

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

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	Benjamin Charnock, Treasury Dealer, bcharnock@ybs.co.uk
Date of form submission	31/08/2023
Start Date of reporting period	01/07/2023
End Date of reporting period	31/07/2023
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	HSBC Bank plc	< F1	A-/F1+	< P-1	A1/P-1
Service(s)	Yorkshire Building Society	< BBB-	A-/F1	< Baa1, < Baa3	A3/P-2
Back-up Service(s)					
Interest Rate Swap Provider	Yorkshire Building Society	< F3/BBB-	Alderm/F1	< P-2/A3	A3/P-2
Swap notional amount(s) (GBP)	7,538,867,376				
Swap notional maturity/ies	Loan balance zero				
LLP receive rate/margin	6.32%				
LLP pay rate/margin	2.58%				
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			
Box Balance	0	n/a	n/a
Third party payments	(100)	n/a	n/a
Interest on Mortgages	16,592,047	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	(1,100,000)	n/a	n/a
Cash Capital Contribution deemed to be revenue	0	n/a	n/a
Net interest from / (to) Interest Rate Swap Provider	22,050,496	n/a	n/a
Interest (to) Covered Bond Swap Providers	(5,814,200)	n/a	n/a
Pre-funding of monthly swap payments / other payments	(13,335,000)	n/a	n/a
Interest paid on Covered Bonds without Covered Bonds Swaps	0	n/a	n/a
Deferred Consideration	(18,393,243)	n/a	n/a
Closing Balance	(0)	n/a	n/a
Principal receipts / ledger			
Box Balance	0	n/a	n/a
Principal repayments under mortgages	103,857,523	n/a	n/a
Proceeds from Term Advances	0	n/a	n/a
Mortgages Purchased	(349,011,309)	n/a	n/a
Cash Capital Contributions deemed to be principal	0	n/a	n/a
Proceeds from Mortgage Sales	4,321,347	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	240,832,439	n/a	n/a
Closing Balance	0	n/a	n/a
Reserve ledger			
Box Balance	17,202,767	n/a	n/a
Transfers to GIC	0	n/a	n/a
Interest on GIC	0	n/a	n/a
Reserve Required Amount Movement	1,100,000	n/a	n/a
Transfers from GIC	0	n/a	n/a
Closing Balance	18,302,767	n/a	n/a

Asset Coverage Test	Value	Description
A	7,046,759,455	Adjusted current balance
B	283,466,461	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	248,606,812	Set-off
Z	150,120,569	Negative carry
Total: A + B + C + D - (Y + Z)	6,951,498,539	
Method Used for Calculating "A" (note 1)	A (III)	
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)	2,186,448,539	
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

	EUR
Programme Currency	EUR
Programme size	12,500,000,000
Covered bonds principal amount outstanding (GBP, non-GBP series converted at swap FX rates)	4,765,050,000.00
Covered bonds principal amount outstanding (GBP, non-GBP series converted at current spot rates)	4,735,545,000
Cover pool balance (GBP)	7,788,834,701
GIC account balance (GBP)	338,562,951
Any additional collateral (please specify)	0
Any additional collateral (GBP)	0
Aggregate balance of off-set mortgages (GBP)	900,650,163
Aggregate deposits attaching to the cover pool (GBP)	248,606,812
Aggregate deposits attaching specifically to the off-set mortgages (GBP)	231,146,329
Nominal level of overcollateralisation (GBP)	3,023,784,701
Nominal level of overcollateralisation (%)	163.3%
Total Outstanding Current Balance of Mortgages in the Portfolio	7,788,834,701
Number of Mortgages in Pool	48,130
Average loan balance (GBP)	161,829
Weighted average indexed LTV (%)	56.4%
Weighted average non-indexed LTV (%)	65.14
Weighted average seasoning (months)	51.51
Weighted average remaining term (months)	274.03
Weighted average interest rate (%)	2.92
Standard Variable Rate(s) (%)	7.99
Constant Pre-Payment Rate (% current month)	40.01
Constant Pre-Payment Rate (% quarterly average)	24.46
Principal Payment Rate (% current month)	44.05
Principal Payment Rate (% quarterly average)	28.50
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 / 3.0

Mortgage Collections

Mortgage collections (scheduled - interest)	16,592,047
Mortgage collections (scheduled - principal)	25,961,880
Mortgage collections (unscheduled - interest)	0
Mortgage collections (unscheduled - principal)	257,504,581

Loan Redemptions & Replenishments Since Previous Reporting Date

	Number	% of total number	Amount (GBP)	% of total amount
Loan redemptions since previous reporting date	1,129	93.38%	238,250,366	97.89%
Loans bought back by seller(s)	80	6.62%	5,140,474	2.11%
of which are non-performing loans	4	0.33%	3,340,841	0.53%
of which have breached RBVs	0	0.00%	0	0.00%
Loans sold into the cover pool	1,905	n/a	348,347,707	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	42,162	87.60%	7,215,561,272	92.64%	2.63%	32.19	0.00%	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	390	0.81%	100,465,858	1.29%	5.51%	-	-	0.50%	0.00%
Tracker at origination, reverting to Libor	0	0.00%	0	0.00%	0.00%	-	-	0.00%	0.00%
Tracker for life	1,730	3.59%	114,164,131	1.47%	5.70%	-	-	0.67%	0.47%
SVR, including discount to SVR	3,848	8.00%	358,643,440	4.60%	7.13%	-	-	-0.83%	0.00%
Libor	0	0.00%	0	0.00%	0.00%	-	-	0.00%	0.00%
Total	48,130	100.00%	7,788,834,701	100.00%					

Stratifications

	Number	% of Total Number	Amount	% of Total Amount
Current	47,921	99.57%	7,764,773,915	99.69%
0-1 month in arrears	113	0.23%	12,243,803	0.16%
1-2 months in arrears (greater than 1 month, includes 2 months)	33	0.07%	3,507,493	0.05%
2-3 months in arrears (greater than 2 months, includes 3 months)	25	0.05%	3,217,251	0.04%
3-6 months in arrears (greater than 3 months, includes 6 months)	32	0.07%	3,751,197	0.05%
6-12 months in arrears (greater than 6 months, includes 12 months)	8	0.01%	1,340,841	0.02%
12+ months in arrears (greater than 12 months)	0	0.00%	0	0.00%
Total	48,130	100.00%	7,788,834,701	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	19,264	40.02%	1,778,739,598	22.84%
50-55%	2,320	4.82%	415,662,995	5.34%
55-60%	2,307	4.80%	463,716,449	5.95%
60-65%	2,592	5.39%	523,957,682	6.73%
65-70%	2,928	6.08%	599,866,956	7.70%
70-75%	3,751	7.81%	820,214,581	10.53%
75-80%	4,408	9.16%	950,733,258	12.21%
80-85%	4,815	10.00%	1,051,304,942	13.50%
85-90%	4,175	8.67%	899,120,753	11.54%
90-95%	1,446	3.00%	278,379,826	3.57%
95-100%	42	0.09%	5,524,116	0.07%
100-105%	12	0.02%	1,285,747	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	48,130	100.00%	7,788,834,701	100.00%

Current LTV (Indexed as Defined in OC)	Number	% of Total Number	Amount	% of Total Amount
0-50% - Indexed	24,854	51.64%	2,690,188,116	34.54%
50-55%	2,556	5.31%	496,988,826	6.38%
55-60%	2,864	5.95%	391,607,285	5.03%
60-65%	3,112	6.46%	733,978,973	9.42%
65-70%	4,179	8.68%	907,941,158	11.66%
70-75%	3,742	7.73%	846,596,744	10.87%
75-80%	3,162	6.57%	728,641,932	9.33%
80-85%	2,141	4.45%	515,936,808	6.62%
85-90%	762	1.58%	199,924,729	2.57%
90-95%	293	0.61%	62,714,183	0.80%
95-100%	63	0.13%	11,815,944	0.15%
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	48,130	100.00%	£ 7,788,834,701	100.00%
Current outstanding balance of loan	Number	% of total number	Amount (GBP)	% of total amount
0-5,000	970	2.02%	1,630,787	0.02%
5,000-10,000	716	1.49%	5,393,922	0.07%
10,000-25,000	2,749	4.67%	39,081,026	0.50%
25,000-50,000	4,033	8.38%	153,137,512	1.97%
50,000-75,000	4,916	10.21%	309,678,886	3.98%
75,000-100,000	5,400	11.26%	474,586,527	6.09%
100,000-150,000	9,617	20.01%	1,193,162,086	15.32%
150,000-200,000	6,647	13.81%	1,151,551,850	14.78%
200,000-250,000	4,119	8.56%	917,198,576	11.78%
250,000-300,000	2,981	6.19%	811,851,081	10.42%
300,000-350,000	2,213	4.60%	716,433,569	9.20%
350,000-400,000	1,500	3.12%	559,195,831	7.18%
400,000-450,000	907	1.87%	382,337,999	4.91%
450,000-500,000	574	1.19%	271,406,635	3.48%
500,000-600,000	671	1.39%	365,784,629	4.70%
600,000-700,000	323	0.68%	209,414,503	2.69%
700,000-800,000	151	0.31%	111,667,717	1.43%
800,000-900,000	86	0.18%	72,743,022	0.93%
900,000-1,000,000	43	0.09%	42,597,543	0.55%
1,000,000 +	0	0.00%	0	0.00%
Total	48,130	100.00%	£ 7,788,834,701	100.00%
Regional Distribution	Number	% of Total Number	Amount	% of Total Amount
East Anglia	1,855	3.85%	313,090,516	4.02%
East Midlands	2,807	5.83%	463,360,166	5.95%
Greater London	4,070	8.46%	1,257,499,781	16.14%
Northern Ireland	424	0.88%	48,901,332	0.63%
North	2,778	5.77%	309,184,976	3.97%
North West	7,066	14.68%	915,060,087	11.75%
Scotland	5,996	12.46%	698,062,621	8.96%
South East	6,152	12.78%	1,485,337,411	19.07%
South West	2,544	5.29%	452,945,863	5.82%
Wales	2,145	4.46%	264,800,916	3.40%
West Midlands	3,468	7.19%	553,676,181	7.11%
Yorkshire and Humber	8,850	18.39%	1,026,905,851	13.18%
Other	0	0.00%	0	0.00%
Total	48,130	100.00%	£ 7,788,834,701	100.00%
Repayment type	Number	% of total number	Amount (GBP)	% of total amount
Capital repayment	39,000	81.03%	6,682,902,871	85.80%
Part-and-part	0	0.00%	0	0.00%
Interest-only	1,105	2.30%	205,281,668	2.64%
Other	8,025	16.67%	900,650,162	11.56%
Total	48,130	100.00%	£ 7,788,834,701	100.00%

Seasoning	Number	% of total number	Amount (GBP)	% of total amount
0-12 months	2,085	4.33%	492,524,528	6.36%
12-24 months	9,137	18.98%	1,919,417,160	24.59%
24-36 months	9,386	19.52%	1,993,609,903	25.60%
36-48 months	3,174	6.59%	583,041,867	7.49%
48-60 months	3,697	7.68%	614,551,174	7.89%
60-72 months	3,246	6.74%	553,827,198	7.11%
72-84 months	2,477	5.15%	379,880,792	4.88%
84-96 months	1,664	3.46%	235,864,607	3.03%
96-108 months	1,885	3.92%	244,156,498	3.13%
108-120 months	1,931	4.01%	218,866,936	2.81%
120-150 months	933	1.94%	86,897,819	1.12%
150-180 months	1,223	2.54%	100,370,244	1.29%
180+ months	7,092	14.74%	366,823,926	4.71%
Total	48,130	100.00%	£ 7,788,834,701	100.00%

Interest payment type	Number	% of total number	Amount (GBP)	% of total amount
Fixed	42,162	87.60%	7,215,561,272	92.64%
SVR	3,848	8.00%	358,643,440	4.60%
Tracker	2,130	4.43%	214,629,989	2.76%
Other (please specify)	0	0.00%	0	0.00%
Total	48,130	100.00%	£ 7,788,834,701	100.00%

Loan purpose type	Number	% of total number	Amount (GBP)	% of total amount
Owner-occupied	48,130	100.00%	7,788,834,701	100.00%
Buy-to-let	0	0.00%	0	0.00%
Second home	0	0.00%	0	0.00%
Total	48,130	100.00%	£ 7,788,834,701	100.00%

Income verification type	Number	% of total number	Amount (GBP)	% of total amount
Fully verified	48,130	100.00%	7,788,834,701	100.00%
Fast-track	0	0.00%	0	0.00%
Self-certified	0	0.00%	0	0.00%
Total	48,130	100.00%	£ 7,788,834,701	100.00%

Remaining term of loan	Number	% of total number	Amount (GBP)	% of total amount
0-30 months	1,222	2.54%	33,165,199	0.43%
30-60 months	2,854	5.93%	106,183,932	1.36%
60-120 months	6,688	13.90%	499,438,917	6.41%
120-180 months	6,672	13.86%	815,156,210	10.47%
180-240 months	7,887	16.39%	1,322,567,887	16.98%
240-300 months	8,543	17.75%	1,746,639,783	22.45%
300-360 months	7,047	14.64%	1,571,384,519	20.17%
360+ months	2,713	5.64%	1,692,206,234	21.73%
Total	48,130	100.00%	£ 7,788,834,701	100.00%

Employment status	Number	% of total number	Amount (GBP)	% of total amount
Employed	42,588	88.49%	7,250,449,887	91.91%
Self-employed	2,054	4.27%	361,198,424	4.64%
Unemployed	70	0.15%	5,650,286	0.07%
Retired	360	0.75%	23,246,899	0.29%
Guarantor	0	0.00%	0	0.00%
Other	1,058	2.20%	140,285,206	1.80%
Total	48,130	100.00%	£ 7,788,834,701	100.00%

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

	13	14	15	16	17	18	19	20	21
Series	19/11/18	08/05/19	21/11/19	13/10/20	16/11/21	18/01/22	30/03/22	23/05/22	16/06/2023
Issue date	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA
Original rating (Moody's/Fitch)	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA
Current rating (Moody's/Fitch)	GBP	EUR	GBP	EUR	EUR	GBP	GBP	GBP	GBP
Denomination	500,000,000	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 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	500,000,000
Amount outstanding	n/a	1,15781	n/a	1,09745	1,14932	n/a	n/a	n/a	n/a
FX swap rate (rate %)	n/a	soft-bullet	n/a	soft-bullet	soft-bullet	n/a	soft-bullet	soft-bullet	soft-bullet
Maturity type (hard/soft-bullet/pass-through)	20/11/23	08/05/24	21/11/24	13/10/22	16/11/23	18/01/27	30/03/26	23/05/28	16/06/2028
Scheduled 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	16/06/2029
Legal final maturity date	XS191067051	XS20070959	XS220314528	XS240878052	XS243281254	XS246291874	XS246291874	XS246291874	XS246291874
ISIN	London	London	London	London	London	London	London	London	London
Stock exchange listing	Quarterly	Annual	Quarterly	Annual	Annual	Quarterly	Quarterly	Quarterly	Quarterly
Coupon payment frequency	18m	12m	18m	18m	18m	18m	30m	30m	16m
Coupon payment date	0.600% / SONIA	0.125%	0.580% / SONIA	0.010%	0.010%	0.270% / SONIA	0.420% / SONIA	0.50% / SONIA	0.50% / SONIA
Coupon rate if fixed, margin and reference rate if floating	0.600%	0.600%	0.580%	0.150%	0.220%	0.090%	0.270%	0.420%	0.500%
Margin payable under extended maturity period (€)	n/a	n/a	n/a	n/a	HSBC Bank Plc	n/a	n/a	n/a	n/a
Swap counterparty/es	n/a	EUR	n/a	EUR	EUR	n/a	n/a	n/a	n/a
Swap notional denomination	n/a	500,000,000	n/a	500,000,000	500,000,000	n/a	n/a	n/a	n/a
Swap notional amount	n/a	08/05/24	n/a	13/10/22	16/11/23	n/a	n/a	n/a	n/a
Swap notional maturity	n/a	0.125%	n/a	0.010%	0.010%	n/a	n/a	n/a	n/a
LLP receive rate/margin	n/a	n/a	n/a	0.707%	0.464%	n/a	n/a	n/a	n/a
LLP pay rate/margin	n/a	0	n/a	0	0	n/a	n/a	n/a	n/a
Collateral posting amount	n/a	n/a	n/a	n/a	n/a	n/a	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

