap Provider - CB10	Covered Bond Swap Provider ratings fall below Trigger	Replacement Trigger Short term: N/A (Moody's), F3 (Fitch) Long term: Baa1 (Moody's), BBB- (Fitch)	No	Replace Swap Provider with sufficiently rated counterparty
Covered Bond Swap Provider - CB11	Covered Bond Swap Provider ratings fall below Trigger	Replacement Trigger Short term: N/A (Moody's), F3 (Fitch) Long term: Baa1 (Moody's), BBB- (Fitch)	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

Currency of assets

	Number	% of total number	Amount (GBP)	% of total amount
GBP	30,560	100.00%	£ 3,472,089,691	100.00%

Note 2

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