

United Kingdom
Full Rating Report

Bradford & Bingley

Ratings

Foreign Currency	
Long-Term IDR	A+
Short-Term IDR	F1+
Support Rating	
Support Rating Floor	A+
Senior unsecured guaranteed Subordinated	
	AAA C
Sovereign Risk	
Long-Term Foreign-Currency IDR	AAA
Long-Term Local-Currency IDR	AAA

Outlooks

Long-Term Foreign-Currency IDR	Stable
Sovereign Long-Term Foreign-Currency IDR	Stable
Sovereign Long-Term Local-Currency IDR	Stable

Financial Data

	Bradford & Bingley	
	31 Dec 2010	31 Dec 2009
Total assets (USDm)	71,006	79,994
Total assets (GBPm)	45,359	49,395
Total equity (GBPm)	2,207	1,394
Pre-impairment operating profit (GBPm)	442	478
Operating profit (GBPm)	180	-209
Published net income (GBPm)	819	-98
Comprehensive income (GBPm)	812	236
Operating ROAA (%)	0.4	-0.4
Operating ROAE (%)	9.5	-17.2
Internal capital generation (%)	37.1	-7.1
Equity/total assets (%)	4.9	2.8
Total capital resources (GBPm)	2,012	2,811

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Related Research

- Applicable Criteria
- *Global Financial Institutions Rating Criteria (August 2010)*
 - *Short-Term Ratings Criteria for Corporate Finance (November 2010)*

Rating Rationale

- Bradford & Bingley's (B&B) ratings are underpinned by the high level of state support that Fitch Ratings believes is available to the company given the UK government's ownership and guarantee for its senior debt.
- The loan book contracted by 7% in 2010 despite a slowdown in the redemption rate relative to 2009 (to 5.2% from 6% of opening balances). Buy-to-let (BTL) and self-certified mortgages accounted for 85% of net loans at end-2010, while commercial real estate (CRE) accounted for only 2%.
- Asset quality improved significantly in 2010, with impaired loans accounting for 3.4% of gross loans at end-2010 (end-2009: 5.7%) and another 2.9% of loans (end-2009: 3.6%) being over three months in arrears but not impaired. Reserve coverage of impaired loans also improved to 71% at end-2010 (end-2009: 41%).
- Government funding (GBP18.4bn of interest-free statutory debt due to the Financial Services Compensation Scheme, which replaced deposits in 2008, and GBP8.6bn of working capital facility from HM Treasury) was stable in 2010 but accounted for a higher 65% of B&B's funding at end-2010 (end-2009: 58%). Government funding is repayable on demand, but HM Treasury intends to fund B&B until at least end-2012 and also guarantees certain senior liabilities.
- Since mid-2009, B&B has deferred payments on all its subordinated liabilities with the exception of guaranteed hybrids (GBP56m at end-2010) and it will continue to defer payments until the statutory debt is repaid, the timing of which is uncertain given the very long maturity of the loan book.
- 2010 operating profit was negatively affected by the reduced loan book but benefited from a higher share of interest-free statutory debt in the funding mix, while impairment charges more than halved yoy. Net income included significant one-off items such as a GBP104m discount on subordinated debt (as a result of coupon deferrals), a GBP786m profit on the buyback of GBP1.1bn of subordinated debt, and a GBP11.5m gain on the sale of insurance businesses.
- B&B has not received any state capital injections but strengthened its equity in 2010 through the subordinated debt buyback. Since August 2010, B&B has been regulated as a mortgage company, and at end-2010 it had GBP1.4bn of capital in excess of its regulatory minimum (ie, 1% of total assets and commitments).

Support

- The Support Rating reflects B&B's public ownership and the government-guaranteed funding it receives. Fitch considers that the UK government would be willing to provide unguaranteed support to the company at the same level as other major non-government-owned, non-guaranteed UK financial institutions.

Key Rating Drivers

- As B&B's Long-Term IDR is at its Support Rating Floor, the Outlook is Stable. B&B's ratings would potentially be affected by changes in the sovereign ratings.

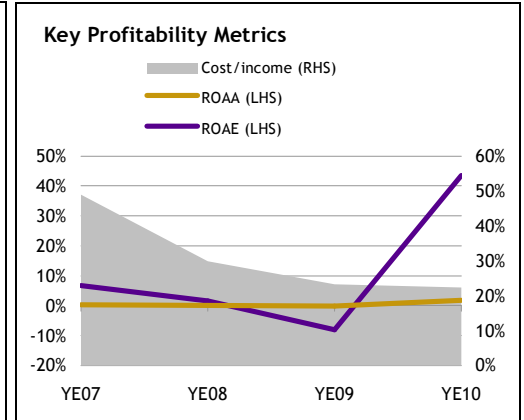
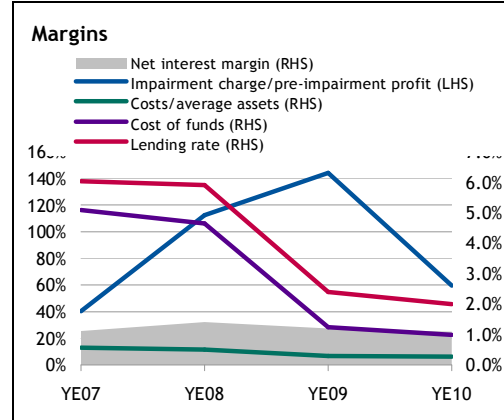
Profile

Nationalised in September 2008, B&B is now in a going-concern solvent wind-down. In Q310, UK Asset Resolution Ltd (UKAR) was established as the holding company for B&B and Northern Rock (Asset Management) plc ('A+' / Stable Outlook / 'F1+'), another

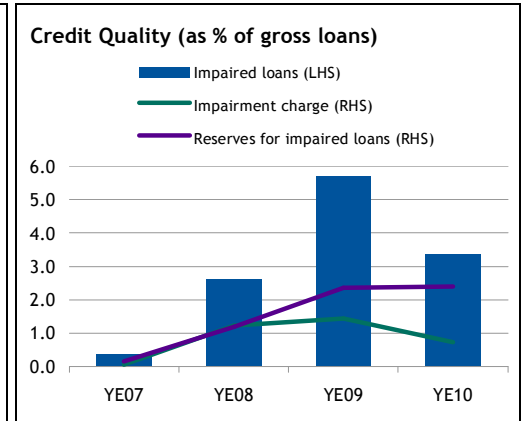
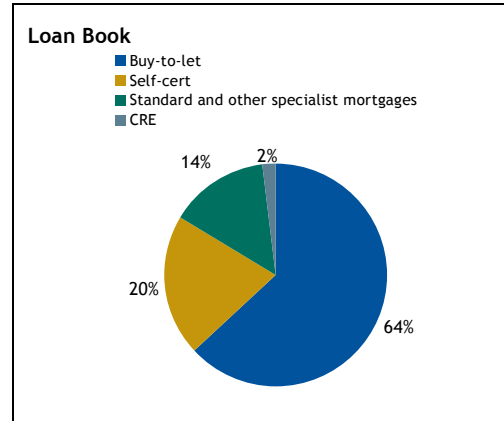
wind-down company, bringing the two companies under shared management.

Source: Company data; Fitch.

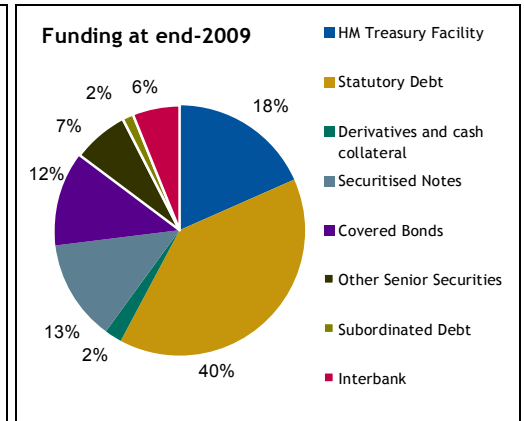
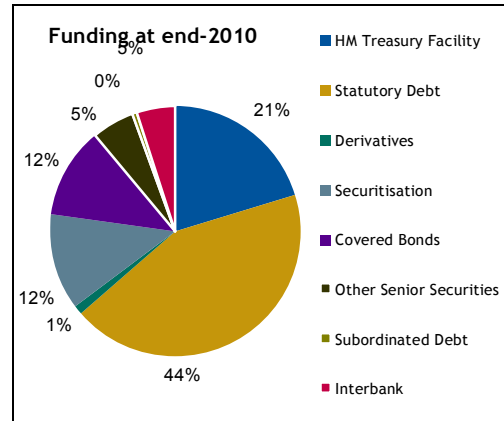
- 2010 profit benefited from a higher share of interest-free statutory debt in the funding mix, reduced impairment charges, and significant one-off items



- BTL and self-certified mortgages accounted for 85% of loans at end-2010
- Asset quality improved significantly in 2010 as mortgage arrears statistics benefited from a low interest rate environment
- Reserve coverage improved to 71% at end-2010 (end-2009: 41%)



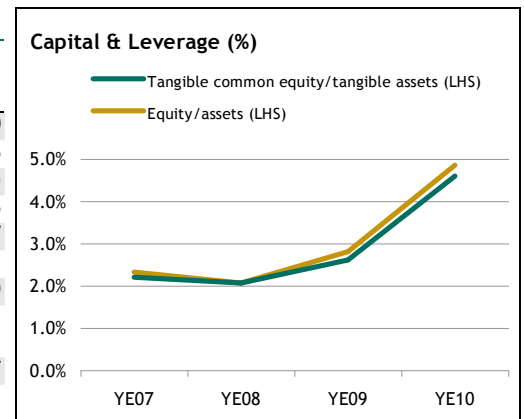
- Government funding remained stable in 2010 but accounted for a higher share of total funding as other funding sources matured
- 67% of total funding at end-2010 (62% at end-2009) was repayable on demand, including government funding



- B&B strengthened its equity through the gain on the repurchase of subordinated debt in 2010
- Since August 2010, B&B has been regulated as a mortgage (MIPRU) company
- B&B's capital resources are well in excess of its regulatory minimum

Regulatory Capital Resources

	YE10
Share capital and reserves	1,542.90
AFS adjustments	587.6
Cash flow hedge reserve adjustments	26.5
Net pension deficit adjustment	56.6
Subordinated liabilities	277
Less: deductions	-478.3
Total regulatory capital	2,012.30
Balance sheet assets and off-balance sheet commitments	58,653
Capital requirement	587



Bradford & Bingley Balance Sheet

	31 Dec 2010			31 Dec 2009		31 Dec 2008		31 Dec 2007	
	Year End USDm	Year End GBPm	As % of Assets	Year End GBPm	As % of Assets	Year End GBPm	As % of Assets	Year End GBPm	As % of Assets
Assets									
A. Loans									
1. Residential Mortgage Loans	57,162.2	36,515.2	80.50	39,051.4	79.06	41,435.0	74.09	39,477.1	75.94
2. Other Mortgage Loans	1,216.8	777.3	1.71	871.1	1.76	889.4	1.59	1,022.3	1.97
3. Other Consumer / Retail Loans	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Corporate & Commercial Loans	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
5. Other Loans	n.a.	n.a.	-	n.a.	-	0.0	0.00	0.0	0.00
6. Less: Reserves for Impaired Loans/ NPLs	1,394.3	890.7	1.96	936.3	1.90	498.4	0.89	54.9	0.11
7. Net Loans	56,984.7	36,401.8	80.25	38,986.2	78.93	41,826.0	74.79	40,444.5	77.80
8. Gross Loans	58,379.0	37,292.5	82.22	39,922.5	80.82	42,324.4	75.68	40,499.4	77.91
9. Memo: Impaired Loans included above	1,961.0	1,252.7	2.76	2,275.0	4.61	1,098.9	1.97	155.4	0.30
10. Memo: Loans at Fair Value included above	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
B. Other Earning Assets									
1. Loans and Advances to Banks	5,747.0	3,671.2	8.09	3,442.3	6.97	3,349.2	5.99	2,392.1	4.60
2. Reverse Repos and Cash Collateral	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Trading Securities and at FV through Income	n.a.	n.a.	-	n.a.	-	n.a.	-	185.0	0.36
4. Derivatives	4,934.7	3,152.3	6.95	3,954.8	8.01	6,584.2	11.77	1,121.6	2.16
5. Available for Sale Securities	2,619.1	1,673.1	3.69	2,555.9	5.17	4,024.7	7.20	6,778.7	13.04
6. Held to Maturity Securities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
7. At-equity Investments in Associates	n.a.	n.a.	-	n.a.	-	0.0	0.00	2.1	0.00
8. Other Securities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
9. Total Securities	7,553.9	4,825.4	10.64	6,510.7	13.18	10,608.9	18.97	8,087.4	15.56
10. Memo: Government Securities included Above	245.0	156.5	0.35	261.6	0.53	980.0	1.75	1,703.8	3.28
11. Memo: Total Securities Pledged	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
12. Investments in Property	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
13. Insurance Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
14. Other Earning Assets	n.a.	n.a.	-	n.a.	-	0.0	0.00	0.0	0.00
15. Total Earning Assets	70,285.5	44,898.4	98.99	48,939.2	99.08	55,784.1	99.75	50,924.0	97.96
C. Non-Earning Assets									
1. Cash and Due From Banks	482.2	308.0	0.68	323.0	0.65	100.4	0.18	209.2	0.40
2. Memo: Mandatory Reserves included above	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Foreclosed Real Estate	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Fixed Assets	29.4	18.8	0.04	15.0	0.03	17.1	0.03	106.5	0.20
5. Goodwill	n.a.	n.a.	-	n.a.	-	n.a.	-	0.0	0.00
6. Other Intangibles	5.2	3.3	0.01	n.a.	-	n.a.	-	41.0	0.08
7. Current Tax Assets	n.a.	n.a.	-	n.a.	-	0.0	0.00	0.0	0.00
8. Deferred Tax Assets	188.5	120.4	0.27	105.9	0.21	0.0	0.00	23.8	0.05
9. Discontinued Operations	n.a.	n.a.	-	n.a.	-	n.a.	-	645.9	1.24
10. Other Assets	15.0	9.6	0.02	11.5	0.02	21.0	0.04	34.2	0.07
11. Total Assets	71,005.8	45,358.5	100.00	49,394.6	100.00	55,922.6	100.00	51,984.6	100.00
Liabilities and Equity									
D. Interest-Bearing Liabilities									
1. Customer Deposits - Current	n.a.	n.a.	-	n.a.	-	0.0	0.00	0.0	0.00
2. Customer Deposits - Savings	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Customer Deposits - Term	n.a.	n.a.	-	457.5	0.93	828.1	1.48	24,152.6	46.46
4. Total Customer Deposits	n.a.	n.a.	-	457.5	0.93	828.1	1.48	24,152.6	46.46
5. Deposits from Banks	3,373.4	2,154.9	4.75	2,809.5	5.69	9,318.5	16.66	2,074.4	3.99
6. Repos and Cash Collateral	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
7. Other Deposits and Short-term Borrowings	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
8. Total Deposits, Money Market and Short-term Funding	3,373.4	2,154.9	4.75	3,267.0	6.61	10,146.6	18.14	26,227.0	50.45
9. Senior Debt Maturing after 1 Year	61,878.7	39,528.1	87.15	42,087.6	85.21	41,355.9	73.95	22,308.1	42.91
10. Subordinated Borrowing	318.3	203.3	0.45	733.0	1.48	754.7	1.35	702.7	1.35
11. Other Funding	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
12. Total Long Term Funding	62,196.9	39,731.4	87.59	42,820.6	86.69	42,110.6	75.30	23,010.8	44.26
13. Derivatives	832.7	531.9	1.17	665.6	1.35	1,230.2	2.20	492.7	0.95
14. Trading Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
15. Total Funding	66,402.9	42,418.2	93.52	46,753.2	94.65	53,487.4	95.65	49,730.5	95.66
E. Non-Interest Bearing Liabilities									
1. Fair Value Portion of Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
2. Credit impairment reserves	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Reserves for Pensions and Other	357.9	228.6	0.50	150.5	0.30	92.8	0.17	81.7	0.16
4. Current Tax Liabilities	336.7	215.1	0.47	67.8	0.14	66.7	0.12	23.7	0.05
5. Deferred Tax Liabilities	n.a.	n.a.	-	0.0	0.00	90.9	0.16	0.0	0.00
6. Other Deferred Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
7. Discontinued Operations	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
8. Insurance Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
9. Other Liabilities	155.8	99.5	0.22	207.5	0.42	164.3	0.29	225.3	0.43
10. Total Liabilities	67,253.3	42,961.4	94.72	47,179.0	95.51	53,902.1	96.39	50,061.2	96.30
F. Hybrid Capital									
1. Pref. Shares and Hybrid Capital accounted for as Debt	210.7	134.6	0.30	576.2	1.17	594.0	1.06	551.0	1.06
2. Pref. Shares and Hybrid Capital accounted for as Equity	87.7	56.0	0.12	245.3	0.50	268.4	0.48	161.6	0.31
G. Equity									
1. Common Equity	3,428.0	2,189.8	4.83	1,451.7	2.94	1,625.5	2.91	1,303.9	2.51
2. Non-controlling Interest	n.a.	n.a.	-	n.a.	-	n.a.	-	0.0	0.00
3. Securities Revaluation Reserves	21.9	14.0	0.03	-47.2	-0.10	-348.1	-0.62	-61.9	-0.12
4. Foreign Exchange Revaluation Reserves	n.a.	n.a.	-	n.a.	-	0.0	0.00	0.0	0.00
5. Fixed Asset Revaluations and Other Accumulated OCI	4.2	2.7	0.01	-10.4	-0.02	-119.3	-0.21	-31.2	-0.06
6. Total Equity	3,454.1	2,206.5	4.86	1,394.1	2.82	1,158.1	2.07	1,210.8	2.33
7. Total Liabilities and Equity	71,005.8	45,358.5	100.00	49,394.6	100.00	55,922.6	100.00	51,984.6	100.00
8. Memo: Fitch Core Capital	3,260.5	2,082.8	4.59	1,288.2	2.61	n.a.	-	n.a.	-
9. Memo: Fitch Eligible Capital	3,414.2	2,181.0	4.81	1,612.3	3.26	n.a.	-	n.a.	-

Exchange rate

USD1 = GBP0.63880

USD1 = GBP0.61748

USD1 = GBP0.68597

USD1 = GBP0.49910

Bradford & Bingley Summary Analytics

	31 Dec 2010	31 Dec 2009	31 Dec 2008	31 Dec 2007
	Year End	Year End	Year End	Year End
A. Interest Ratios				
1. Interest Income on Loans/ Average Gross Loans	n.a.	n.a.	n.a.	n.a.
2. Interest Expense on Customer Deposits/ Average Customer Deposits	n.a.	n.a.	n.a.	n.a.
3. Interest Income/ Average Earning Assets	2.00	2.39	5.91	6.03
4. Interest Expense/ Average Interest-bearing Liabilities	0.98	1.24	4.65	5.08
5. Net Interest Income/ Average Earning Assets	1.08	1.19	1.40	1.11
6. Net Int. Inc Less Loan Impairment Charges/ Av. Earning Assets	0.49	0.04	0.43	1.07
7. Net Interest Inc Less Preferred Stock Dividend/ Average Earning Assets	1.08	1.19	1.40	1.11
B. Other Operating Profitability Ratios				
1. Non-Interest Income/ Gross Revenues	11.37	1.64	16.84	4.30
2. Non-Interest Expense/ Gross Revenues	22.25	23.29	29.91	48.96
3. Non-Interest Expense/ Average Assets	0.27	0.28	0.50	0.56
4. Pre-impairment Op. Profit/ Average Equity	23.45	39.19	53.07	20.86
5. Pre-impairment Op. Profit/ Average Total Assets	0.94	0.92	1.16	0.59
6. Loans and securities impairment charges/ Pre-impairment Op. Profit	59.33	143.84	112.52	40.02
7. Operating Profit/ Average Equity	9.54	-17.18	-6.64	12.51
8. Operating Profit/ Average Total Assets	0.38	-0.40	-0.15	0.35
9. Taxes/ Pre-tax Profit	24.25	49.85	86.45	26.03
10. Pre-Impairment Operating Profit / Risk Weighted Assets	n.a.	2.41	3.08	1.75
11. Operating Profit / Risk Weighted Assets	n.a.	-1.06	-0.39	1.05
C. Other Profitability Ratios				
1. Net Income/ Average Total Equity	43.49	-8.07	1.55	6.66
2. Net Income/ Average Total Assets	1.74	-0.19	0.03	0.19
3. Fitch Comprehensive Income/ Average Total Equity	43.13	19.37	-31.50	-0.74
4. Fitch Comprehensive Income/ Average Total Assets	1.72	0.45	-0.69	-0.02
5. Net Income/ Av. Total Assets plus Av. Managed Securitized Assets	n.a.	n.a.	n.a.	n.a.
6. Net Income/ Risk Weighted Assets	n.a.	-0.50	0.09	0.56
7. Fitch Comprehensive Income/ Risk Weighted Assets	n.a.	1.19	-1.83	-0.06
D. Capitalization				
1. Fitch Core Capital/Weighted Risks	n.a.	6.50	n.a.	n.a.
2. Fitch Eligible Capital/ Weighted Risks	n.a.	8.14	n.a.	n.a.
3. Tangible Common Equity/ Tangible Assets	4.60	2.61	2.07	2.21
4. Tier 1 Regulatory Capital Ratio	n.a.	8.70	8.90	8.60
5. Total Regulatory Capital Ratio	n.a.	16.10	14.90	15.10
6. Core Tier 1 Regulatory Capital Ratio	n.a.	n.a.	n.a.	n.a.
7. Equity/ Total Assets	4.86	2.82	2.07	2.33
8. Cash Dividends Paid & Declared/ Net Income	n.a.	n.a.	n.a.	n.a.
9. Cash Dividend Paid & Declared/ Fitch Comprehensive Income	n.a.	n.a.	n.a.	n.a.
10. Cash Dividends & Share Repurchase/Net Income	n.a.	n.a.	n.a.	n.a.
11. Net Income - Cash Dividends/ Total Equity	37.13	-7.05	1.57	7.70
E. Loan Quality				
1. Growth of Total Assets	-8.17	-11.67	7.58	14.62
2. Growth of Gross Loans	-6.59	-5.67	4.51	11.94
3. Impaired Loans(NPLs)/ Gross Loans	3.36	5.70	2.60	0.38
4. Reserves for Impaired Loans/ Gross loans	2.39	2.35	1.18	0.14
5. Reserves for Impaired Loans/ Impaired Loans	71.10	41.16	45.35	35.33
6. Impaired Loans less Reserves for Imp Loans/ Equity	16.41	96.03	51.85	8.30
7. Loan Impairment Charges/ Average Gross Loans	0.72	1.44	1.22	0.06
8. Net Charge-offs/ Average Gross Loans	0.83	0.38	0.15	0.04
9. Impaired Loans + Foreclosed Assets/ Gross Loans + Foreclosed Assets	3.36	5.70	2.60	0.38
F. Funding				
1. Loans/ Customer Deposits	n.a.	8,726.23	5,111.03	167.68
2. Interbank Assets/ Interbank Liabilities	170.37	122.52	35.94	115.32
3. Customer Deposits/ Total Funding excl Derivatives	n.a.	0.99	1.58	49.05

Bradford & Bingley Reference Data

	31 Dec 2010			31 Dec 2009		31 Dec 2008		31 Dec 2007	
	Year End USDm	Year End GBPm	As % of Assets	Year End GBPm	As % of Assets	Year End GBPm	As % of Assets	Year End GBPm	As % of Assets
A. Off-Balance Sheet Items									
1. Managed Securitised Assets Reported Off-Balance Sheet	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
2. Other off-balance sheet exposure to securitizations	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Guarantees	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Acceptances and documentary credits reported off-balance sheet	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
5. Committed Credit Lines	2,416.1	1,543.4	3.40	1,611.9	3.26	1,750.4	3.13	1,900.7	3.66
6. Other Contingent Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
7. Total Business Volume	73,421.9	46,901.9	103.40	51,006.5	103.26	57,673.0	103.13	53,885.3	103.66
8. Memo: Total Weighted Risks	n.a.	n.a.	-	19,810.2	40.11	20,156.0	36.04	16,700.0	32.12
9. Fitch Adjustments to Weighted Risks.	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
10. Fitch Adjusted Weighted Risks	n.a.	n.a.	-	19,810.2	40.11	20,156.0	36.04	16,700.0	32.12
B. Average Balance Sheet									
Average Loans	60,435.3	38,606.1	85.11	41,092.4	83.19	41,707.4	74.58	39,097.3	75.21
Average Earning Assets	73,013.3	46,640.9	102.83	51,424.6	104.11	52,843.4	94.49	49,233.0	94.71
Average Assets	73,737.5	47,103.5	103.85	51,874.1	105.02	53,385.7	95.46	49,815.2	95.83
Average Managed Securitised Assets (OBS)	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Average Interest-Bearing Liabilities	69,209.5	44,211.0	97.47	49,409.0	100.03	51,273.2	91.69	47,653.9	91.67
Average Common equity	2,985.4	1,907.1	4.20	1,514.0	3.07	1,378.1	2.46	1,386.1	2.67
Average Equity	2,948.8	1,883.7	4.15	1,218.6	2.47	1,171.1	2.09	1,400.4	2.69
Average Customer Deposits	n.a.	n.a.	-	685.6	1.39	16,481.3	29.47	23,316.1	44.85
C. Maturities									
Asset Maturities:									
Loans & Advances < 3 months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Loans & Advances 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Loans and Advances 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Loans & Advances > 5 years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Debt Securities < 3 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Debt Securities 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Debt Securities 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Debt Securities > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Interbank < 3 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Interbank 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Interbank 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Interbank > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Liability Maturities:									
Retail Deposits < 3 months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Retail Deposits 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Retail Deposits 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Retail Deposits > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Other Deposits < 3 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Other Deposits 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Other Deposits 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Other Deposits > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Interbank < 3 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Interbank 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Interbank 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Interbank > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Senior Debt Maturing < 3 months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Senior Debt Maturing 3-12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Senior Debt Maturing 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Senior Debt Maturing > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Total Senior Debt on Balance Sheet	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Fair Value Portion of Senior Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Covered Bonds	7,792.1	4,977.6	10.97	5,768.2	11.68	5,646.1	10.10	6,338.2	12.19
Subordinated Debt Maturing < 3 months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing 3-12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing 1 - 5 Year	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Total Subordinated Debt on Balance Sheet	318.3	203.3	0.45	733.0	1.48	754.7	1.35	702.7	1.35
Fair Value Portion of Subordinated Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
D. Equity Reconciliation									
1. Equity	3,454.1	2,206.5	4.86	1,394.1	2.82	1,158.1	2.07	1,210.8	2.33
2. Add: Pref. Shares and Hybrid Capital accounted for as Equity	87.7	56.0	0.12	245.3	0.50	268.4	0.48	161.6	0.31
3. Add: Other Adjustments	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Published Equity	3,541.8	2,262.5	4.99	1,639.4	3.32	1,426.5	2.55	1,372.4	2.64
E. Fitch Eligible Capital Reconciliation									
1. Total Equity as reported (including non-controlling interests)	3,454.1	2,206.5	4.86	1,394.1	2.82	1,158.1	2.07	1,210.8	2.33
2. Fair value effect incl in own debt/borrowings at fv on the B/S- CC only	0.0	0.0	0.00	0.0	0.00	n.a.	-	n.a.	-
3. Non-loss-absorbing non-controlling interests	0.0	0.0	0.00	0.0	0.00	n.a.	-	n.a.	-
4. Goodwill	0.0	0.0	0.00	0.0	0.00	n.a.	-	0.0	0.00
5. Other intangibles	5.2	3.3	0.01	0.0	0.00	n.a.	-	41.0	0.08
6. Deferred tax assets deduction	188.5	120.4	0.27	105.9	0.21	0.0	0.00	23.8	0.05
7. Net asset value of insurance subsidiaries	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
8. First loss tranches of off-balance sheet securitizations	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
9. Fitch Core Capital	3,260.5	2,082.8	4.59	1,288.2	2.61	n.a.	-	n.a.	-
10. Eligible weighted Hybrid capital	153.7	98.2	0.22	324.1	0.66	347.2	0.62	240.4	0.46
11. Government held Hybrid Capital	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
12. Fitch Eligible Capital	3,414.2	2,181.0	4.81	1,612.3	3.26	n.a.	-	n.a.	-
13. Eligible Hybrid Capital Limit	1,397.3	892.6	1.97	552.1	1.12	n.a.	-	n.a.	-

Exchange Rate USD1 = GBP0.63880 USD1 = GBP0.61748 USD1 = GBP0.68597 USD1 = GBP0.49910

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