Yorkshire BUILDING SOCIETY Covered Bond Programme

# Yorkshire Building Society €7.5bn Covered Bond Programme - Monthly Investor Report: October 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 | 21/11/2015 |
| Start Date of reporting period | 01/10/2015 |
| End Date of reporting period | 31/10/2015 |
| 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 | A-/F2 | A-/F1 | P2 | P2 | na | na | na | na |
| Stand-by account bank | HSBC Bank Plc | A-/F2 | AA-/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) | 3,852,824,692 | | | | | | | | |
| Swap notional maturity/ies | Loan balance zero | | | | | | | | |
| LLP receive rate/margin | 1.73% | | | | | | | | |
| LLP pay rate/margin | 3.15% | | | | | | | | |
| 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 | (11,388) | n/a | n/a |
| Interest on Mortgages | 10,109,271 | n/a | n/a |
| Interest on GIC | 21,372 | 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 | (4,640,251) | n/a | n/a |
| Interest (to) Covered Bond Swap Providers | (2,045,651) | n/a | n/a |
| Pre-funding of monthly swap payments / other payments | (992,374) | n/a | n/a |
| Interest paid on Covered Bonds without Covered Bonds Swaps | 0 | n/a | n/a |
| Deferred Consideration | (2,440,979) | 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 | 73,474,537 | n/a | n/a |
| Proceeds from Term Advances | 0 | n/a | n/a |
| Mortgages Purchased | 0 | n/a | n/a |
| Cash Captial Contributions deemed to be principal | 0 | n/a | n/a |
| Proceeds from Mortgage Sales | 3,718,855 | 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 | (77,193,393) | n/a | n/a |
| Closing Balance | 0 | n/a | n/a |
| **Reserve receipts / ledger** | | | |
| Beg Balance | 7,059,251 | 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 | 7,059,251 | n/a | 6,617,411 |
| **Capital Account receipts / ledger** | | | |
| Beg Balance | 1,982,219,306 | 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 | 1,789,283 | n/a | n/a |
| Increase in loan balance due to insurance & fees | 222,821 | n/a | n/a |
| Capital Contributions | 0 | n/a | n/a |
| Capital Distribution | (434,193,393) | n/a | n/a |
| Losses from Capital Contribution in Kind | 0 | n/a | n/a |
| Closing Balance | 1,550,038,018 | n/a | n/a |

**Asset Coverage Test**

| | Value | Description |
|---|---|---|
| A | 3,412,260,636 | Adjusted current balance |
| B | 73,474,537 | 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 | 161,855,729 | Set-off |
| Z | 95,448,945 | Negative carry |
| Total: A + B + C + D - ( Y + Z ) | 3,228,430,499 | |
| | | |
| 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) | 1,207,430,499 | |
| Credit support as derived from ACT (%) | 59.7% | |

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) | 2,021,000,000 |
| Covered bonds principal amount outstanding (GBP, non-GBP series converted at current spot rate) | 1,964,560,000 |
| Cover pool balance (GBP) | 3,926,190,793 |
| GIC account balance (GBP) | 91,624,793 |
| Any additional collateral (please specify) | 0 |
| Any additional collateral (GBP) | 0 |
| Aggregate balance of off-set mortgages (GBP) | 1,278,118,069 |
| Aggregate deposits attaching to the cover pool (GBP) | 161,855,729 |
| Aggregate deposits attaching specifically to the off-set mortgages (GBP) | 159,375,713 |
| Nominal level of overcollateralisation (GBP) | 1,905,190,793 |
| Nominal level of overcollateralisation (%) | 194.3% |
| Total Outstanding Current Balance of Mortgages in the Portfolio | 3,926,190,793 |
| Number of Mortgages in Pool | 34,481 |
| Average loan balance (GBP) | 113,865 |
| Weighted average indexed LTV (%) | 52.64 |
| Weighted average non-indexed LTV (%) | 59.46 |
| Weighted average seasoning (months) | 63.16 |
| Weighted average remaining term (months) | 225.72 |
| Weighted average interest rate (%) | 3.28 |
| Standard Variable Rate(s) (%) | 4.99 |
| Constant Pre-Payment Rate (%, current month) | 17.79 |
| Constant Pre-Payment Rate (%, quarterly average) | 13.59 |
| Principal Payment Rate (%, current month) | 22.03 |
| Principal Payment Rate (%, quarterly average) | 17.86 |
| 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) | 10,109,271 |
| Mortgage collections (scheduled - principal) | 14,025,199 |
| Mortgage collections (unscheduled - interest) | 0 |
| Mortgage collections (unscheduled - principal) | 59,449,338 |

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

| | Number | % of total number | Amount (GBP) | % of total amount |
|---|---|---|---|---|
| Loan redemptions since previous reporting date | 393 | 88.12% | 49,398,510 | 93.28% |
| Loans bought back by seller(s) | 53 | 11.88% | 3,559,119 | 6.72% |
| of which are non-performing loans | 1 | 1.89% | 35,440 | 1.00% |
| 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**

| | | | | | 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 | 27,339 | 79.29% | 3,347,420,774 | 85.26% | 3.35% | 24.64 | 0 | 4.39 | 3.33% |
| 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 | 2,906 | 8.43% | 271,499,106 | 6.92% | 2.78% | 0 | 2.28 | 2.28 | 5.44% |
| Fixed for life | 0 | 0.00% | 0 | 0.00% | 0.00% | 0 | 0 | 0 | 0.00% |
| Tracker at origination, reverting to SVR | 1,207 | 3.50% | 94,659,847 | 2.41% | 4.03% | 2.39 | 0 | 4.39 | 3.37% |
| Tracker at origination, reverting to Libor | 0 | 0.00% | 0 | 0.00% | 0.00% | 0 | 0 | 0 | 0.00% |
| Tracker for life | 2,764 | 8.02% | 202,056,841 | 5.15% | 2.23% | 145.14 | 1.73 | 0 | 4.68% |
| SVR, including discount to SVR | 265 | 0.77% | 10,554,225 | 0.27% | 4.98% | 151.92 | 0 | 4.39 | 5.16% |
| Libor | 0 | 0.00% | 0 | 0.00% | 0.00% | 0 | 0 | 0 | 0.00% |
| **Total** | **34,481** | **100.00%** | **£ 3,926,190,793** | **100.00%** | | | | | |

**Stratifications**

| Arrears Breakdown | Number | % of Total Number | Amount | % of Total Amount |
|---|---|---|---|---|
| Current | 34,165 | 99.08% | 3,895,709,505 | 99.22% |
| 0-1 month in arrears | 185 | 0.54% | 17,184,128 | 0.44% |
| 1-2 months in arrears (greater than 1 month, includes 2 months) | 60 | 0.17% | 5,760,745 | 0.15% |
| 2-3 months in arrears (greater than 2 months, includes 3 months) | 32 | 0.09% | 3,088,356 | 0.08% |
| 3-6 months in arrears (greater than 3 month, includes 6 months) | 38 | 0.11% | 4,412,618 | 0.11% |
| 6-12 months in arrears (greater than 6 months, includes 12 months) | 1 | 0.00% | 35,440 | 0.00% |
| 12+ months in arrears (greater than 12 months) | 0 | 0.00% | 0 | 0.00% |
| **Total** | **34,481** | **100.00%** | **£ 3,926,190,793** | **100.00%** |

| Current LTV (Non-Indexed) | Number | % of Total Number | Amount | % of Total Amount |
|---|---|---|---|---|
| 0-50% - Non Indexed | 16,967 | 49.21% | 1,166,551,171 | 29.71% |
| 50-55% | 2,103 | 6.10% | 282,688,251 | 7.20% |
| 55-60% | 2,324 | 6.74% | 339,327,568 | 8.64% |
| 60-65% | 2,635 | 7.64% | 420,081,989 | 10.70% |
| 65-70% | 2,572 | 7.46% | 405,477,146 | 10.33% |
| 70-75% | 2,656 | 7.70% | 472,358,053 | 12.03% |
| 75-80% | 1,435 | 4.16% | 210,184,508 | 5.35% |
| 80-85% | 1,837 | 5.33% | 312,064,180 | 7.95% |
| 85-90% | 1,305 | 3.78% | 217,014,159 | 5.53% |
| 90-95% | 522 | 1.51% | 80,670,815 | 2.05% |
| 95-100% | 93 | 0.27% | 15,253,804 | 0.39% |
| 100-105% | 22 | 0.06% | 2,908,175 | 0.07% |
| 105-110% | 4 | 0.01% | 689,961 | 0.02% |
| 110-125% | 3 | 0.01% | 378,442 | 0.01% |
| 125%+ | 3 | 0.01% | 542,572 | 0.01% |
| **Total** | **34,481** | **100.00%** | **£ 3,926,190,793** | **100.00%** |

| Current LTV (Indexed as Defined in OC) | Number | % of Total Number | Amount | % of Total Amount |
|---|---|---|---|---|
| 0-50% - Indexed | 20,234 | 58.68% | 1,660,318,135 | 42.29% |
| 50-55% | 2,324 | 6.74% | 364,335,829 | 9.28% |
| 55-60% | 2,566 | 7.44% | 426,761,052 | 10.87% |
| 60-65% | 2,306 | 6.69% | 369,592,208 | 9.41% |
| 65-70% | 2,022 | 5.86% | 320,697,844 | 8.17% |
| 70-75% | 1,493 | 4.33% | 240,604,130 | 6.13% |
| 75-80% | 1,402 | 4.07% | 230,044,385 | 5.86% |
| 80-85% | 1,185 | 3.44% | 178,292,078 | 4.54% |
| 85-90% | 627 | 1.82% | 90,089,842 | 2.29% |
| 90-95% | 212 | 0.61% | 29,351,558 | 0.75% |
| 95-100% | 61 | 0.18% | 8,343,054 | 0.21% |
| 100-105% | 30 | 0.09% | 4,863,298 | 0.12% |
| 105-110% | 13 | 0.04% | 1,890,205 | 0.05% |
| 110-125% | 6 | 0.02% | 1,007,174 | 0.03% |
| 125%+ | 0 | 0.00% | 0 | 0.00% |
| **Total** | **34,481** | **100.00%** | **£ 3,926,190,793** | **100.00%** |

| Current outstanding balance of loan | Number | % of total number | Amount (GBP) | % of total amount |
|---|---|---|---|---|
| 0-5,000 | 958 | 2.78% | 1,811,999 | 0.05% |
| 5,000-10,000 | 688 | 2.00% | 5,159,460 | 0.13% |
| 10,000-25,000 | 2,849 | 8.26% | 51,437,948 | 1.31% |
| 25,000-50,000 | 5,161 | 14.97% | 193,349,274 | 4.92% |
| 50,000-75,000 | 5,033 | 14.60% | 314,346,583 | 8.01% |
| 75,000-100,000 | 4,568 | 13.25% | 398,908,504 | 10.16% |
| 100,000-150,000 | 6,832 | 19.81% | 838,685,220 | 21.36% |
| 150,000-200,000 | 3,571 | 10.36% | 613,998,921 | 15.64% |
| 200,000-250,000 | 1,905 | 5.52% | 424,544,220 | 10.81% |
| 250,000-300,000 | 1,060 | 3.07% | 289,513,983 | 7.37% |
| 300,000-350,000 | 637 | 1.85% | 205,853,190 | 5.24% |
| 350,000-400,000 | 387 | 1.12% | 144,255,221 | 3.67% |
| 400,000-450,000 | 233 | 0.68% | 98,599,465 | 2.51% |
| 450,000-500,000 | 200 | 0.58% | 94,737,025 | 2.41% |
| 500,000-600,000 | 202 | 0.59% | 110,454,870 | 2.81% |
| 600,000-700,000 | 111 | 0.32% | 71,644,465 | 1.82% |
| 700,000-800,000 | 50 | 0.15% | 36,976,956 | 0.94% |
| 800,000-900,000 | 22 | 0.06% | 18,690,613 | 0.48% |
| 900,000-1,000,000 | 14 | 0.04% | 13,222,876 | 0.34% |
| 1,000,000 + | 0 | 0.00% | 0 | 0.00% |
| **Total** | **34,481** | **100.00%** | **£ 3,926,190,793** | **100.00%** |

| Regional Distribution | Number | % of Total Number | Amount | % of Total Amount |
|---|---|---|---|---|
| East Anglia | 977 | 2.83% | 118,041,625 | 3.01% |
| East Midlands | 1,647 | 4.78% | 187,601,733 | 4.78% |
| Greater London | 2,895 | 8.40% | 672,624,545 | 17.13% |
| Northern Ireland | 192 | 0.56% | 20,537,918 | 0.52% |
| North | 1,996 | 5.79% | 165,168,206 | 4.21% |
| North West | 5,527 | 16.03% | 501,110,408 | 12.76% |
| Scotland | 4,163 | 12.07% | 385,706,597 | 9.82% |
| South East | 4,027 | 11.68% | 660,440,589 | 16.82% |
| South West | 1,599 | 4.64% | 189,906,092 | 4.84% |
| Wales | 1,472 | 4.27% | 131,896,196 | 3.36% |
| West Midlands | 1,846 | 5.35% | 209,232,643 | 5.33% |
| Yorkshire and Humberside | 8,140 | 23.61% | 683,924,239 | 17.42% |
| Other | 0 | 0.00% | 0 | 0.00% |
| **Total** | **34,481** | **100.00%** | **£ 3,926,190,793** | **100.00%** |

| Repayment type | Number | % of total number | Amount (GBP) | % of total amount |
|---|---|---|---|---|
| Capital repayment | 20,531 | 59.54% | 2,380,277,117 | 60.63% |
| Part-and-part | 0 | 0.00% | 0 | 0.00% |
| Interest-only | 2,304 | 6.68% | 267,795,608 | 6.82% |
| Offset | 11,646 | 33.78% | 1,278,118,069 | 32.55% |
| **Total** | **34,481** | **100.00%** | **£ 3,926,190,793** | **100.00%** |

| Seasoning | Number | % of total number | Amount (GBP) | % of total amount |
|---|---|---|---|---|
| 0-12 months | 2,353 | 6.82% | 467,922,308 | 11.92% |
| 12-24 months | 6,754 | 19.59% | 1,296,098,015 | 33.01% |
| 24-36 months | 519 | 1.51% | 70,878,885 | 1.81% |
| 36-48 months | 1,079 | 3.13% | 162,183,099 | 4.13% |
| 48-60 months | 1,311 | 3.80% | 187,489,759 | 4.78% |
| 60-72 months | 1,313 | 3.81% | 160,126,533 | 4.08% |
| 72-84 months | 1,019 | 2.96% | 110,536,714 | 2.82% |
| 84-96 months | 1,846 | 5.35% | 201,668,182 | 5.14% |
| 96-108 months | 3,355 | 9.73% | 324,355,210 | 8.26% |
| 108-120 months | 3,466 | 10.05% | 283,255,765 | 7.21% |
| 120-150 months | 5,668 | 16.44% | 371,578,776 | 9.46% |
| 150-180 months | 5,798 | 16.82% | 290,097,546 | 7.39% |
| 180+ months | 0 | 0.00% | 0 | 0.00% |
| **Total** | **34,481** | **100.00%** | **£ 3,926,190,793** | **100.00%** |

| Interest payment type | Number | % of total number | Amount (GBP) | % of total amount |
|---|---|---|---|---|
| Fixed | 23,240 | 67.40% | 3,069,669,164 | 78.18% |
| SVR | 5,402 | 15.67% | 357,577,741 | 9.11% |
| Tracker | 5,839 | 16.93% | 498,943,889 | 12.71% |
| Other (please specify) | 0 | 0.00% | 0.00 | 0.00% |
| **Total** | **34,481** | **100.00%** | **£ 3,926,190,793** | **100.00%** |

| Loan purpose type | Number | % of total number | Amount (GBP) | % of total amount |
|---|---|---|---|---|
| Owner-occupied | 34,481 | 100.00% | 3,926,190,793 | 100.00% |
| Buy-to-let | 0 | 0.00% | 0 | 0.00% |
| Second home | 0 | 0.00% | 0 | 0.00% |
| **Total** | **34,481** | **100.00%** | **£ 3,926,190,793** | **100.00%** |

| Income verification type | Number | % of total number | Amount (GBP) | % of total amount |
|---|---|---|---|---|
| Fully verified | 34,481 | 100.00% | 3,926,190,793 | 100.00% |
| Fast-track | 0 | 0.00% | 0 | 0.00% |
| Self-certified | 0 | 0.00% | 0 | 0.00% |
| **Total** | **34,481** | **100.00%** | **£ 3,926,190,793** | **100.00%** |

| Remaining term of loan | Number | % of total number | Amount (GBP) | % of total amount |
|---|---|---|---|---|
| 0-30 months | 1,310 | 3.80% | 38,409,946 | 0.98% |
| 30-60 months | 1,682 | 4.88% | 69,229,970 | 1.76% |
| 60-120 months | 5,377 | 15.59% | 320,112,520 | 8.15% |
| 120-180 months | 9,283 | 26.92% | 779,282,361 | 19.85% |
| 180-240 months | 7,230 | 20.97% | 964,361,258 | 24.56% |
| 240-300 months | 6,087 | 17.65% | 1,105,137,943 | 28.15% |
| 300-360 months | 2,318 | 6.72% | 421,470,973 | 10.73% |
| 360+ months | 1,194 | 3.46% | 228,185,821 | 5.81% |
| **Total** | **34,481** | **100.00%** | **£ 3,926,190,793** | **100.00%** |

| Employment status | Number | % of total number | Amount (GBP) | % of total amount |
|---|---|---|---|---|
| Employed | 23,650 | 68.59% | 3,206,065,156 | 81.66% |
| Self-employed | 1,035 | 3.00% | 168,381,416 | 4.29% |
| Unemployed | 86 | 0.25% | 7,369,444 | 0.19% |
| Retired | 399 | 1.16% | 20,764,040 | 0.53% |
| Guarantor | 0 | 0.00% | 0 | 0.00% |
| Other | 9,311 | 27.00% | 523,610,735 | 13.34% |
| **Total** | **34,481** | **100.00%** | **£ 3,926,190,793** | **100.00%** |

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

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