

Virgin Money UK PLC

Pillar 3 Disclosures

Q2 2025-26 | 30 September 2025

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Forward-looking statements

This report and any other written or oral material discussed or distributed in connection with the Pillar 3 disclosures (the “Information”) has been produced to meet the regulatory requirements of Virgin Money UK PLC (‘Virgin Money’, ‘VMUK’, or ‘the Company’), together with its subsidiary undertakings (which comprise ‘the Group’) and is for information only, and should not be regarded as an investment or research recommendation, or any form of investment or business advice. You should not place reliance on the Information when taking any business, legal or other types of decisions/actions.

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Certain figures contained in this document, including financial information, may have been subject to rounding adjustments and foreign exchange conversions. Accordingly, in certain instances, the sum or percentage change of the numbers contained in this document may not conform exactly to the total figure given.

Basis of presentation

Virgin Money UK PLC ('Virgin Money', 'VMUK' or 'the Company'), together with its subsidiary undertakings (which together comprise the 'Group'), operate under the Clydesdale Bank, Yorkshire Bank and Virgin Money brands.

Following the acquisition of the Group by Nationwide Building Society (Nationwide), the financial year end of the Group was changed from 30 September to 31 March to align financial year-ends.

This disclosure relates to the Q2 period ended 30 September 2025 for the 'Group' (Virgin Money sub-group) unless denoted as individual (Clydesdale Bank solo-consolidated). The Pillar 3 disclosures in relation to Nationwide Building Society can be found at <https://www.nationwide.co.uk/about-us/governance-reports-and-results/results-and-accounts/>.

The Virgin Money sub-group is regulated under UK Capital Requirements Regulation (CRR) and the associated binding technical standards that were created by the European Union (Withdrawal) Act 2018. The CRR has subsequently been amended by a number of statutory instruments and is split across the Prudential Regulatory Authority (PRA) rulebook and primary legislation.

These disclosures are prepared and presented in accordance with the Disclosure (CRR) part of the PRA Rulebook, which includes revised disclosure requirements applicable from 1 January 2022, following the UK implementation of the remaining provisions of CRR II. Any references to the EU regulations and directives should, as applicable, be read as references to the UK's version of the respective regulation, as onshored into UK law under the European Union (Withdrawal) Act 2018.

VMUK has assessed itself as a 'Large' institution and, in accordance with the criteria set out within Article 433a of the PRA rulebook, reports a subset of Pillar 3 disclosures on a quarter and interim period-end basis with full disclosure on an annual basis.

The numbers presented within this report are on a sub-consolidated basis, with VMUK numbers shown in the body of the report. Appendix 1 contains the individual disclosures required for CB PLC (the Bank), which aligns with the Disclosure (CRR) part of the PRA Rulebook on subsidiary reporting. For the Bank's capital disclosures in appendix 1 this is presented on an individual (or solo) consolidated basis reflecting the CRR article 9 individual consolidation permission the Bank holds.

Certain figures contained in this report may have been subject to rounding adjustments and foreign exchange conversions. Accordingly, in certain instances, the sum or percentage change of the numbers contained in this report may not conform exactly to the total figure given. The information presented in this Pillar 3 report is not required to be, and has not been, subject to external audit.

Certain fixed-format templates include requirements for comparatives. Comparative figures are as at 31 March 2025 unless otherwise stated and are reported to give insight into movements during the period. Where disclosures are new, or have been significantly changed, we do not generally restate or provide prior period comparatives.

Where specific rows and columns in the tables prescribed by the PRA are not applicable or are immaterial to our activities, we omit them and follow the same approach for comparative disclosures.

Templates not disclosed

Specific Pillar 3 templates are required to be disclosed on a semi-annual basis, and these are included within this report. A subset of the Pillar 3 templates that are required to be disclosed on a semi-annual basis were not applicable to the Group at 30 September 2025 and therefore have not been included in this report; refer to the 2025 Pillar 3 Disclosures for further details.

Article 432 of the PRA Rulebook on non-material, proprietary or confidential information permits institutions to omit one or more disclosures if the information provided by such a disclosure is not regarded as material. No disclosures have been omitted on the basis of them being regarded as proprietary or confidential. An explanation is included within the report where templates have not been disclosed on the basis of materiality, if deemed out of scope or not applicable.

Annex 1: Disclosure of key metric and overview of risk weighted exposure amounts

1.1 UK KM1 – Key metrics

The table below provides a summary of the main prudential regulation ratios and measures

UK KM1 - Key metrics template - Consolidated					
£m	a	b	c	d	e
	30 Sep 25	30 Jun 25	31 Mar 25	31 Dec 24	30 Sep 24
Available own funds (amounts)					
1 Common Equity Tier 1 (CET1) capital	4,277	4,055	3,986	3,885	3,629
2 Tier 1 capital	4,975	4,754	4,679	4,578	4,322
3 Total capital	5,768	6,014	5,433	5,352	5,095
Risk-weighted exposure amounts					
4 Total risk-weighted exposure amount	30,867	28,034	27,656	27,242	26,594
Capital ratios (as a percentage of risk-weighted exposure amount)					
5 Common Equity Tier 1 ratio (%)	13.9	14.5	14.4	14.3	13.6
6 Tier 1 ratio (%)	16.1	17.0	16.9	16.8	16.3
7 Total capital ratio (%)	18.7	21.5	19.6	19.6	19.2
Additional own funds requirements based on SREP (as a percentage of risk-weighted exposure amount)					
UK 7a Additional CET1 SREP requirements (%)	2.0	2.1	2.1	2.1	1.9
UK 7b Additional AT1 SREP requirements (%)	0.7	0.7	0.7	0.7	0.6
UK 7c Additional T2 SREP requirements (%)	0.9	0.9	0.9	0.9	0.9
UK 7d Total SREP own funds requirements (%) ¹	11.6	11.7	11.7	11.7	11.4
Combined buffer requirement (as a percentage of risk-weighted exposure amount)					
8 Capital conservation buffer (%)	2.5	2.5	2.5	2.5	2.5
9 Institution specific countercyclical capital buffer (%)	2.0	2.0	2.0	2.0	2.0
UK 10a Other Systemically Important Institution buffer (%)	0.0	0.0	0.0	0.0	0.0
11 Combined buffer requirement (%)	4.5	4.5	4.5	4.5	4.5
UK 11a Overall capital requirements (%)	16.1	16.2	16.2	16.2	15.9
12 CET1 available after meeting the total SREP own funds requirements (%)	7.4	7.9	7.8	7.7	7.2

UK KM1 - Key metrics template - Consolidated (cont.)

£m		a	b	c	d	e
		30 Sep 25	30 Jun 25	31 Mar 25	31 Dec 24	30 Sep 24
Leverage ratio²						
13	Total exposure measure excluding claims on central banks	81,755	83,494	83,455	83,238	84,084
14	Leverage ratio excluding claims on central banks (%)	6.1	5.7	5.6	5.5	5.1
Additional leverage ratio disclosure requirements						
14a	Fully loaded ECL accounting model leverage ratio excluding claims on central banks (%)	6.1	5.7	5.6	5.5	5.1
14b	Leverage ratio including claims on central banks (%)	5.3	5.1	5.1	5.0	4.7
14c	Average leverage ratio excluding claims on central banks (%)	5.9	5.6	5.5	5.4	5.1
14d	Average leverage ratio including claims on central banks (%)	5.2	5.1	5.0	4.9	4.6
14e	Countercyclical leverage ratio buffer (%)	0.7	0.7	0.7	0.7	0.7
Liquidity Coverage Ratio³						
15	Total high-quality liquid assets (HQLA) (Weighted value -average)	14,998	14,457	14,868	14,790	14,676
UK 16a	Cash outflows - Total weighted value	10,087	9,823	9,801	9,841	9,861
UK 16b	Cash inflows - Total weighted value	439	445	448	436	494
16	Total net cash outflows (adjusted value)	9,648	9,378	9,353	9,406	9,368
17	Liquidity coverage ratio (%)	155	154	159	157	157
Net Stable Funding Ratio						
18	Total available stable funding	76,997	76,744	77,294	78,181	78,658
19	Total required stable funding	54,440	54,412	54,682	55,840	57,071
20	NSFR ratio (%)	141	141	141	140	138

(1) The Group's most recent Pillar 2A requirement was received in September 2025 from the PRA. The Total Capital Requirement (TCR) is now equivalent to 11.6% of RWAs.

(2) The average leverage exposure measure (excluding claims on central banks) for the period from 1 July 2025 to 30 September 2025 amounted to £82,903m.

(3) Liquidity balances are calculated as the simple averages of month-end observations over the 12 months preceding the reporting date.

1.2 UK KM2 – Key metrics template – MREL

Under the Bank Recovery and Resolution Directive, the Group is required to hold additional loss-absorbing instruments to support an effective resolution. The MREL establishes a minimum amount of equity and eligible debt to recapitalise the bank. An analysis of the Group's current MREL position is provided below:

UK KM2 - Key metrics template - MREL						
		a	b	c	d	e
£m		30 Sep 25	30 Jun 25	31 Mar 25	31 Dec 24	30 Sep 24
1	Total capital resources	5,768	6,014	5,433	5,352	5,095
2	Eligible senior unsecured securities issued by Virgin Money UK PLC	3,527	3,672	3,004	2,574	2,579
3	Total MREL resources	9,295	9,686	8,437	7,926	7,674
4	Total risk-weighted assets	30,867	28,034	27,656	27,242	26,594
5	Total MREL resources available as a percentage of total risk-weighted assets (%)	30.1	34.6	30.5	29.1	28.9
6	UK leverage exposure measure	81,755	83,494	83,455	83,238	84,084
7	Total MREL resources available as a percentage of UK leverage exposure measure (%)	11.4	11.6	10.1	9.5	9.1

1.3 UK OV1 – Overview of Risk weighted exposure amounts

The table below shows RWAs and minimum capital requirement by risk type and approach ⁽¹⁾. Total own funds requirements are calculated as 8% of RWAs.

UK OV1 – Overview of risk weighted exposure amounts			
	a	b	c
	Risk weighted exposure amounts (RWEAs)		Total own funds requirements
£m	30 Sep 25	30 Jun 25	30 Sep 25
1 Credit risk (excluding CCR)	27,576	24,728	2,206
2 Of which the standardised approach	6,671	6,651	534
3 Of which the foundation IRB (FIRB) approach	7,741	7,847	619
4 Of which slotting approach	673	705	54
5 Of which the advanced IRB (AIRB) approach	12,491	9,525	999
6 Counterparty credit risk - CCR	174	189	14
7 Of which the standardised approach	109	119	9
UK 8a Of which exposures to a CCP	5	5	–
UK 8b Of which credit valuation adjustment - CVA	60	65	5
23 Operational risk	3,117	3,117	249
UK 23b Of which standardised approach	3,117	3,117	249
24 Amounts below the thresholds for deduction (subject to 250% risk weight) (For information)	497	515	40
29 Total	30,867	28,034	2,469

(1) The Group's Pillar 1 capital requirement for market risk is set to zero, therefore no figures are disclosed.

The Group's mortgage IRB models remain subject to approval. Until the models are approved by the PRA, a temporary model adjustment continues to be made to ensure the model outcomes are consistent with the revised IRB regulations. In the period, a one-off c£3.0bn increase in the temporary adjustment was applied to these models, following regulatory feedback as part of the approval process. This uplift increased the temporary adjustment to £4.4 billion and its average mortgage risk weight by 5 percentage points to 21%, which compares to Nationwide's equivalent average of 15% on its approved IRB mortgage models. No further material increases to the temporary mortgage model adjustments are currently anticipated. Over time, Nationwide intends to align IRB modelling approaches across the Nationwide Group, which includes the Virgin Money IRB portfolios.

Annex VII: Disclosure of own funds

2.1 UK CC1 – Composition of regulatory own funds

The table below shows the composition of the Group's regulatory capital position as at 30 September 2025 and 31 March 2025. The table follows the disclosure format required by the Own Funds (CRR) part of the PRA Rulebook, with only items applicable to the Group being shown. The capital resources of CB Solo-Consolidated Group is presented in Appendix 1.

UK CC1 - Composition of regulatory own funds ¹			
	a	b	c
	30 Sep 25	Source based on reference	31 Mar 25
	Group	numbers/letters of the balance	Group
	Amounts	sheet under the regulatory	Amounts
	£m	scope of consolidation ²	£m
Common Equity Tier 1 (CET1) capital: instruments and reserves			
1 Capital instruments and the related share premium accounts	1,226	(e)	941
of which: share capital	180	(e)	166
of which: share premium	1,046	(e)	775
2 Retained earnings ³	2,436	(j)	2,567
3 Accumulated other comprehensive income (and other reserves) ⁴	1,298	(g), (h), (i), (j)	1,260
UK-5a Independently reviewed interim profits net of any foreseeable charge or dividend ⁵	21	(j)	66
6 Common Equity Tier 1 (CET1) capital before regulatory adjustments	4,981		4,834
Common Equity Tier 1 (CET1) capital: regulatory adjustments			
7 Additional value adjustments (negative amount)	(10)		(13)
8 Intangible assets (net of related tax liability) (negative amount)	(86)	(a)	(127)
10 Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability where the conditions in Article 38 (3) CRR are met) (negative amount) ⁶	(155)	(b)	(174)
11 Fair value reserves related to gains or losses on cash flow hedges of financial instruments that are not valued at fair value	(115)	(i)	(168)
12 Negative amounts resulting from the calculation of expected loss amounts	(105)		(99)
15 Defined-benefit pension fund assets (negative amount) ⁷	(233)	(c)	(267)
28 Total regulatory adjustments to Common Equity Tier 1 (CET1)	(704)		(848)
29 Common Equity Tier 1 (CET1) capital	4,277		3,986
Additional Tier 1 (AT1) capital: instruments			
30 Capital instruments and the related share premium accounts	698		693
31 of which: classified as equity under applicable accounting standards	698	(f)	693
36 Additional Tier 1 (AT1) capital before regulatory adjustments	698		693
44 Additional Tier 1 (AT1) capital	698		693
45 Tier 1 capital (T1 = CET1 + AT1)	4,975		4,679

UK CC1 - Composition of regulatory own funds (cont.)¹

		a	b	c
		30 Sep 25	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation ²	31 Mar 25
		Group		Group
		Amounts £m		Amounts £m
Tier 2 (T2) capital: instruments				
46	Capital instruments and the related share premium accounts	793	(d)	754
51	Tier 2 (T2) capital before regulatory adjustments	793		754
58	Tier 2 (T2) capital	793		754
59	Total capital (TC = T1 + T2)	5,768		5,433
60	Total Risk exposure amount	30,867		27,656
Capital ratios and buffers				
61	Common Equity Tier 1 (as a percentage of total risk exposure amount)	13.9		14.4
62	Tier 1 (as a percentage of total risk exposure amount)	16.1		16.9
63	Total capital (as a percentage of total risk exposure amount)	18.7		19.6
64	Institution CET1 overall capital requirement (CET1 requirement in accordance with Article 92 (1) CRR, plus additional CET1 requirement which the institution is required to hold in accordance with point (a) of Article 104(1) CRD, plus combined buffer requirement in accordance with Article 128(6) CRD) expressed as a percentage of risk exposure amount)	11.0		11.1
65	of which: capital conservation buffer requirement	2.5		2.5
66	of which: countercyclical buffer requirement	2.0		2.0
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk exposure amount) ⁸	7.4		7.8
75	Deferred tax assets arising from temporary differences (amount below 17,65% threshold, net of related tax liability where the conditions in Article 38 (3) CRR are met)	199		205
Applicable caps on the inclusion of provisions in Tier 2				
77	Cap on inclusion of credit risk adjustments in T2 under standardised approach	85		85
79	Cap for inclusion of credit risk adjustments in T2 under internal ratings-based approach	125		106

(1) Certain rows of this table have not been presented as they are not applicable in the UK.

(2) Shows cross reference to the balance sheet under regulatory scope of consolidation in Table UK CC2.

(3) Retained earnings exclude amounts defined as other comprehensive income which are included in row 3. In addition, financial year to date profits are included in row UK-5a when verified.

(4) Accumulated other comprehensive income and other reserves comprises the merger reserve, capital reorganisation reserve, cash flow hedge reserve, IFRS9 hedge reserve, FVOCI reserve, capital redemption reserve, the share-based payment reserve, and other comprehensive income amounts such as actuarial gains or loss on defined benefit pension plans, and losses on redemption of AT1.

(5) Verified profits net of any foreseeable charges as defined in the UK CRR.

(6) Deferred tax assets that rely on future profitability are deducted from CET1 capital, with the remainder risk weighted in accordance with the CRR.

(7) The defined-benefit pension asset is equal to retirement benefit assets on the balance sheet net of associated deferred tax liabilities.

(8) Represents the CET1 ratio after deducting Pillar 1 and 2A requirements.

Common Equity Tier 1

The Group maintained a robust capital position with a CET1 ratio of 13.9% (31 March 2025: 14.4%). RWA growth was offset by a £291m increase in CET1.

Total capital and minimum requirements for own funds and eligible liabilities (MREL)

MREL resources were £9.3bn (31 March 2025: £8.4bn) equivalent to 30.1% of RWA exposures (31 March 2025: 30.5%) or 11.4% when expressed as a percentage of leverage (31 March 2025: 10.1%). This provides prudent headroom of £0.8bn or 2.4% above the LAC requirement of 27.7% expressed as RWAs, or 1.0% above the LAC requirement of 10.4% when expressed as a percentage of leverage exposures.

2.2 UK CC2 – Reconciliation of regulatory own funds to balance sheet in the audited financial statements¹

The following table shows the Group's consolidated accounting and regulatory balance sheets as at 30 September 2025, with references to show linkages to UK CC1.

UK CC2 - reconciliation of regulatory own funds to balance sheet in the audited financial statements - 30 Sep 2025			
	a	b	c
	Balance sheet as in published financial statements	Under regulatory scope of consolidation ²	Reference ³
£m	As at period end	As at period end	
Assets - Breakdown by asset classes according to the balance sheet in the published financial statements			
1 <i>Financial instruments</i>			
<i>At amortised cost</i>			
2 Loans and advances to customers	70,553	70,555	
3 Fair value adjustment for portfolio hedged risk	(8)	(8)	
4 Cash and balances with central banks	14,080	14,080	
5 Due from other banks	229	229	
6 At FV OCI	5,059	5,059	
7 <i>At FVTPL</i>			
8 Loans and advances to customers	42	42	
9 Derivatives	50	50	
10 Other	2	2	
11 Due from related entities	8	8	
12 Intangible assets and goodwill	86	86	(a)
13 Property, plant and equipment	179	179	
14 Accrued income and prepaid expenses	97	97	
15 Current tax assets	30	30	
16 Deferred tax	311	311	(b)
17 Defined benefit pension surplus	310	310	(c)
18 Other assets	71	71	
19 Total assets	91,099	91,101	

UK CC2 - reconciliation of regulatory own funds to balance sheet in the audited financial statements - 30 Sep 2025 (cont.)

		a	b	c
		Balance sheet as in published financial statements As at period end	Under regulatory scope of consolidation ² As at period end	Reference ³
£m				
Liabilities - Breakdown by liability classes according to the balance sheet in the published financial statements				
1	Financial instruments			
	At amortised cost			
2	Customer deposits	71,164	71,158	
3	Debt securities in issue	6,788	6,788	(d)
4	Due to other banks	1,241	1,241	
5	At FVTPL			
6	Derivatives	55	55	
7	Due to related entities	4,266	4,266	
8	Deferred tax	78	78	
9	Provisions for liabilities and charges	32	32	
10	Accruals and deferred income	295	295	
11	Other liabilities	1,490	1,509	
12	Total liabilities	85,409	85,422	
Shareholders' equity				
1	Share capital and share premium	1,226	1,226	(e)
2	Other equity instruments	698	698	(f)
3	Capital reorganisation reserve	(839)	(839)	(g)
4	Merger reserve	2,128	2,128	(h)
5	Other reserves	105	105	(i)
6	Retained earnings	2,372	2,361	(j)
7	Total shareholders' equity	5,690	5,679	

(1) As a standalone Interim Financial Report has not been published, the reconciliation is prepared using internal accounting balances consistent with the consolidated financial reporting to Nationwide.

(2) Balance sheet after adjusting for unverified profits and the proportional consolidation approach to the Salary Finance Loans Limited joint venture, which is accounted for in the financial statements using the equity method.

(3) The references identify regulatory balance sheet components that link to items disclosed in table CC1, prior to any application of regulatory adjustments.

Annex IX: Disclosure of countercyclical capital buffers

3.1 UK CCyB1 – Geographical distribution of credit exposures relevant for the calculation of the countercyclical buffer

UK CCyB1 - Geographical distribution of credit exposures relevant for the calculation of the countercyclical buffer - 30 Sep 2025

	a	b	c	d	e	f	g	h	i	j	k	l	m
	General credit exposures		Relevant credit exposures – Market risk		Securitisation exposures	Total exposure value	Own fund requirements				Risk-weighted exposure amounts	Own fund requirements weights (%)	Counter-cyclical buffer rate (%)
	Exposure value under the standardised approach	Exposure value under the IRB approach	Sum of long and short positions of trading book exposures for SA	Value of trading book exposures for internal models	Exposure value for non-trading book		Relevant credit risk exposures - Credit risk	Relevant credit exposures – Market risk	Relevant credit exposures – Securitisation positions in the non-trading book	Total			
£m													
010 Breakdown by country:													
United Kingdom	8,698	69,643	–	–	–	78,341	2,156	–	–	2,156	26,956	100	2
020 Total	8,698	69,643	–	–	–	78,341	2,156	–	–	2,156	26,956	100	2

UK CCyB1 - Geographical distribution of credit exposures relevant for the calculation of the countercyclical buffer - 31 Mar 2025

	a	b	c	d	e	f	g	h	i	j	k	l	m
	General credit exposures		Relevant credit exposures – Market risk		Securitisation exposures	Total exposure value	Own fund requirements				Risk-weighted exposure amounts	Own fund requirements weights (%)	Counter-cyclical buffer rate (%)
	Exposure value under the standardised approach	Exposure value under the IRB approach	Sum of long and short positions of trading book exposures for SA	Value of trading book exposures for internal models	Exposure value for non-trading book		Relevant credit risk exposures - Credit risk	Relevant credit exposures – Market risk	Relevant credit exposures – Securitisation positions in the non-trading book	Total			
£m													
010 Breakdown by country:													
United Kingdom	8,634	70,056	–	–	–	78,690	1,893	–	–	1,893	23,662	100	2
020 Total	8,634	70,056	–	–	–	78,690	1,893	–	–	1,893	23,662	100	2

3.2 UK CCyB2 – Amount of institution-specific countercyclical capital buffer

UK CCyB2 - Amount of institution-specific countercyclical capital buffer

£m		a	a
		30 Sep 25	31 Mar 25
1	Total risk exposure amount	30,867	27,656
2	Institution specific countercyclical capital buffer rate (%)	2	2
3	Institution specific countercyclical capital buffer requirement (£m)	617	553

Annex XI: Disclosure of the Leverage Ratio

4.1 UK LR1 – LRSum – Summary reconciliation of accounting assets and leverage ratio exposures

The table below shows a reconciliation between the total assets under IFRS standards and the leverage ratio exposure measure of Virgin Money UK PLC. The leverage metrics are calculated in line with the Leverage ratio (CRR) part of the PRA Rulebook.

UK LR1 - LRSum: Summary reconciliation of accounting assets and leverage ratio exposures

£m		a	b
		30 Sep 25	31 Mar 25
1	Total assets as per published financial statements	91,099	89,797
2	Adjustment for entities which are consolidated for accounting purposes but are outside the scope of prudential consolidation	–	–
4	(Adjustment for exemption of exposures to central banks)	(12,418)	(9,116)
8	Adjustment for derivative financial instruments	466	507
9	Adjustment for securities financing transactions (SFTs)	387	299
10	Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)	3,137	3,165
11	(Adjustment for prudent valuation adjustments and specific and general provisions which have reduced tier 1 capital (leverage))	(10)	(13)
12	Other adjustments	(906)	(1,184)
13	Total exposure measure	81,755	83,455

4.2 UK LR2 – LRCom – Leverage ratio common disclosure

UK LR2 - LRCom: Leverage ratio common disclosure

		a		b
		Leverage ratio exposures		
£m		30 Sep 25	31 Mar 25	
	On-balance sheet exposures (excluding derivatives and SFTs)			
1	On-balance sheet items (excluding derivatives, SFTs, but including collateral)	90,886	89,527	
3	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	(49)	(126)	
6	(Asset amounts deducted in determining tier 1 capital (leverage))	(704)	(848)	
7	Total on-balance sheet exposures (excluding derivatives and SFTs)	90,133	88,553	
	Derivative exposures			
8	Replacement cost associated with SA-CCR derivatives transactions (i.e. net of eligible cash variation margin)	175	205	
9	Add-on amounts for potential future exposure associated with SA-CCR derivatives transactions	341	349	
13	Total derivatives exposures	516	554	
	Securities financing transaction (SFT) exposures			
16	Counterparty credit risk exposure for SFT assets	387	299	
18	Total securities financing transaction exposures	387	299	
	Other off-balance sheet exposures			
19	Off-balance sheet exposures at gross notional amount	20,096	19,083	
20	(Adjustments for conversion to credit equivalent amounts)	(16,959)	(15,918)	
22	Off-balance sheet exposures	3,137	3,165	
	Capital and total exposure measure			
23	Tier 1 capital (leverage)	4,975	4,679	
24	Total exposure measure including claims on central banks	94,173	92,571	
UK-24a	(-) Claims on central banks excluded	(12,418)	(9,116)	
UK-24b	Total exposure measure excluding claims on central banks	81,755	83,455	

UK LR2 - LRCom: Leverage ratio common disclosure (cont.)

		a		b	
		Leverage ratio exposures			
	£m	30 Sep 25		31 Mar 25	
Leverage ratio					
25	Leverage ratio excluding claims on central banks (%)	6.1		5.6	
UK-25a	Fully loaded ECL accounting model leverage ratio excluding claims on central banks (%)	6.1		5.6	
UK-25b	Leverage ratio excluding central bank reserves as if the temporary treatment of unrealised gains and losses measured at fair value through other comprehensive income had not been applied (%)	6.1		5.6	
UK-25c	Leverage ratio including claims on central banks (%)	5.3		5.1	
26	Regulatory minimum leverage ratio requirement (%)	3.25		3.25	
Additional leverage ratio disclosure requirements - leverage ratio buffers					
27	Leverage ratio buffer (%)	0.7		0.7	
UK-27a	Of which: G-SII or O-SII additional leverage ratio buffer (%)	0.0		0.0	
UK-27b	Of which: countercyclical leverage ratio buffer (%)	0.7		0.7	
Additional leverage ratio disclosure requirements - disclosure of mean values					
UK-31	Average total exposure measure including claims on central banks	93,833		92,385	
UK-32	Average total exposure measure excluding claims on central banks	82,903		83,486	
UK-33	Average leverage ratio including claims on central banks	5.2		5.0	
UK-34	Average leverage ratio excluding claims on central banks	5.9		5.5	

4.3 UK LR3 – LRSpl – Split-up of on balance sheet exposures (excluding derivatives, SFTs and exempted exposures)

UK LR3 - LRSpl: Split-up of on balance sheet exposures (excluding derivatives, SFTs and exempted exposures)			
£m		a	b
		Leverage ratio exposures	
		30 Sep 25	31 Mar 25
UK-1	Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures), of which:	90,837	89,401
UK-2	Trading book exposures	–	–
UK-3	Banking book exposures, of which:	90,837	89,401
UK-4	Covered bonds	889	911
UK-5	Exposures treated as sovereigns	17,600	15,447
UK-6	Exposures to regional governments, MDB, international organisations and PSE not treated as sovereigns	374	407
UK-7	Institutions	729	983
UK-8	Secured by mortgages of immovable properties	58,252	58,940
UK-9	Retail exposures	6,134	6,068
UK-10	Corporates	5,623	5,475
UK-11	Exposures in default	748	770
UK-12	Other exposures (e.g. equity, securitisations, and other non-credit obligation assets)	488	400

Leverage

The Group's UK leverage ratio has increased to 6.1% (31 March 2025: 5.6%), and the average UK leverage ratio increased to 5.9% (31 March 2025: 5.5%). The leverage ratio increase is mainly driven by a reduction in the leverage exposure measure by the sale of liquid assets of circa £1bn. In addition, the Tier 1 capital has increased by £296m.

The Group remains in excess of capital requirements with a capital surplus of 2.1% held over the minimum leverage requirement of 3.95%, which comprises minimum Tier 1 capital requirement of 3.25% and a UK countercyclical leverage buffer of 0.7%.

Annex XIII: Disclosure of liquidity requirements

5.1 UK LIQ1 – Quantitative information on LCR

The table below shows the breakdown of the Group's high-quality liquid assets, cash outflows and cash inflows, calculated as the simple averages of month-end observations over the 12 months preceding the reporting date, on an unweighted and weighted basis.

UK LIQ1 - Quantitative information of LCR									
		a	b	c	d	e	f	g	h
£m		Total unweighted value (average)				Total weighted value (average)			
UK 1a	Quarter ending on (DD Month YYYY)	30 Sep 25	30 Jun 25	31 Mar 25	31 Dec 24	30 Sep 25	30 Jun 25	31 Mar 25	31 Dec 24
UK 1b	Number of data points used in the calculation of averages	12	12	12	12	12	12	12	12
HIGH-QUALITY LIQUID ASSETS									
1	Total high-quality liquid assets (HQLA)					14,998	14,457	14,868	14,790
CASH - OUTFLOWS									
2	Retail deposits and deposits from small business customers, of which:	59,554	59,540	59,676	59,094	3,703	3,709	3,730	3,688
3	<i>Stable deposits</i>	42,130	42,088	41,857	41,240	2,107	2,104	2,093	2,062
4	<i>Less stable deposits</i>	11,764	11,703	12,073	12,278	1,572	1,575	1,609	1,598
5	Unsecured wholesale funding	6,919	6,812	6,949	7,053	3,378	3,282	3,389	3,484
6	<i>Operational deposits (all counterparties) and deposits in networks of cooperative banks</i>	605	601	615	671	150	149	152	166
7	<i>Non-operational deposits (all counterparties)</i>	6,184	6,173	6,243	6,270	3,098	3,095	3,145	3,206
8	<i>Unsecured debt</i>	130	38	92	112	130	38	92	112
9	Secured wholesale funding					–	42	42	88
10	Additional requirements	4,823	4,723	4,609	4,558	1,875	1,781	1,725	1,713
11	<i>Outflows related to derivative exposures and other collateral requirements</i>	1,509	1,407	1,344	1,324	1,509	1,407	1,344	1,324
12	<i>Outflows related to loss of funding on debt products</i>								
13	<i>Credit and liquidity facilities</i>	3,314	3,316	3,265	3,234	366	373	380	389
14	Other contractual funding obligations	127	105	97	89	14	1	3	5
15	Other contingent funding obligations	16,188	15,593	15,168	14,895	1,117	1,008	912	863
16	TOTAL CASH OUTFLOWS					10,087	9,823	9,801	9,841

UK LIQ1 - Quantitative information of LCR (cont.)

		a	b	c	d	e	f	g	h
£m		Total unweighted value (average)				Total weighted value (average)			
Quarter ending on (DD Month YYYY)		30 Sep 25	30 Jun 25	31 Mar 25	31 Dec 24	30 Sep 25	30 Jun 25	31 Mar 25	31 Dec 24
CASH - INFLOWS									
17	Secured lending (e.g. reverse repos)	–	–	–	–	–	–	–	–
18	Inflows from fully performing exposures	583	590	595	587	439	445	448	435
19	Other cash inflows	–	–	–	–	–	–	–	–
20	TOTAL CASH INFLOWS	583	590	595	587	439	445	448	436
UK-20c	<i>Inflows subject to 75% cap</i>	583	590	595	587	439	445	448	436
TOTAL ADJUSTED VALUE									
UK-21	LIQUIDITY BUFFER					14,998	14,457	14,868	14,790
22	TOTAL NET CASH OUTFLOWS					9,648	9,378	9,353	9,406
23	LIQUIDITY COVERAGE RATIO					155	154	159	157

5.2 UK LIQB – Qualitative information on LCR

(a) The main drivers of LCR results and the contribution of inputs to the LCR's calculation

The LCR is driven by the size and composition of the liquid asset buffer and net stressed outflows. The Group's liquid asset buffer is very high quality with minimal haircuts applied. The primary source of outflows is the customer deposit book (items 2 and 5 in LIQ1, with item 5 primarily being business deposits with any wholesale term funding maturities also captured) for which outflows are calculated based on LCR rules according to liquidity requirements. Additional outflows include committed lending to customers and other lending facilities, credit rating downgrade requirements and wholesale funding maturities. Outflows are offset by inflows such as attrition from the lending book.

(b) Changes in the LCR over time

The Group's Pillar 3 LCR disclosure (calculated as the simple average of month-end observations over the 12 months preceding the end of the reporting period) was 155% as at 30 September 2025, which is an increase from 154% as at 30 June 2025. The ratio continues to comfortably exceed both regulatory requirements and our more prudent internal risk appetite metrics, ensuring a substantial buffer in the event of any outflows.

(c) Concentration of funding sources

The Group is primarily funded through retail deposits, in addition to equity and a diversified wholesale funding book. A series of metrics are used by the Group to measure risk exposures, including funding ratios, limits on concentration and funding tenors/maturity risk. These include both Board Risk Appetite and Management Risk Appetite limits. As at the reporting date, these metrics include the regulatory NSFR, Loan-to-Deposit Ratio, quarterly wholesale, retail and combined refinancing, single name concentration and large business deposit concentration. The Loan-to-Deposit ratio risk appetite measure ensures the Group's balance sheet is funded by an appropriate level of customer deposits, while the additional measures further segregate the appetite for concentration of customer deposits according to tenor and single name. In addition, the Group's Board approved Funding Policy states that all funding must be diversified by source, maturity profile, type of instruments and currency to minimise dependence on specific sources, customers or markets, and that access to wholesale markets must be maintained, tested and accessed regularly.

(d) Composition of the Group's liquidity buffer

The Group's liquidity buffer is largely comprised of Level 1 assets, which includes cash at the BoE, UK Government securities (Gilts) and listed securities (e.g. bonds issued by supranationals and AAA-rated covered bonds). The Group also holds a smaller portion of Level 2 assets. The quantity and quality of the Group's liquid asset portfolio remains at a prudent level above regulatory requirements, with precise levels informed by the Board's view of liquidity risk appetite and calibrated through a series of internal stress tests across a range of time horizons and stress conditions.

(e) Derivative exposures and potential collateral calls

The Group actively manages its derivative exposures and potential collateral calls with derivative outflows under stress captured within the Historical Look Back Approach, which considers the impact of market movements on derivative exposures. Potential collateral calls under a 3-notch credit rating downgrade, including the impacts on derivative initial margin requirements, are also captured. These exposures are captured under item 11 of LIQ1.

(f) Currency mismatch in the LCR

The LCR is calculated and reported in GBP as no other currencies are significant in accordance with the PRA Rulebook. The Group's policy is for all currency liabilities to be swapped to GBP on a matched tenor basis, thereby removing Cross Currency Liquidity Risk. Non-GBP liabilities principally relate to wholesale funding issuance in Euros for which there are deep and liquid cross currency and foreign exchange swap markets. The swaps are matched to the issuance by volume, tenor and repricing rate, thereby ensuring that the net funding cost is linked to GBP rates. A similar approach is used to manage operational currency flows and to fund currency bank account positions. The use of derivative financial instruments manages foreign currency risk within approved limits.

(g) Other items in the LCR calculation that are not captured in the LCR disclosure template but that are relevant for the liquidity profile

No other items identified.

5.3 UK LIQ2 – Net Stable Funding Ratio

UK LIQ2: Net Stable Funding Ratio - 30 Sep 2025					
	a	b	c	d	e
	Unweighted value by residual maturity				Weighted value
	No maturity	< 6 months	6 months to < 1yr	≥ 1yr	
Available stable funding (ASF) Items					
1 Capital items and instruments	5,558	234	119	543	6,101
2 <i>Own funds</i>	5,558	234	119	543	6,101
3 <i>Other capital instruments</i>		–	–	–	–
4 Retail deposits		57,617	1,475	517	55,956
5 <i>Stable deposits</i>		44,255	867	320	43,186
6 <i>Less stable deposits</i>		13,362	608	197	12,770
7 Wholesale funding:		11,282	1,743	9,047	13,399
8 <i>Operational deposits</i>		601	–	–	300
9 <i>Other wholesale funding</i>		10,682	1,743	9,047	13,099
10 Interdependent liabilities		–	–	–	–
11 Other liabilities:	20	1,094	–	1,542	1,542
12 <i>NSFR derivative liabilities</i>	20				
13 <i>All other liabilities and capital instruments not included in the above categories</i>		1,094	–	1,542	1,542
14 Total available stable funding (ASF)					76,997
Required stable funding (RSF) Items					
15 Total high-quality liquid assets (HQLA)					833
UK-15a Assets encumbered for more than 12m in cover pool		–	–	–	–
16 Deposits held at other financial institutions for operational purposes		–	–	–	–
17 Performing loans and securities:		7,530	1,537	62,345	50,351
18 <i>Performing securities financing transactions with financial customers collateralised by Level 1 HQLA subject to 0% haircut</i>		–	–	–	–
19 <i>Performing securities financing transactions with financial customer collateralised by other assets and loans and advances to financial institutions</i>		20	2	641	644

UK LIQ2: Net Stable Funding Ratio (cont.) - 30 Sep 2025

	a	b	c	d	e
	Unweighted value by residual maturity				Weighted value
	No maturity	< 6 months	6 months to < 1yr	≥ 1yr	
20	Performing loans to non- financial corporate clients, loans to retail and small business customers, and loans to sovereigns, and PSEs, of which:				
		6,778	805	7,825	10,406
21	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	30	24	402	318
22	Performing residential mortgages, of which:	732	730	53,879	39,301
23	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	676	683	53,044	38,539
24	Other loans and securities that are not in default and do not qualify as HQLA, including exchange-traded equities and trade finance on-balance sheet products	–	–	–	–
25	Interdependent assets	–	–	–	–
26	Other assets:	–	2,454	1,129	2,272
27	Physical traded commodities			–	–
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	–	–	–	–
29	NSFR derivative assets	76	–	–	76
30	NSFR derivative liabilities before deduction of variation margin posted	168	–	–	8
31	All other assets not included in the above categories	2,209	26	1,129	2,187
32	Off-balance sheet items	19,541	–	–	984
33	Total RSF				54,440
34	Net Stable Funding Ratio (%)				141

UK LIQ2: Net Stable Funding Ratio - 31 Mar 2025

		a	b		c	d	e
		Unweighted value by residual maturity				Weighted value	
		No maturity	< 6 months	6 months to < 1yr	≥ 1yr		
Available stable funding (ASF) Items							
1	Capital items and instruments	5,431	117	119	533	5,964	
2	Own funds	5,431	117	119	533	5,964	
3	Other capital instruments		–	–	–	–	
4	Retail deposits		57,761	1,380	458	55,933	
5	Stable deposits		44,116	849	309	43,025	
6	Less stable deposits		13,645	531	149	12,908	
7	Wholesale funding:		10,569	1,384	10,341	14,440	
8	Operational deposits		605	–	–	303	
9	Other wholesale funding		9,964	1,384	10,341	14,138	
10	Interdependent liabilities		–	–	–	–	
11	Other liabilities:	20	1,771	–	957	957	
12	NSFR derivative liabilities	20					
13	All other liabilities and capital instruments not included in the above categories		1,771	–	957	957	
14	Total available stable funding (ASF)					77,294	
Required stable funding (RSF) Items							
15	Total high-quality liquid assets (HQLA)					1,131	
UK-15a Assets encumbered for more than 12m in cover pool							
16	Deposits held at other financial institutions for operational purposes		–	–	–	–	
17	Performing loans and securities:		7,592	1,434	62,609	51,024	
18	Performing securities financing transactions with financial customers collateralised by Level 1 HQLA subject to 0% haircut		–	–	–	–	
19	Performing securities financing transactions with financial customer collateralised by other assets and loans and advances to financial institutions		22	2	760	764	

UK LIQ2: Net Stable Funding Ratio (cont.) - 31 Mar 2025

		a	b			c	d	e
		Unweighted value by residual maturity				Weighted value		
		No maturity	< 6 months	6 months to < 1yr	≥ 1yr			
20	Performing loans to non- financial corporate clients, loans to retail and small business customers, and loans to sovereigns, and PSEs, of which:			6,835	726	7,638	10,233	
21	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk			34	35	417	341	
22	Performing residential mortgages, of which:			734	707	54,211	40,027	
23	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk			660	651	53,368	39,245	
24	Other loans and securities that are not in default and do not qualify as HQLA, including exchange-traded equities and trade finance on-balance sheet products			–	–	–	–	
25	Interdependent assets			–	–	–	–	
26	Other assets:	–		2,872	25	1,338	1,594	
27	Physical traded commodities					–	–	
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs			–	–	–	–	
29	NSFR derivative assets			11			11	
30	NSFR derivative liabilities before deduction of variation margin posted			268			13	
31	All other assets not included in the above categories			2,593	25	1,338	1,569	
32	Off-balance sheet items			18,457	–	–	934	
33	Total RSF						54,682	
34	Net Stable Funding Ratio (%)						141	

Annex XV: Disclosure of credit risk quality

6.1 UK CR1 – Performing and non-performing exposures and related provisions

UK CR1: Performing and non-performing exposures and related provisions - 30 Sep 2025

		a	b	c	d	e	f	g	h	i	j	k	l	m	n	o	
		Gross carrying amount/nominal amount ¹					Accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions						Accumulated partial write-off	Collateral and financial guarantees			
		Performing exposures		Non-performing exposures			Performing exposures – accumulated impairment and provisions			Non-performing exposures – accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions				On performing exposures	On non-performing exposures		
£m		Of which stage 1	Of which stage 2		Of which stage 2	Of which stage 3		Of which stage 1	Of which stage 2		Of which stage 2	Of which stage 3					
005	Cash balances at central banks and other demand deposits	13,417	13,417	–	–	–	–	–	–	–	–	–	–	–	–	–	
010	Loans and advances	70,089	61,948	8,099	1,342	102	1,206	(502)	(152)	(350)	(196)	(4)	(193)	(47)	59,468	683	
020	Central banks	7	7	–	–	–	–	–	–	–	–	–	–	–	–	–	
030	General governments	9	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
040	Credit institutions	62	62	–	–	–	–	–	–	–	–	–	–	–	–	–	
050	Other financial corporations	181	174	7	107	–	107	(1)	(1)	–	(29)	–	(29)	–	15	–	
060	Non-financial corporations	8,460	6,717	1,731	412	1	409	(87)	(27)	(60)	(53)	–	(53)	(44)	4,668	77	
070	Of which SMEs	3,782	2,913	858	114	–	114	(22)	(5)	(17)	(32)	–	(32)	–	2,692	50	
080	Households	61,370	54,988	6,361	823	101	690	(414)	(124)	(290)	(114)	(4)	(111)	(3)	54,785	606	
090	Debt securities	5,060	5,059	–	–	–	–	–	–	–	–	–	–	–	281	–	
100	Central banks	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
110	General governments	2,208	2,208	–	–	–	–	–	–	–	–	–	–	–	–	–	
120	Credit institutions	2,851	2,851	–	–	–	–	–	–	–	–	–	–	–	281	–	
130	Other financial corporations	1	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
140	Non-financial corporations	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
150	Off-balance-sheet exposures	20,015	18,932	1,083	81	–	79	(4)	(1)	(3)	–	–	–		–	–	
160	Central banks	–	–	–	–	–	–	–	–	–	–	–	–		–	–	–
170	General governments	409	409	–	–	–	–	–	–	–	–	–	–		–	–	–
180	Credit institutions	8	7	1	–	–	–	–	–	–	–	–	–		–	–	–
190	Other financial corporations	–	–	–	25	–	25	–	–	–	–	–	–		–	–	–
200	Non-financial corporations ¹	3,362	2,663	699	19	–	19	(4)	(1)	(3)	–	–	–		–	–	–
210	Households	16,236	15,853	383	37	–	35	–	–	–	–	–	–		–	–	
220	Total	108,581	99,356	9,182	1,423	102	1,285	(506)	(153)	(353)	(196)	(4)	(193)	(47)	59,749	683	

UK CR1: Performing and non-performing exposures and related provisions - 31 Mar 2025

		a	b	c	d	e	f	g	h	i	j	k	l	m	n	o
		Gross carrying amount/nominal amount ¹						Accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions						Accumulated partial write-off	Collateral and financial guarantees received	
		Performing exposures			Non-performing exposures			Performing exposures – accumulated impairment and provisions			Non-performing exposures – accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions				On performing exposures	On non-performing exposures
		Of which stage 1	Of which stage 2		Of which stage 2	Of which stage 3		Of which stage 1	Of which stage 2		Of which stage 2	Of which stage 3				
£m																
005	Cash balances at central banks and other demand deposits	10,215	10,215	–	–	–	–	–	–	–	–	–	–	–	–	–
010	Loans and advances	70,646	62,351	8,247	1,377	103	1,231	(516)	(120)	(396)	(201)	(8)	(194)	(35)	60,009	711
020	Central banks	8	8	–	–	–	–	–	–	–	–	–	–	–	–	–
030	General governments	9	–	–	–	–	–	–	–	–	–	–	–	–	–	–
040	Credit institutions	112	112	–	–	–	–	–	–	–	–	–	–	–	–	–
050	Other financial corporations	176	162	14	112	–	111	(1)	(1)	–	(29)	–	(29)	–	15	–
060	Non-financial corporations	8,495	6,849	1,630	458	1	450	(81)	(31)	(50)	(63)	–	(63)	(33)	4,730	96
070	Of which SMEs	3,906	2,983	908	169	–	164	(23)	(5)	(18)	(37)	–	(37)	–	2,784	79
080	Households	61,846	55,220	6,603	807	102	670	(434)	(88)	(346)	(109)	(8)	(102)	(2)	55,264	615
090	Debt securities	6,197	6,197	–	–	–	–	–	–	–	–	–	–	–	300	–
100	Central banks	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
110	General governments	2,936	2,936	–	–	–	–	–	–	–	–	–	–	–	–	–
120	Credit institutions	3,260	3,260	–	–	–	–	–	–	–	–	–	–	–	300	–
130	Other financial corporations	1	1	–	–	–	–	–	–	–	–	–	–	–	–	–
140	Non-financial corporations	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
150	Off-balance-sheet exposures	19,004	17,970	1,034	80	–	78	(3)	–	(3)	1	–	1		–	–
160	Central banks	–	–	–	–	–	–	–	–	–	–	–	–		–	–
170	General governments	417	416	1	–	–	–	–	–	–	–	–	–		–	–
180	Credit institutions	8	7	1	–	–	–	–	–	–	–	–	–		–	–
190	Other financial corporations	–	–	–	20	–	20	–	–	–	–	–	–		–	–
200	Non-financial corporations	3,485	2,826	659	37	–	37	(3)	–	(3)	1	–	1		–	–
210	Households	15,094	14,721	373	23	–	21	–	–	–	–	–	–		–	–
220	Total	106,062	96,733	9,281	1,457	103	1,309	(519)	(120)	(399)	(200)	(8)	(193)	(35)	60,309	711

(1) The information presented in columns b and c above excludes fair value loans as they are not subject to impairment. It is for this reason that the gross carrying amount total in column a does not always reconcile to the sum of columns b and c.

6.2 UK CR1-A – Maturity of exposures

The maturity of exposures is shown on a contractual basis rather than the actual redemptions experienced by the Group. Undrawn values have been allocated to the contractual maturity of the underlying exposure.

UK CR1-A: Maturity of exposures - 30 Sep 2025

		a	b	c	d	e	f
		Net exposure value					
£m		On demand	<= 1 year	> 1 year <= 5 years	> 5 years	No stated maturity	Total
1	Loans and advances	–	24,715	9,736	56,588	119	91,158
2	Debt securities	–	627	2,070	2,362	1	5,060
3	Total	–	25,342	11,806	58,950	120	96,218

UK CR1-A: Maturity of exposures - 31 Mar 2025

		a	b	c	d	e	f
		Net exposure value					
£m		On demand	<= 1 year	> 1 year <= 5 years	> 5 years	No stated maturity	Total
1	Loans and advances	–	23,665	9,904	57,005	125	90,699
2	Debt securities	–	384	1,758	4,055	1	6,198
3	Total	–	24,049	11,662	61,060	126	96,897

6.3 UK CR2 – Changes in the stock of non-performing loans and advances

Disclosures may be omitted if not regarded as material as per Article 432 of the Disclosure section within the PRA Rulebook. As non-performing loans and advances comprise less than 5% total loans and advances, it is deemed that UK CR2 is not a material disclosure and therefore has not been presented.

6.4 UK CQ1 – Credit quality of forborne exposures

UK CQ1: Credit quality of forborne exposures - 30 Sep 2025

		a	b	c	d	e		f	g	h
		Gross carrying amount/nominal amount of exposures with forbearance measures				Accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions		Collateral received and financial guarantees received on forborne exposures		
		Performing forborne	Non-performing forborne			On performing forborne exposures	On non-performing forborne exposures			Of which collateral and financial guarantees received on non-performing exposures with forbearance measures
			Of which defaulted	Of which impaired						
£m										
010	Loans and advances	529	553	516	508	(16)	(106)		687	311
060	Non-financial corporations	278	145	145	143	(10)	(41)		192	54
070	Households	251	408	371	365	(6)	(65)		495	257
090	Loan commitments given	43	5	5	5	–	–		–	–
100	Total	572	558	521	513	(16)	(106)		687	311

UK CQ1: Credit quality of forborne exposures - 31 Mar 2025

		a	b	c	d	e		f	g	h
		Gross carrying amount/nominal amount of exposures with forbearance measures				Accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions		Collateral received and financial guarantees received on forbore exposures		
		Performing forbore	Non-performing forbore		On performing forbore exposures	On non-performing forbore exposures	Of which collateral and financial guarantees received on non-performing exposures with forbearance measures			
			Of which defaulted	Of which impaired						
£m										
010	Loans and advances	536	593	539	532	(16)	(124)	769	346	
060	Non-financial corporations	281	188	188	185	(10)	(54)	256	78	
070	Households	255	405	351	347	(6)	(70)	513	268	
090	Loan commitments given	34	21	21	20	–	–	–	–	
100	Total	570	614	560	552	(16)	(124)	769	346	

6.5 UK CQ5 – Credit quality of loans and advances to non-financial corporations by industry

UK CQ5: Credit quality of loans and advances to non-financial corporations by industry - 30 Sep 2025

£m		a	b	c	d	e	f
		Gross carrying amount			Of which loans and advances subject to impairment	Accumulated impairment	Accumulated negative changes in fair value due to credit risk on non-performing exposures
			Of which non-performing	Of which defaulted			
010	Agriculture, forestry and fishing	1,245	21	21	1,237	(5)	–
020	Mining and quarrying	67	2	2	67	(1)	–
030	Manufacturing	672	36	36	672	(19)	–
040	Electricity, gas, steam and air conditioning supply	364	7	7	364	(5)	–
050	Water supply	51	8	8	51	(3)	–
060	Construction	357	30	30	357	(4)	–
070	Wholesale and retail trade	687	83	83	686	(28)	–
080	Transport and storage	357	29	29	357	(3)	–
090	Accommodation and food service activities	936	50	50	935	(3)	–
100	Information and communication	317	21	21	317	(12)	–
110	Financial and insurance activities	–	–	–	–	–	–
120	Real estate activities	716	11	11	715	(4)	–
130	Professional, scientific and technical activities	443	34	34	442	(19)	–
140	Administrative and support service activities	949	38	38	949	(19)	–
150	Public administration and defence, compulsory social security	–	–	–	–	–	–
160	Education	55	2	2	55	(1)	–
170	Human health services and social work activities	1,470	29	29	1,469	(13)	–
180	Arts, entertainment and recreation	94	3	3	94	(1)	–
190	Other services	92	8	8	92	–	–
200	Total	8,872	412	412	8,859	(140)	–

UK CQ5: Credit quality of loans and advances to non-financial corporations by industry - 31 Mar 2025

		a	b	c	d	e	f
		Gross carrying amount			Accumulated impairment	Accumulated negative changes in fair value due to credit risk on non-performing exposures	
		Of which non-performing		Of which loans and advances subject to impairment			
		Of which defaulted					
£m							
010	Agriculture, forestry and fishing	1,254	32	32	1,245	(6)	—
020	Mining and quarrying	83	1	1	83	(1)	—
030	Manufacturing	688	34	34	688	(18)	—
040	Electricity, gas, steam and air conditioning supply	341	4	4	341	(3)	—
050	Water supply	50	8	8	50	(4)	—
060	Construction	304	45	45	304	(7)	—
070	Wholesale and retail trade	716	89	89	716	(29)	—
080	Transport and storage	378	33	33	377	(6)	—
090	Accommodation and food service activities	909	57	57	909	(4)	—
100	Information and communication	317	25	25	317	(9)	—
110	Financial and insurance activities	—	—	—	—	—	—
120	Real estate activities	663	11	11	663	(4)	—
130	Professional, scientific and technical activities	423	37	37	423	(19)	—
140	Administrative and support service activities	988	36	36	988	(19)	—
150	Public administration and defence, compulsory social security	—	—	—	—	—	—
160	Education	57	2	2	54	(1)	—
170	Human health services and social work activities	1,563	30	30	1,560	(12)	—
180	Arts, entertainment and recreation	91	4	4	91	(2)	—
190	Other services	128	10	10	128	—	—
200	Total	8,953	458	458	8,937	(144)	—

Annex XVII: Disclosure of the use of credit risk mitigation techniques

7.1 UK CR3 – Disclosure of the use of credit risk mitigation techniques

UK CR3 shows the use of credit risk mitigation techniques, exposure amounts are broken down after, where applicable, on- or off-balance sheet netting. Exposures secured represent the carrying amount of the exposure, irrespective of the level of collateralisation. Exposures unsecured represents the carrying amount of exposures with no security or collateral attached.

UK CR3 – CRM techniques overview: Disclosure of the use of credit risk mitigation techniques - 30 Sep 2025

£m		a	b	c	d	e
		Unsecured carrying amount		Secured carrying amount		
				Of which secured by collateral	Of which secured by financial guarantees	
					Of which secured by credit derivatives	
1	Loans and advances	23,998	60,152	59,850	302	–
2	Debt securities	4,779	281	–	281	–
3	Total	28,777	60,433	59,850	583	–
4	<i>Of which non-performing exposures</i>	462	684	669	15	–
5	<i>Of which defaulted</i>	373	684			

UK CR3 – CRM techniques overview: Disclosure of the use of credit risk mitigation techniques - 31 Mar 2025

£m		a	b	c	d	e
		Unsecured carrying amount		Secured carrying amount		
				Of which secured by collateral	Of which secured by financial guarantees	
					Of which secured by credit derivatives	
1	Loans and advances	20,800	60,721	60,371	350	–
2	Debt securities	5,897	300	–	300	–
3	Total	26,697	61,021	60,371	650	–
4	<i>Of which non-performing exposures</i>	465	712	696	16	–
5	<i>Of which defaulted</i>	374	712			

Lending backed by government guarantees in response to COVID-19 can be seen within the 'Exposures secured by financial guarantees' column above.

Following PRA approval in 2020, the Group moved to recognise asset finance and invoice finance collateral, being other physical collateral and receivables respectively, as being eligible collateral from a credit risk mitigation perspective in relation to the FIRB approach, which is captured within the 'Exposures secured by collateral' column above.

Annex XIX: Disclosure of the use of the standardised approach

8.1 UK CR4 – Standardised approach: Credit risk exposure and CRM effects

The table below shows a breakdown of exposures under the standardised approach pre- and post-application of credit conversion factors (CCF) and CRM. For retail exposures secured by mortgages, the protection effect of mortgage collateral is intrinsically part of the definition of the original exposure class.

UK CR4 – standardised approach – Credit risk exposure and CRM effects - 30 Sep 2025							
		a	b	c	d	e	f
		Exposures before CCF and before CRM		Exposures post CCF and post CRM		RWAs and RWAs density ¹	
£m	Exposure classes	On-balance-sheet exposures	Off-balance-sheet exposures	On-balance-sheet exposures	Off-balance-sheet amount	RWAs	RWAs density (%)
1	Central governments or central banks	16,510	1	17,242	5	497	2.9
2	Regional government or local authorities	90	280	10	57	14	20.9
3	Public sector entities	284	128	3	52	11	20.0
4	Multilateral development banks	1,090	–	1,090	–	–	–
6	Institutions	729	8	729	1	146	20.0
7	Corporates	576	229	441	86	502	95.3
8	Retail	6,134	13,025	6,135	18	4,615	75.0
9	Secured by mortgages on immovable property	278	316	277	159	144	33.0
10	Exposures in default	408	47	177	13	261	137.4
12	Covered bonds	889	–	889	–	89	10.0
15	Equity	1	–	1	–	1	100.0
16	Other items	454	–	454	–	391	86.1
17	TOTAL	27,443	14,034	27,448	391	6,671	24.0

UK CR4 – standardised approach – Credit risk exposure and CRM effects - 31 Mar 2025

£m	Exposure classes	a		b		c		d	e		f
		Exposures before CCF and before CRM		Exposures post CCF and post CRM		Exposures post CCF and post CRM			RWAs and RWAs density ¹		
		On-balance-sheet exposures	Off-balance-sheet exposures	On-balance-sheet exposures	Off-balance-sheet exposures	On-balance-sheet exposures	Off-balance-sheet amount		RWAs	RWAs density (%)	
1	Central governments or central banks	14,191	1	15,004	8	514	3.4				
2	Regional government or local authorities	104	296	10	59	14	20.3				
3	Public sector entities	302	120	3	52	11	20.0				
4	Multilateral development banks	1,257	–	1,257	–	–	0.0				
6	Institutions	983	8	983	1	197	20.0				
7	Corporates	594	228	412	81	465	94.3				
8	Retail	6,068	12,112	6,068	18	4,565	75.0				
9	Secured by mortgages on immovable property	282	313	281	157	141	32.3				
10	Exposures in default	401	39	180	10	256	134.0				
12	Covered bonds	911	–	911	–	91	10.0				
15	Equity	7	–	7	–	7	100.0				
16	Other items	463	–	463	–	404	87.3				
17	TOTAL	25,563	13,117	25,579	386	6,665	25.7				

(1) RWA density calculation has been performed on unrounded figures.

8.2 UK CR5 – Standardised approach

The table below shows a breakdown of exposures post-CCF and post-CRM. Risk weight categories do not reflect where the SME supporting factor has been applied.

Exposures are classed as 'rated' only where an ECAI rating has been used to derive the risk weight, which also now includes where we refer to the rating of the underlying Central Government. Where a rating is unavailable, or where the risk weight has been determined by application of specific CRR provisions, exposures have been classed as unrated.

UK CR5 – standardised approach - 30 Sep 2025																		
£m	Exposure classes	a	b	c	d	e	f	g	h	i	j	k	l	m	n	o	p	q
		Risk weight															Total	Of which unrated
		0%	2%	4%	10%	20%	35%	50%	70%	75%	100%	150%	250%	370%	1250%	Others		
1	Central governments or central banks	17,048	–	–	–	–	–	–	–	–	–	–	199	–	–	–	17,247	–
2	Regional government or local authorities	–	–	–	–	67	–	–	–	–	–	–	–	–	–	–	67	67
3	Public sector entities	–	–	–	–	55	–	–	–	–	–	–	–	–	–	–	55	–
4	Multilateral development banks	1,090	–	–	–	–	–	–	–	–	–	–	–	–	–	–	1,090	1,090
6	Institutions	–	–	–	–	730	–	–	–	–	–	–	–	–	–	–	730	15
7	Corporates	–	–	–	–	–	–	–	–	–	527	–	–	–	–	–	527	527
8	Retail exposures	–	–	–	–	–	–	–	–	6,153	–	–	–	–	–	–	6,153	6,153
9	Exposures secured by mortgages on immovable property	–	–	–	–	–	426	–	–	–	10	–	–	–	–	–	436	436
10	Exposures in default	–	–	–	–	–	–	–	–	–	47	143	–	–	–	–	190	190
12	Covered bonds	–	–	–	889	–	–	–	–	–	–	–	–	–	–	–	889	–
15	Equity exposures	–	–	–	–	–	–	–	–	–	1	–	–	–	–	–	1	1
16	Other items	58	–	–	–	7	–	–	–	–	389	–	–	–	–	–	454	454
17	TOTAL	18,196	–	–	889	859	426	–	–	6,153	974	143	199	–	–	–	27,839	8,933

UK CR5 – standardised approach - 31 Mar 2025

		a	b	c	d	e	f	g	h	i	j	k	l	m	n	o	p	q
		Risk weight															Total	Of which unrated
£m	Exposure classes	0%	2%	4%	10%	20%	35%	50%	70%	75%	100%	150%	250%	370%	1250%	Others		
1	Central governments or central banks	14,807	–	–	–	–	–	–	–	–	–	–	205	–	–	–	15,012	–
2	Regional government or local authorities	–	–	–	–	69	–	–	–	–	–	–	–	–	–	–	69	69
3	Public sector entities	–	–	–	–	55	–	–	–	–	–	–	–	–	–	–	55	–
4	Multilateral development banks	1,257	–	–	–	–	–	–	–	–	–	–	–	–	–	–	1,257	1,257
6	Institutions	–	–	–	–	984	–	–	–	–	–	–	–	–	–	–	984	18
7	Corporates	–	–	–	–	–	–	–	–	–	493	–	–	–	–	–	493	493
8	Retail exposures	–	–	–	–	–	–	–	–	6,086	–	–	–	–	–	–	6,086	6,086
9	Exposures secured by mortgages on immovable property	–	–	–	–	–	431	–	–	–	7	–	–	–	–	–	438	438
10	Exposures in default	–	–	–	–	–	–	–	–	–	57	133	–	–	–	–	190	190
12	Covered bonds	–	–	–	911	–	–	–	–	–	–	–	–	–	–	–	911	–
15	Equity exposures	–	–	–	–	–	–	–	–	–	7	–	–	–	–	–	7	7
16	Other items	57	–	–	–	2	–	–	–	–	404	–	–	–	–	–	463	463
17	TOTAL	16,121	–	–	911	1,110	431	–	–	6,086	968	133	205	–	–	–	25,965	9,021

Annex XXI: Disclosure of the use of the IRB approach to credit risk

9.1 UK CR6 – IRB approach – Credit risk exposures by exposure class and PD range

The Group operates with two sets of IRB models for Retail Mortgages reflecting the portfolios and their heritage from the merger of CYB Group with the Virgin Money Group by way of the acquisition of Virgin Money Holdings (UK) PLC by the Company. The models have differing modelling methodologies and the associated portfolios have different risk profiles. Combining these into a single table does not provide a valid representation of risk, therefore the position of each heritage portfolio as at 30 September 2025 is presented separately below.

9.1.1 Clydesdale Bank PLC Retail Mortgages – (AIRB) Retail Secured by Immovable Property non-SME⁽¹⁾

UK CR6 – IRB approach – Credit risk exposures by exposure class and PD range - A-IRB - Secured by Immovable property Non-SME - 30 Sep 2025													
a	b	c	d	e	f	g	h	i	j	k	l	m	
A-IRB													
£m	PD range	On-balance sheet exposures	Off-balance-sheet exposures pre-CCF	Exposure weighted average CCF (%)	Exposure post CCF and post CRM	Exposure weighted average PD (%)	Number of obligors	Exposure weighted average LGD (%)	Exposure weighted average maturity (years)	Risk weighted exposure amount after supporting factors	Density of risk weighted exposure amount (%) ⁽²⁾	Expected loss amount	Value adjustments and provisions
Exposure Class - Secured by Immovable Property Non-SME													
	0.00 to <0.15	741	362	102.4	1,130	0.1	13,791	13.0	–	78	6.9	–	–
	0.00 to <0.10	89	64	101.8	155	0.1	542	12.9	–	7	4.3	–	–
	0.10 to <0.15	652	298	102.5	975	0.1	13,249	13.0	–	71	7.3	–	–
	0.15 to <0.25	3,085	200	102.3	3,364	0.2	21,050	11.4	–	308	9.1	1	–
	0.25 to <0.50	8,753	200	102.4	9,172	0.3	35,856	14.4	–	1,581	17.2	9	(3)
	0.50 to <0.75	825	10	102.5	855	0.6	3,212	16.0	–	255	29.8	2	(2)
	0.75 to <2.50	1,805	42	102.4	1,891	1.3	8,376	13.5	–	768	40.6	6	(5)
	0.75 to <1.75	1,218	19	102.6	1,268	1.0	5,299	14.1	–	462	36.5	3	(2)
	1.75 to <2.5	587	23	102.3	623	2.0	3,077	12.3	–	306	49.1	3	(3)
	2.50 to <10.00	685	9	102.6	712	4.5	3,506	13.3	–	601	84.4	9	(6)
	2.5 to <5	497	6	102.7	516	3.6	2,593	12.7	–	373	72.3	5	(3)
	5 to <10	188	3	102.4	196	6.7	913	14.8	–	228	116.3	4	(3)
	10.00 to <100.00	223	4	102.4	232	38.7	1,218	13.2	–	303	130.4	23	(7)
	10 to <20	54	2	102.6	57	13.4	292	13.0	–	77	136.2	2	(1)
	20 to <30	59	1	102.4	61	23.4	372	12.5	–	91	149.1	3	(1)
	30.00 to <100.00	110	1	102.1	114	59.4	554	13.7	–	135	117.6	18	(5)
	100.00 (Default)	334	10	100.0	344	100.0	1,736	20.7	–	554	161.1	30	(21)
Subtotal (exposure class)		16,451	837	102.4	17,700	3.0	88,745	13.8	–	4,448	25.1	80	(44)

(1) Clydesdale Bank PLC retail mortgages excluding the portfolio of heritage Virgin Money mortgages transferred on completion of the Financial Services and Markets Act 2000 (FSMA) Part VII transfer in October 2019.

(2) RWA density calculation has been performed on unrounded figures.

UK CR6 – IRB approach – Credit risk exposures by exposure class and PD range - A-IRB - Secured by Immovable property Non-SME - 31 Mar 2025

a		b	c	d	e	f	g	h	i	j	k	l	m
A-IRB													
£m	PD range	On-balance sheet exposures	Off-balance-sheet exposures pre-CCF	Exposure weighted average CCF (%)	Exposure post CCF and post CRM	Exposure weighted average PD (%)	Number of obligors	Exposure weighted average LGD (%)	Exposure weighted average maturity (years)	Risk weighted exposure amount after supporting factors	Density of risk weighted exposure amount (%) ⁽²⁾	Expected loss amount	Value adjustments and provisions
Exposure Class - Secured by Immovable property Non-SME													
	0.00 to <0.15	155	296	102.6	462	0.1	2,901	14.0	–	20	4.3	–	–
	0.00 to <0.10	54	176	102.8	236	0.1	1,994	12.2	–	9	3.8	–	–
	0.10 to <0.15	101	120	102.4	226	0.1	907	15.8	–	11	4.9	–	–
	0.15 to <0.25	3,475	217	102.5	3,783	0.2	31,248	11.2	–	237	6.3	1	–
	0.25 to <0.50	8,832	198	102.4	9,250	0.4	36,326	14.2	–	1,135	12.3	5	(3)
	0.50 to <0.75	1,035	22	102.5	1,083	0.6	4,662	15.6	–	216	19.9	1	(1)
	0.75 to <2.50	2,510	88	102.2	2,661	1.3	11,310	14.7	–	781	29.4	6	(5)
	0.75 to <1.75	1,785	67	102.2	1,898	1.0	7,487	15.6	–	513	27.1	3	(2)
	1.75 to <2.5	725	21	102.2	763	2.1	3,823	12.5	–	268	35.1	3	(3)
	2.50 to <10.00	856	12	102.7	890	5.0	4,432	13.2	–	535	60.1	7	(7)
	2.5 to <5	512	9	102.8	534	3.7	2,812	12.6	–	266	49.9	3	(3)
	5 to <10	344	3	102.4	356	6.8	1,620	13.9	–	269	75.5	4	(4)
	10.00 to <100.00	283	5	102.5	294	37.7	1,497	13.0	–	261	88.6	17	(8)
	10 to <20	59	1	102.7	62	13.4	280	12.5	–	55	89.3	1	(1)
	20 to <30	99	2	102.6	103	23.4	596	12.9	–	109	105.6	4	(2)
	30.00 to <100.00	125	2	102.3	129	60.6	621	13.2	–	97	74.8	12	(5)
	100.00 (Default)	346	11	100.0	357	100.0	1,868	20.9	–	487	136.4	28	(22)
Subtotal (exposure class)		17,492	849	102.4	18,780	3.2	94,244	13.8	–	3,672	19.6	65	(46)

(1) Clydesdale Bank PLC retail mortgages excluding the portfolio of heritage Virgin Money mortgages transferred on completion of the Financial Services and Markets Act 2000 (FSMA) Part VII transfer in October 2019.

(2) RWA density calculation has been performed on unrounded figures.

9.1.2 Virgin Money Retail Mortgages – (AIRB) Retail Secured by Immovable Property non-SME⁽¹⁾

UK CR6 – IRB approach – Credit risk exposures by exposure class and PD range - A-IRB - Secured by Immovable property Non-SME - 30 Sep 2025

a	b	c	d	e	f	g	h	i	j	k	l	m	
A-IRB													
£m	PD range	On-balance sheet exposures	Off-balance- sheet exposures pre-CCF	Exposure weighted average CCF (%)	Exposure post CCF and post CRM	Exposure weighted average PD (%)	Number of obligors	Exposure weighted average LGD (%)	Exposure weighted average maturity (years)	Risk weighted exposure amount after supporting factors	Density of risk weighted exposure amount (%) ⁽²⁾	Expected loss amount	Value adjust- ments and provisions
Exposure Class - Secured by Immovable Property Non-SME													
	0.00 to <0.15	8,322	284	102.9	8,768	0.1	51,845	11.2	–	568	6.5	2	(1)
	0.00 to <0.10	128	122	103.0	256	0.1	1,136	18.5	–	12	4.8	–	–
	0.10 to <0.15	8,194	162	102.9	8,512	0.1	50,709	11.0	–	556	6.5	2	(1)
	0.15 to <0.25	2,416	270	103.0	2,743	0.2	17,188	25.3	–	290	10.5	1	(1)
	0.25 to <0.50	16,801	745	102.9	17,853	0.3	90,578	12.5	–	2,401	13.5	8	(2)
	0.50 to <0.75	6,412	131	102.7	6,679	0.7	41,115	15.7	–	1,347	20.2	6	(2)
	0.75 to <2.50	2,846	424	102.7	3,338	1.5	24,015	16.8	–	1,479	44.3	9	(3)
	0.75 to <1.75	2,049	175	102.5	2,269	1.2	18,101	15.9	–	961	42.4	5	(2)
	1.75 to <2.5	797	249	102.8	1,069	2.2	5,914	18.7	–	518	48.5	4	(1)
	2.50 to <10.00	956	81	102.1	1,058	4.8	7,264	15.4	–	849	80.3	8	(5)
	2.5 to <5	577	33	101.9	622	3.4	4,074	15.1	–	364	58.5	3	(2)
	5 to <10	379	48	102.2	436	6.8	3,190	15.7	–	485	111.3	5	(3)
	10.00 to <100.00	799	33	102.2	849	31.9	5,867	11.8	–	838	98.7	33	(12)
	10 to <20	311	27	102.6	345	13.3	2,218	12.2	–	328	94.9	6	(3)
	20 to <30	169	3	100.2	175	22.3	1,468	13.1	–	255	146.2	6	(3)
	30.00 to <100.00	319	3	100.5	329	56.6	2,181	10.8	–	255	77.5	21	(6)
	100.00 (Default)	100	1	100.0	100	100.0	596	10.5	–	271	269.6	14	(2)
Subtotal (exposure class)		38,652	1,969	102.8	41,388	1.4	238,468	14.0	–	8,043	19.4	81	(28)

UK CR6 – IRB approach – Credit risk exposures by exposure class and PD range - A-IRB - Secured by Immovable property Non-SME - 31 Mar 2025

a		b	c	d	e	f	g	h	i	j	k	l	m
A-IRB													
£m	PD range	On-balance sheet exposures	Off-balance-sheet exposures pre-CCF	Exposure weighted average CCF (%)	Exposure post CCF and post CRM	Exposure weighted average PD (%)	Number of obligors	Exposure weighted average LGD (%)	Exposure weighted average maturity (years)	Risk weighted exposure amount after supporting factors	Density of risk weighted exposure amount (%) ⁽²⁾	Expected loss amount	Value adjustments and provisions
Exposure Class - Secured by Immovable property Non-SME													
	0.00 to <0.15	3,084	111	102.9	3,250	0.1	19,988	11.0	–	129	4.0	–	–
	0.00 to <0.10	–	–	–	–	–	–	–	–	–	–	–	–
	0.10 to <0.15	3,084	111	102.9	3,250	0.1	19,988	11.0	–	129	4.0	–	–
	0.15 to <0.25	6,265	200	103.0	6,589	0.2	39,429	12.3	–	314	4.8	2	(1)
	0.25 to <0.50	17,870	405	102.8	18,576	0.3	99,103	12.5	–	1,734	9.3	7	(1)
	0.50 to <0.75	6,289	513	102.9	6,942	0.7	42,409	16.3	–	1,318	19.0	6	(1)
	0.75 to <2.50	2,856	432	102.6	3,356	1.4	23,703	16.2	–	1,005	30.0	6	(2)
	0.75 to <1.75	1,999	171	102.4	2,213	1.1	17,733	15.2	–	536	24.2	3	(1)
	1.75 to <2.5	857	261	102.8	1,143	2.0	5,970	18.0	–	469	41.1	3	(1)
	2.50 to <10.00	830	65	101.9	913	4.3	6,849	14.4	–	454	49.7	4	(2)
	2.5 to <5	581	52	102.2	647	3.4	4,762	15.8	–	325	50.2	3	(1)
	5 to <10	249	13	100.4	266	6.8	2,087	11.0	–	129	48.4	1	(1)
	10.00 to <100.00	775	13	100.4	804	32.9	5,817	10.7	–	506	62.9	22	(6)
	10 to <20	363	6	100.4	378	14.6	2,902	10.5	–	247	65.3	5	(2)
	20 to <30	95	2	100.3	98	23.8	770	12.4	–	84	85.3	2	(1)
	30.00 to <100.00	317	5	100.5	328	56.7	2,145	10.5	–	175	53.4	15	(3)
	100.00 (Default)	103	1	100.0	104	100.0	646	10.5	–	212	204.4	13	(2)
	Subtotal (exposure class)	38,072	1,740	102.8	40,534	1.4	237,944	13.3	–	5,672	14.0	60	(15)

(1) Retail mortgages written under the Virgin Money brand which were previously held in Virgin Money PLC (now re-registered as Virgin Money Limited) prior to completion of the FSMA Part VII transfer in October 2019.

(2) RWA density calculation has been performed on unrounded figures.

9.1.3 Clydesdale Bank PLC Business Lending – (FIRB) Corporates: SME

UK CR6 – IRB approach – Credit risk exposures by exposure class and PD range - F-IRB - Corporates SME - 30 Sep 2025

a	b	c	d	e	f	g	h	i	j	k	l	m	
F-IRB													
£m	PD range	On-balance sheet exposures	Off-balance- sheet exposures pre-CCF	Exposure weighted average CCF (%)	Exposure post CCF and post CRM	Exposure weighted average PD (%)	Number of obligors	Exposure weighted average LGD (%)	Exposure weighted average maturity (years)	Risk weighted exposure amount after supporting factors	Density of risk weighted exposure amount (%) ⁽¹⁾	Expected loss amount	Value adjust- ments and provisions
Exposure Class - Corporates SME													
	0.00 to <0.15	25	35	61.5	46	0.1	115	41.9	2	8	17.1	–	–
	0.00 to <0.10	15	12	58.2	21	0.1	24	42.7	2	4	16.9	–	–
	0.10 to <0.15	10	23	63.3	25	0.1	91	41.2	2	4	17.4	–	–
	0.15 to <0.25	222	158	63.6	318	0.2	571	39.1	2	74	23.5	1	–
	0.25 to <0.50	616	313	65.5	810	0.4	1,355	38.8	2	294	36.3	1	–
	0.50 to <0.75	305	209	69.7	445	0.6	466	39.2	2	204	45.7	1	(2)
	0.75 to <2.50	2,053	572	59.4	2,357	1.5	3,467	38.7	2	1,502	63.7	15	(17)
	0.75 to <1.75	1,155	373	62.4	1,368	1.1	2,496	38.6	3	799	58.4	6	(2)
	1.75 to <2.5	898	199	53.8	989	2.0	971	38.7	2	703	71.0	9	(15)
	2.50 to <10.00	497	136	63.3	574	4.6	770	39.4	2	478	83.3	11	(11)
	2.5 to <5	321	93	63.3	374	3.6	394	39.2	2	288	77.0	5	(5)
	5 to <10	176	43	63.3	200	6.6	376	39.6	2	190	95.1	6	(6)
	10.00 to <100.00	88	8	69.4	92	19.3	101	40.2	1	139	150.8	8	(8)
	10 to <20	35	4	71.0	37	13.4	47	43.5	1	58	154.1	2	(7)
	20 to <30	53	4	67.8	55	23.4	54	38.0	1	81	148.5	6	(1)
	30.00 to <100.00	–	–	–	–	–	–	–	–	–	–	–	–
	100.00 (Default)	107	6	72.7	110	100.0	82	40.5	2	–	–	45	(34)
Subtotal (exposure class)		3,913	1,437	62.7	4,752	4.1	6,927	39.0	2	2,699	56.8	82	(72)

UK CR6 – IRB approach – Credit risk exposures by exposure class and PD range - F-IRB - Corporates SME - 31 Mar 2025

a		b	c	d	e	f	g	h	i	j	k	l	m
F-IRB													
£m	PD range	On-balance sheet exposures	Off-balance- sheet exposures pre-CCF	Exposure weighted average CCF (%)	Exposure post CCF and post CRM	Exposure weighted average PD (%)	Number of obligors	Exposure weighted average LGD (%)	Exposure weighted average maturity (years)	Risk weighted exposure amount after supporting factors	Density of risk weighted exposure amount (%) ⁽¹⁾	Expected loss amount	Value adjust- ments and provisions
Exposure Class - Corporates SME													
	0.00 to <0.15	30	37	67.0	54	0.1	135	41.8	2	10	17.7	–	–
	0.00 to <0.10	17	9	66.6	23	0.1	33	42.5	2	4	17.8	–	–
	0.10 to <0.15	13	28	67.1	31	0.1	102	41.4	2	6	17.6	–	–
	0.15 to <0.25	220	150	63.2	309	0.2	592	39.0	2	74	23.9	–	–
	0.25 to <0.50	658	330	65.0	856	0.4	1,410	39.5	2	318	37.1	2	–
	0.50 to <0.75	231	102	68.8	294	0.6	434	38.7	3	138	47.0	1	–
	0.75 to <2.50	2,207	685	63.9	2,590	1.5	3,657	38.5	2	1,633	63.1	16	(14)
	0.75 to <1.75	1,185	503	65.7	1,486	1.1	2,604	38.7	2	850	57.2	7	(4)
	1.75 to <2.5	1,022	182	58.9	1,104	2.0	1,053	38.3	2	783	70.9	9	(10)
	2.50 to <10.00	494	148	63.3	575	4.7	791	39.6	2	489	84.9	12	(12)
	2.5 to <5	304	100	62.4	358	3.5	414	39.5	2	279	77.9	6	(5)
	5 to <10	190	48	65.2	217	6.7	377	39.7	2	210	96.5	6	(7)
	10.00 to <100.00	63	11	65.9	68	19.9	96	39.2	1	97	142.4	6	(6)
	10 to <20	21	6	64.8	24	13.4	46	40.1	1	33	135.7	1	(2)
	20 to <30	42	5	67.1	44	23.4	50	38.7	1	64	146.0	5	(4)
	30.00 to <100.00	–	–	–	–	–	–	–	–	–	–	–	–
	100.00 (Default)	155	16	73.9	164	100.0	106	42.1	2	–	–	68	(36)
Subtotal (exposure class)		4,058	1,479	64.7	4,910	5.00	7,221	39.0	2	2,759	56.2	105	(68)

(1) RWA density calculation has been performed on unrounded figures.

9.1.4 Clydesdale Bank PLC - Other – (FIRB) Corporates: Other

UK CR6 – IRB approach – Credit risk exposures by exposure class and PD range - F-IRB - Corporates Other - 30 Sep 2025

a	b	c	d	e	f	g	h	i	j	k	l	m	
F-IRB													
£m	PD range	On-balance sheet exposures	Off-balance- sheet exposures pre-CCF	Exposure weighted average CCF (%)	Exposure post CCF and post CRM	Exposure weighted average PD (%)	Number of obligors	Exposure weighted average LGD (%)	Exposure weighted average maturity (years)	Risk weighted exposure amount after supporting factors	Density of risk weighted exposure amount (%) ⁽¹⁾	Expected loss amount	Value adjust- ments and provisions
Exposure Class - Corporates Other													
	0.00 to <0.15	14	80	65.0	66	0.1	22	41.9	3	21	31.7	–	–
	0.00 to <0.10	8	53	74.6	48	0.1	13	41.0	3	16	34.0	–	–
	0.10 to <0.15	6	27	46.2	18	0.1	9	44.4	1	5	25.7	–	–
	0.15 to <0.25	11	79	64.9	61	0.2	39	43.0	1	19	31.5	1	–
	0.25 to <0.50	410	221	57.8	535	0.4	83	43.2	2	308	57.5	1	–
	0.50 to <0.75	126	19	34.2	132	0.6	22	39.2	2	82	62.2	–	–
	0.75 to <2.50	2,529	952	61.0	3,095	1.7	466	41.2	3	3,274	105.8	22	(26)
	0.75 to <1.75	751	392	60.0	982	1.1	214	41.7	2	869	88.5	5	(4)
	1.75 to <2.5	1,778	560	61.7	2,113	2.0	252	41.1	3	2,405	113.8	17	(22)
	2.50 to <10.00	765	230	66.2	913	3.9	177	43.4	2	1,241	135.9	15	(18)
	2.5 to <5	675	184	64.6	790	3.4	144	43.3	2	1,040	131.5	11	(12)
	5 to <10	90	46	72.5	123	6.6	33	44.3	2	201	163.8	4	(6)
	10.00 to <100.00	34	20	53.9	45	16.4	65	43.3	2	97	217.9	3	(6)
	10 to <20	24	9	74.0	31	13.4	11	43.5	2	65	209.2	2	(5)
	20 to <30	10	10	35.5	13	23.4	54	42.7	2	32	238.0	1	(1)
	30.00 to <100.00	–	1	–	1	–	–	–	–	–	–	–	–
	100.00 (Default)	84	13	72.2	93	100.0	91	42.1	2	–	–	38	(28)
Subtotal (exposure class)		3,973	1,614	61.1	4,940	3.9	965	41.9	2	5,042	102.1	80	(78)

UK CR6 – IRB approach – Credit risk exposures by exposure class and PD range - F-IRB - Corporates Other - 31 Mar 2025

a		b	c	d	e	f	g	h	i	j	k	l	m
F-IRB										Risk			
£m	PD range	On-balance sheet exposures	Off-balance- sheet exposures pre-CCF	Exposure weighted average CCF (%)	Exposure post CCF and post CRM	Exposure weighted average PD (%)	Number of obligors	Exposure weighted average LGD (%)	Exposure weighted average maturity (years)	weighted exposure amount after supporting factors	Density of risk weighted exposure amount (%) ⁽¹⁾	Expected loss amount	Value adjust- ments and provisions
Exposure Class - Corporates Other													
	0.00 to <0.15	37	81	69.0	93	0.1	25	37.9	3	28	29.8	–	–
	0.00 to <0.10	14	55	74.7	56	0.1	14	34.1	3	17	30.4	–	–
	0.10 to <0.15	23	26	56.7	37	0.1	11	43.7	2	11	28.9	–	–
	0.15 to <0.25	57	93	69.0	121	0.2	39	43.4	1	43	35.1	–	–
	0.25 to <0.50	491	293	48.2	629	0.4	106	42.2	2	342	54.4	1	(1)
	0.50 to <0.75	57	26	57.1	72	0.6	18	41.6	3	56	78.6	–	–
	0.75 to <2.50	2,633	898	63.7	3,194	1.7	460	40.8	3	3,327	104.2	22	(24)
	0.75 to <1.75	1,048	438	62.8	1,318	1.1	218	40.9	2	1,153	87.4	6	(4)
	1.75 to <2.5	1,585	460	64.6	1,876	2.0	242	40.6	3	2,174	115.9	16	(20)
	2.50 to <10.00	636	232	69.1	794	3.7	158	43.3	2	1,081	136.2	13	(20)
	2.5 to <5	576	208	69.4	718	3.4	128	43.3	2	966	134.5	11	(15)
	5 to <10	60	24	67.0	76	6.6	30	42.9	1	115	152.6	2	(5)
	10.00 to <100.00	31	10	72.0	38	21.0	80	42.8	2	89	232.0	3	(6)
	10 to <20	9	–	–	9	13.4	2	45.0	3	22	236.4	1	(2)
	20 to <30	22	10	72.0	29	23.4	78	42.2	1	67	230.7	2	(4)
	30.00 to <100.00	–	–	–	–	–	–	–	–	–	–	–	–
	100.00 (Default)	62	17	71.9	74	100.0	88	41.8	2	–	–	31	(28)
Subtotal (exposure class)		4,004	1,650	63.0	5,015	3.3	974	41.4	2	4,966	99.0	70	(79)

(1) RWA density calculation has been performed on unrounded figures.

9.2 UK CR7-A – IRB approach: Disclosure of the extent of the use of CRM techniques – AIRB

UK CR7-A – IRB approach – Disclosure of the extent of the use of CRM techniques - A-IRB - 30 Sep 2025

		a	b	c	d	e	f	g	h	i	j	k	l	m	n
A-IRB		Total exposures	Credit risk Mitigation techniques											Credit risk Mitigation methods in the calculation of RWEAs	
			Funded credit Protection (FCP)									Unfunded credit Protection (UFCP)		RWEA post all CRM assigned to the obligor exposure class	RWEA with substitution effects
			Part of exposures covered by Financial Collaterals (%)	Part of exposures covered by Other eligible collaterals (%)	Part of exposures covered by Immovable property Collaterals (%)	Part of exposures covered by Receivables (%)	Part of exposures covered by Other physical collateral (%)	Part of exposures covered by Other funded credit protection (%)	Part of exposures covered by Cash on deposit (%)	Part of exposures covered by Life insurance policies (%)	Part of exposures covered by Instruments held by a third party (%)	Part of exposures covered by Guarantees (%)	Part of exposures covered by Credit Derivatives (%)		
£m															
4	Retail	59,088	–	99.9	99.9	–	–	–	–	–	–	–	–	12,491	12,491
4.2	Of which Retail – Immovable property non-SMEs	59,088	–	99.9	99.9	–	–	–	–	–	–	–	–	12,491	12,491
5	Total	59,088	–	99.9	99.9	–	–	–	–	–	–	–	–	12,491	12,491

UK CR7-A – IRB approach – Disclosure of the extent of the use of CRM techniques - A-IRB - 31 Mar 2025

		a	b	c	d	e	f	g	h	i	j	k	l	m	n
A-IRB		Total exposures	Credit risk Mitigation techniques											Credit risk Mitigation methods in the calculation of RWEAs	
			Funded credit Protection (FCP)									Unfunded credit Protection (UFCP)		RWEA post all CRM assigned to the obligor exposure class	RWEA with substitution effects
			Part of exposures covered by Financial Collaterals (%)	Part of exposures covered by Other eligible collaterals (%)	Part of exposures covered by Immovable property Collaterals (%)	Part of exposures covered by Receivables (%)	Part of exposures covered by Other physical collateral (%)	Part of exposures covered by Other funded credit protection (%)	Part of exposures covered by Cash on deposit (%)	Part of exposures covered by Life insurance policies (%)	Part of exposures covered by Instruments held by a third party (%)	Part of exposures covered by Guarantees (%)	Part of exposures covered by Credit Derivatives (%)		
£m															
4	Retail	59,314	–	99.9	99.9	–	–	–	–	–	–	–	–	9,344	9,344
	Of which Retail –														
4.2	Immovable property non-SMEs	59,314	–	99.9	99.9	–	–	–	–	–	–	–	–	9,344	9,344
5	Total	59,314	–	99.9	99.9	–	–	–	–	–	–	–	–	9,344	9,344

9.3 UK CR7-A – IRB approach: Disclosure of the extent of the use of CRM techniques – FIRB

UK CR7-A – IRB approach – Disclosure of the extent of the use of CRM techniques - F-IRB - 30 Sep 2025

F-IRB		Total exposures	Credit risk Mitigation techniques											Credit risk Mitigation methods in the calculation of RWEAs	
			Funded credit Protection (FCP)									Unfunded credit Protection (UFCP)		RWEA post all CRM assigned to the obligor exposure class	RWEA with substitution effects
			Part of exposures covered by Financial Collaterals (%)	Part of exposures covered by Other eligible collaterals (%)				Part of exposures covered by Other funded credit protection (%)				Part of exposures covered by Guarantees (%)	Part of exposures covered by Credit Derivatives (%)		
					Part of exposures covered by Immovable property Collaterals (%)	Part of exposures covered by Receivables (%)	Part of exposures covered by Other physical collateral (%)		Part of exposures covered by Cash on deposit (%)	Part of exposures covered by Life insurance policies (%)	Part of exposures covered by Instruments held by a third party (%)				
£m															
3	Corporates	9,692	0.6	46.8	37.0	2.7	7.1	–	–	–	–	–	–	7,741	7,741
3.1	Of which Corporates – SMEs	4,752	0.9	61.8	52.5	3.7	5.6	–	–	–	–	–	–	2,699	2,699
3.3	Of which Corporates – Other	4,940	0.4	32.4	22.3	1.7	8.4	–	–	–	–	–	–	5,042	5,042
5	Total	9,692	0.6	46.8	37.0	2.7	7.1	–	–	–	–	–	–	7,741	7,741

UK CR7-A – IRB approach – Disclosure of the extent of the use of CRM techniques - F-IRB - 31 Mar 2025

F-IRB		Total exposures	Credit risk Mitigation techniques										Credit risk Mitigation methods in the calculation of RWEAs		
			Funded credit Protection (FCP)								Unfunded credit Protection (UFCP)		RWEA post all CRM assigned to the obligor exposure class	RWEA with substitution effects	
			Part of exposures covered by Financial Collaterals (%)	Part of exposures covered by Other eligible collaterals (%)	Part of exposures covered by Immovable property Collaterals (%)	Part of exposures covered by Receivables (%)	Part of exposures covered by Other physical collateral (%)	Part of exposures covered by Other funded credit protection (%)	Part of exposures covered by Cash on deposit (%)	Part of exposures covered by Life insurance policies (%)	Part of exposures covered by Instruments held by a third party (%)	Part of exposures covered by Guarantees (%)			Part of exposures covered by Credit Derivatives (%)
£m															
3	Corporates	9,925	0.7	48.3	38.4	2.7	7.2	–	–	–	–	–	–	7,725	7,725
3.1	Of which Corporates – SMEs	4,910	0.7	62.1	52.7	3.9	5.5	–	–	–	–	–	–	2,759	2,759
3.3	Of which Corporates – Other	5,015	0.7	34.9	24.4	1.6	8.9	–	–	–	–	–	–	4,966	4,966
5	Total	9,925	0.7	48.3	38.4	2.7	7.2	–	–	–	–	–	–	7,725	7,725

9.4 UK CR8 – RWA flow statements of credit risk exposures under the IRB approach

The table below summarises movements of RWAs for credit risk exposures under the IRB approach.

UK CR8 – RWEA flow statements of credit risk exposures under the IRB approach		a
£m		Risk weighted exposure amount
1	Risk weighted exposure amount at 1 July 2025	18,077
2	Asset size (+/-)	(178)
3	Asset quality (+/-)	154
4	Model updates ⁽¹⁾ (+/-)	2,852
5	Methodology and policy (+/-)	–
6	Acquisitions and disposals (+/-)	–
7	Foreign exchange movements (+/-)	–
8	Other (+/-)	–
9	Risk weighted exposure amount at 30 September 2025	20,905

(1) Model updates include the mortgage quarterly PD calibrations.

RWAs increased £2.8bn to £20.9bn, primarily due to the impact of the temporary adjustment applied to Virgin Money's Internal Ratings Based (IRB) mortgage models, following recent regulatory feedback as part of the approval process as referenced earlier. This is netted off against the impact from the quarterly PD re-calibrations, shown in model updates. Increased lending to higher LTV brackets within the Mortgage portfolio are captured within asset quality, whilst reduced lending within both Mortgages and the Business portfolio are captured across both asset size and asset quality.

Annex XXIII: Disclosure of specialised lending

10.1 UK CR10.2 – Specialised lending and equity exposures under the simple risk-weighted approach – Specialised lending: Income-producing real estate and high volatility commercial real estate (Slotting approach)

UK CR10 – Specialised lending and equity exposures under the simple risk weighted approach - Specialist lending: IPRE - 30 Sep 2025							
Template UK CR10.2							
£m							
Specialised lending : Income-producing real estate and high volatility commercial real estate (Slotting approach)							
Regulatory categories	Remaining maturity	a On-balance sheet exposure	b Off-balance sheet exposure	c Risk weight	d Exposure value	e Risk weighted exposure amount	f Expected loss amount
Category 1	Less than 2.5 years	1	–	50%	1	–	–
	Equal to or more than 2.5 years	–	–	70%	–	–	–
Category 2	Less than 2.5 years	345	78	70%	403	280	1
	Equal to or more than 2.5 years	395	41	90%	426	362	4
Category 3	Less than 2.5 years	19	–	115%	19	18	1
	Equal to or more than 2.5 years	12	–	115%	12	11	–
Category 4	Less than 2.5 years	1	–	250%	1	1	–
	Equal to or more than 2.5 years	1	–	250%	1	1	–
Category 5	Less than 2.5 years	–	–	-	–	–	–
	Equal to or more than 2.5 years	1	–	-	–	–	–
Total	Less than 2.5 years	366	78		424	299	2
	Equal to or more than 2.5 years	409	41		439	374	4

UK CR10 – Specialised lending and equity exposures under the simple risk weighted approach - Specialist lending: IPRE - 31 Mar 2025							
Template UK CR10.2		a	b	c	d	e	f
£m		Specialised lending : Income-producing real estate and high volatility commercial real estate (Slotting approach)					
Regulatory categories	Remaining maturity	On-balance sheet exposure	Off-balance sheet exposure	Risk weight	Exposure value	Risk weighted exposure amount	Expected loss amount
Category 1	Less than 2.5 years	–	1	50%	1	–	–
	Equal to or more than 2.5 years	1	11	70%	10	7	–
Category 2	Less than 2.5 years	346	94	70%	416	284	2
	Equal to or more than 2.5 years	293	76	90%	350	294	3
Category 3	Less than 2.5 years	18	1	115%	19	18	1
	Equal to or more than 2.5 years	12	–	115%	12	11	–
Category 4	Less than 2.5 years	1	–	250%	1	1	–
	Equal to or more than 2.5 years	1	–	250%	1	3	–
Category 5	Less than 2.5 years	8	–	–	8	–	4
	Equal to or more than 2.5 years	1	–	–	1	–	–
Total	Less than 2.5 years	373	96		445	303	7
	Equal to or more than 2.5 years	308	87		374	315	3

Annex XXV: Disclosure of exposures to counterparty credit risk

11.1 UK CCR1 – Analysis of CCR exposure by approach

UK CCR1 – Analysis of CCR exposure by approach - 30 Sep 2025

	a	b	c	d	e	f	g	h
	Replacement cost (RC)	Potential future exposure (PFE)	EEPE	Alpha used for computing regulatory exposure value	Exposure value pre- CRM	Exposure value post- CRM	Exposure value	RWEA
£m								
UK1 Original Exposure Method (for derivatives)	–	–		–	–	–	–	–
UK2 Simplified SA-CCR (for derivatives)	–	–		–	–	–	–	–
1 SA-CCR (for derivatives)	99	58		1.4	217	220	220	106
2 IMM (for derivatives and SFTs)	–	–	–	–	–	–	–	–
4 Financial collateral comprehensive method (for SFTs)					2,927	963	963	3
5 VaR for SFTs					–	–	–	–
6 Total	99	58			3,144	1,183	1,183	109

UK CCR1 – Analysis of CCR exposure by approach - 31 Mar 2025

	a	b	c	d	e	f	g	h
	Replacement cost (RC)	Potential future exposure (PFE)	EEPE	Alpha used for computing regulatory exposure value	Exposure value pre-CRM	Exposure value post- CRM	Exposure value	RWEA
£m								
UK1 Original Exposure Method (for derivatives)	–	–		–	–	–	–	–
UK2 Simplified SA-CCR (for derivatives)	–	–		–	–	–	–	–
1 SA-CCR (for derivatives)	96	75		1.4	229	240	240	104
2 IMM (for derivatives and SFTs)	–	–	–	–	–	–	–	–
4 Financial collateral comprehensive method (for SFTs)					2,154	737	737	3
5 VaR for SFTs					–	–	–	–
6 Total					2,383	977	977	107

11.2 UK CCR2 – Transactions subject to own funds requirements for CVA risk

UK CCR2 – Transactions subject to own funds requirements for CVA risk

£m		a		b	
		30 September 2025		31 March 2025	
		Exposure value	RWEA	Exposure value	RWEA
1	Total transactions subject to the Advanced method	–	–	–	–
2	(i) VaR component (including the 3× multiplier)		–		–
3	(ii) stressed VaR component (including the 3× multiplier)		–		–
4	Transactions subject to the Standardised method	172	60	194	76
UK4	Transactions subject to the Alternative approach (Based on the Original Exposure Method)	–	–	–	–
5	Total transactions subject to own funds requirements for CVA risk	172	60	194	76

11.3 UK CCR3 - Standardised approach: CCR exposures by regulatory exposure class and risk weights¹

The table below presents a breakdown of counterparty credit risk exposures by exposure class and by risk weight.

UK CCR3 – Standardised approach – CCR exposures by regulatory exposure class and risk weights - 30 Sep 2025

£m	Exposure classes	a	b	c	d	e	f	g	h	i	j	k	l
		Risk weight											Total exposure value
		0%	2%	4%	10%	20%	50%	70%	75%	100%	150%	Others	
1	Central governments or central banks	950	–	–	–	–	–	–	–	–	–	–	950
6	Institutions	–	248	–	–	105	81	–	–	–	–	–	434
7	Corporates	–	–	–	–	–	–	–	–	47	–	–	47
11	Total exposure value	950	248	–	–	105	81	–	–	47	–	–	1,431

UK CCR3 – Standardised approach – CCR exposures by regulatory exposure class and risk weights - 31 Mar 2025

£m	Exposure classes	a	b	c	d	e	f	g	h	i	j	k	l
		Risk weight											Total exposure value
		0%	2%	4%	10%	20%	50%	70%	75%	100%	150%	Others	
1	Central governments or central banks	730	–	–	–	–	–	–	–	–	–	–	730
6	Institutions	–	225	–	–	130	71	–	–	–	–	–	426
7	Corporates	–	–	–	–	–	–	–	–	46	–	–	46
11	Total exposure value	730	225	–	–	130	71	–	–	46	–	–	1,202

(1) This table includes exposures to central clearing counterparties.

11.4 UK CCR8 – Exposures to CCPs

UK CCR8 – Exposures to CCPs					
		a		b	
		30 September 2025		31 March 2025	
£m		Exposure value	RWEA	Exposure value	RWEA
1	Exposures to QCCPs (total)		5		5
2	Exposures for trades at QCCPs (excluding initial margin and default fund contributions); of which	248	5	225	5
3	(i) OTC derivatives	248	5	225	5
7	Segregated initial margin	557		587	
11	Exposures to non-QCCPs (total)				

Annex XXVII: Disclosure of exposures to securitisation positions

12.1 UK SEC1 – Securitisation exposures in the non-trading book¹

The table below shows the securitisation exposures retained by the Group, by type of underlying asset (residential mortgages) and by type of securitisation.

UK-SEC1 - Securitisation exposures in the non-trading book - 30 Sep 2025								
		a	b	c	d	e	f	g
		Institution acts as originator ¹						
		Traditional ²		Non-STS		Synthetic		Sub-total
		STS						
£m			of which SRT		of which SRT		of which SRT	
1	Total exposures	373	–	247	–	–	–	620
2	Retail (total)	373	–	247	–	–	–	620
3	residential mortgage	373	–	247	–	–	–	620

UK-SEC1 - Securitisation exposures in the non-trading book - 31 Mar 2025								
		a	b	c	d	e	f	g
		Institution acts as originator ¹						
		Traditional ²		Non-STS		Synthetic		Sub-total
		STS						
£m			of which SRT		of which SRT		of which SRT	
1	Total exposures	435	–	1,488	–	–	–	1,923
2	Retail (total)	435	–	1,488	–	–	–	1,923
3	residential mortgage	435	–	1,488	–	–	–	1,923

(1) The Group interprets “institution acts as originator” under Securitisation exposure in the non-trading book as bonds which are issued by either Lanark or Lannraig and are retained by the bank.

(2) All AAA-rated Lanark bonds are STS and all other bonds are Non-STS.

12.2 UK SEC5 – Exposures securitised by the institution: Exposures in default and specific credit risk adjustments

UK-SEC5 - Exposures securitised by the institution - Exposures in default and specific credit risk adjustments - 30 Sep 2025

		a	b	c
		Exposures securitised by the institution - Institution acts as originator or as sponsor		
		Total outstanding nominal amount		Total amount of specific credit risk adjustments made during the period
£m		Of which exposures in default		
1	Total exposures	4,148	39	–
2	Retail (total)	4,148	39	–
3	residential mortgage	4,148	39	–

UK-SEC5 - Exposures securitised by the institution - Exposures in default and specific credit risk adjustments - 31 Mar 2025

		a	b	c
		Exposures securitised by the institution - Institution acts as originator or as sponsor		
		Total outstanding nominal amount		Total amount of specific credit risk adjustments made during the period
£m		Of which exposures in default		
1	Total exposures	6,371	52	—
2	Retail (total)	6,371	52	—
3	residential mortgage	6,371	52	—

Annex XXXVII: Disclosure of interest rate risk in the banking book (IRRBB)

13.1 UK IRRBB1 – Quantitative information on IRRBB

UK IRRBB1 - Quantitative information on IRRBB												
In reporting currency		a		b		c		d		e		f
		ΔEVE				ΔNII				Tier 1 capital		
£m	Period	30 Sep 25	31 Mar 25			30 Sep 25	31 Mar 25			30 Sep 25	31 Mar 25	
010	Parallel shock up	(394)	(367)			143	148					
020	Parallel shock down	271	243			(206)	(186)					
030	Steepener shock	(39)	(27)									
040	Flattener shock	(57)	(63)									
050	Short rates shock up	(186)	(179)									
060	Short rates shock down	108	106									
070	Maximum	(394)	(367)				–					
080	Tier 1 capital									4,975	4,679	

Appendix 1: Disclosures for CB Solo-Consolidated Group

14.1 Annex I: Disclosure of key metric and overview of risk-weighted exposure amounts – CB Solo-Consolidated Group

14.1.1 UK OV1 – Overview of risk-weighted exposure amounts

The table below shows RWAs and minimum capital requirement by risk type and approach.

UK OV1 – Overview of risk weighted exposure amounts - CB Solo-Consolidated Group				
		a	b	c
		Group		
		Risk weighted exposure amounts (RWEAs)		Total own funds requirements
£m		30 Sep 25	30 Jun 25	30 Sep 25
1	Credit risk (excluding CCR)	27,598	24,739	2,207
2	Of which the standardised approach	6,693	6,662	535
3	Of which the foundation IRB (FIRB) approach	7,741	7,847	619
4	Of which slotting approach	673	705	54
5	Of which the advanced IRB (AIRB) approach	12,491	9,525	999
6	Counterparty credit risk - CCR	74	89	6
7	Of which the standardised approach	57	72	5
UK 8a	Of which exposures to a CCP	5	5	–
UK 8b	Of which credit valuation adjustment - CVA	12	12	1
23	Operational risk	3,091	3,091	247
UK 23b	Of which standardised approach	3,091	3,091	247
24	Amounts below the thresholds for deduction (subject to 250% risk weight) (For information)	499	517	40
29	Total	30,763	27,919	2,460

14.1.2 UK KM1 – Key metrics

The table below provides a summary of the main prudential regulation ratios and measures.

UK KM1 - Key metrics template - CB Solo-Consolidated Group					
£m	a	b	c	d	e
	30 Sep 25	30 Jun 25	31 Mar 25	31 Dec 24	30 Sep 24
Available own funds (amounts)					
1 Common Equity Tier 1 (CET1) capital	4,210	3,984	3,900	3,817	3,581
2 Tier 1 capital	4,908	4,683	4,593	4,510	4,274
3 Total capital	5,701	5,943	5,347	5,284	5,047
Risk-weighted exposure amounts					
4 Total risk-weighted exposure amount	30,763	27,919	27,555	27,092	26,422
Capital ratios (as a percentage of risk-weighted exposure amount)					
5 Common Equity Tier 1 ratio (%)	13.7	14.3	14.2	14.1	13.6
6 Tier 1 ratio (%)	16.0	16.8	16.7	16.6	16.2
7 Total capital ratio (%)	18.5	21.3	19.4	19.5	19.1
Additional own funds requirements based on SREP (as a percentage of risk-weighted exposure amount)					
UK 7a Additional CET1 SREP requirements (%)	2.0	2.1	2.1	2.1	1.9
UK 7b Additional AT1 SREP requirements (%)	0.7	0.7	0.7	0.7	0.6
UK 7c Additional T2 SREP requirements (%)	0.9	1.0	1.0	1.0	0.9
UK 7d Total SREP own funds requirements (%) ¹	11.6	11.8	11.8	11.8	11.4
Combined buffer requirement (as a percentage of risk-weighted exposure amount)					
8 Capital conservation buffer (%)	2.5	2.5	2.5	2.5	2.5
9 Institution specific countercyclical capital buffer (%)	2.0	2.0	2.0	2.0	2.0
UK 10a Other Systemically Important Institution buffer (%)	0.0	0.0	0.0	0.0	0.0
11 Combined buffer requirement (%)	4.5	4.5	4.5	4.5	4.5
UK 11a Overall capital requirements (%)	16.1	16.3	16.3	16.3	15.9
12 CET1 available after meeting the total SREP own funds requirements (%)	7.2	7.7	7.5	7.5	7.1

UK KM1 - Key metrics template - CB Solo-Consolidated Group (cont.)

£m		a	b	c	d	e
		30 Sep 25	30 Jun 25	31 Mar 25	31 Dec 24	30 Sep 24
Leverage ratio²						
13	Total exposure measure excluding claims on central banks	81,439	83,204	83,120	82,918	83,772
14	Leverage ratio excluding claims on central banks (%)	6.0	5.6	5.5	5.4	5.1
Additional leverage ratio disclosure requirements						
14a	Fully loaded ECL accounting model leverage ratio excluding claims on central banks (%)	6.0	5.6	5.5	5.4	5.1
14b	Leverage ratio including claims on central banks (%)	5.2	5.0	5.0	4.9	4.6
14c	Average leverage ratio excluding claims on central banks (%)	5.8	5.6	5.3	5.4	5.0
14d	Average leverage ratio including claims on central banks (%)	5.2	5.1	4.8	4.9	4.5
14e	Countercyclical leverage ratio buffer (%)	0.7	0.7	0.7	0.7	0.7
Liquidity Coverage Ratio³						
15	Total high-quality liquid assets (HQLA) (Weighted value -average)	14,998	14,457	14,868	14,790	14,676
UK 16a	Cash outflows - Total weighted value	10,133	9,870	9,857	9,905	9,934
UK 16b	Cash inflows - Total weighted value	433	439	443	425	479
16	Total net cash outflows (adjusted value)	9,700	9,431	9,414	9,480	9,456
17	Liquidity coverage ratio (%)	155	153	158	156	155
Net Stable Funding Ratio						
18	Total available stable funding	77,147	76,883	77,427	78,289	78,784
19	Total required stable funding	54,166	54,110	54,375	55,500	56,684
20	NSFR ratio (%)	142	142	142	141	139

(1) The Group's most recent Pillar 2A requirement was received in September 2025 from the PRA. The Total Capital Requirement (TCR) is now equivalent to 11.6% of RWAs.

(2) The average leverage exposure measure (excluding claims on central banks) for the period from 1 July 2025 to 30 September 2025 amounted to £82,531m.

(3) Liquidity balances are calculated as the simple averages of month-end observations over the 12 months preceding the reporting date.

14.1.3 UK KM2 – Key metrics template – MREL

The MREL establishes a minimum amount of equity and eligible debt to recapitalise the bank. An analysis of the MREL position of CB Solo-Consolidated Group is provided below:

UK KM2 - Key metrics template - MREL - CB Solo-Consolidated Group					
<i>£m</i>	a 30 Sep 25	b 30 Jun 25	c 31 Mar 25	d 31 Dec 24	e 30 Sep 24
1 Total capital resources	5,701	5,943	5,347	5,284	5,047
2 Eligible senior unsecured securities issued by Virgin Money UK PLC	3,527	3,672	3,004	2,574	2,580
3 Total MREL resources	9,228	9,615	8,351	7,858	7,627
4 Total risk-weighted assets	30,763	27,919	27,555	27,092	26,422
5 Total MREL resources available as a percentage of total risk-weighted assets (%)	30.0	34.4	30.3	29.0	28.9
6 UK leverage exposure measure	81,439	83,204	83,120	82,918	83,772
7 Total MREL resources available as a percentage of UK leverage exposure measure (%)	11.3	11.6	10.0	9.5	9.1

14.2 Annex II: Disclosure of own funds – CB Solo-Consolidated Group

14.2.1 UK CC1 – Composition of regulatory own funds

UK CC1 - Composition of regulatory own funds - CB Solo-Consolidated Group¹

		a	b	c
		30 Sep 25	Source based on reference	31 Mar 25
		Group	numbers/letters of the balance sheet	Group
		Amounts	under the regulatory scope of	Amounts
		£m	consolidation ²	£m
Common Equity Tier 1 (CET1) capital: instruments and reserves				
1	Capital instruments and the related share premium accounts	2,328	(e)	2,043
	of which: share capital	1,293	(e)	1,280
	of which: share premium	1,035	(e)	763
2	Retained earnings ³	2,680	(h)	1,156
3	Accumulated other comprehensive income (and other reserves) ⁴	(5)	(g), (h)	1,558
UK-5a	Independently reviewed interim profits net of any foreseeable charge or dividend ⁵	31	(h)	113
6	Common Equity Tier 1 (CET1) capital before regulatory adjustments	5,034		4,870
Common Equity Tier 1 (CET1) capital: regulatory adjustments				
7	Additional value adjustments (negative amount)	(10)		(13)
8	Intangible assets (net of related tax liability) (negative amount)	(81)	(a)	(103)
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability where the conditions in Article 38 (3) CRR are met) (negative amount) ⁶	(236)	(b)	(259)
11	Fair value reserves related to gains or losses on cash flow hedges of financial instruments that are not valued at fair value	(116)	(g)	(169)
12	Negative amounts resulting from the calculation of expected loss amounts	(105)		(99)
15	Defined-benefit pension fund assets (negative amount) ⁷	(233)	(c)	(267)
19	Direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	(43)		(60)
28	Total regulatory adjustments to Common Equity Tier 1 (CET1)	(824)		(970)
29	Common Equity Tier 1 (CET1) capital	4,210		3,900
Additional Tier 1 (AT1) capital: instruments				
30	Capital instruments and the related share premium accounts	698		693
31	of which: classified as equity under applicable accounting standards	698	(f)	693
36	Additional Tier 1 (AT1) capital before regulatory adjustments	698		693
44	Additional Tier 1 (AT1) capital	698		693
45	Tier 1 capital (T1 = CET1 + AT1)	4,908		4,593

UK CC1 - Composition of regulatory own funds - CB Solo-Consolidated Group (cont.)¹

		a	b	c
		30 Sep 25	Source based on reference	31 Mar 25
		Group	numbers/letters of the balance sheet	
		Amounts	under the regulatory scope of	Amounts
		£m	consolidation ²	£m
Tier 2 (T2) capital: instruments				
46	Capital instruments and the related share premium accounts	793	(d)	754
51	Tier 2 (T2) capital before regulatory adjustments	793		754
58	Tier 2 (T2) capital	793		754
59	Total capital (TC = T1 + T2)	5,701		5,347
60	Total Risk exposure amount	30,763		27,555
Capital ratios and buffers				
61	Common Equity Tier 1 (as a percentage of total risk exposure amount)	13.7		14.2
62	Tier 1 (as a percentage of total risk exposure amount)	16.0		16.7
63	Total capital (as a percentage of total risk exposure amount)	18.5		19.4
64	Institution CET1 overall capital requirement (CET1 requirement in accordance with Article 92 (1) CRR, plus additional CET1 requirement which the institution is required to hold in accordance with point (a) of Article 104(1) CRD, plus combined buffer requirement in accordance with Article 128(6) CRD) expressed as a percentage of risk	11.0		11.1
65	of which: capital conservation buffer requirement	2.5		2.5
66	of which: countercyclical buffer requirement	2.0		2.0
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk exposure amount) ⁸	7.2		7.5
75	Deferred tax assets arising from temporary differences (amount below 17,65% threshold, net of related tax liability where the conditions in Article 38 (3) CRR are met)	200		206
Applicable caps on the inclusion of provisions in Tier 2				
77	Cap on inclusion of credit risk adjustments in T2 under standardised approach	84		84
79	Cap for inclusion of credit risk adjustments in T2 under internal ratings-based approach	125		106

(1) Certain rows of this table have not been presented as they are not applicable in the UK.

(2) Shows cross reference to the balance sheet under regulatory scope of consolidation in Table UK CC2.

(3) Retained earnings exclude amounts defined as other comprehensive income which are included in row 3. In addition, financial year to date profits are included in row UK-5a when verified.

(4) Accumulated other comprehensive income and other reserves comprises the cash flow hedge reserve, the FVOCI reserve, and other comprehensive income amounts such as actuarial gains or loss on defined benefit pension plans, and losses on redemption of AT1.

(5) Verified profits net of any foreseeable charges as defined in the UK CRR.

(6) Deferred tax assets that rely on future profitability are deducted from CET1 capital, with the remainder risk weighted in accordance with the CRR.

(7) The defined-benefit pension asset is equal to retirement benefit assets on the balance sheet net of associated deferred tax liabilities.

(8) Represents the CET1 ratio after deducting Pillar 1 and 2A requirements.

14.2.2 UK CC2 – Reconciliation of regulatory own funds to balance sheet in the audited financial statements¹

UK CC2 - reconciliation of regulatory own funds to balance sheet in the audited financial statements - CB Solo-Consolidated Group - 30 Sep 2025

	a	b	c
	Balance sheet as in published financial statements	Under regulatory scope of consolidation ^{2 3}	Reference ⁴
£m	As at period end £m	As at period end £m	
Assets - Breakdown by asset classes according to the balance sheet in the published financial statements			
1 <i>Financial instruments</i>			
<i>At amortised cost</i>			
2 Loans and advances to customers	69,969	70,553	
3 Fair value adjustment for portfolio hedged risk	(8)	(8)	
4 Cash and balances with central banks	14,080	14,080	
5 Due from other banks	66	66	
6 <i>At FVOCI</i>	5,059	5,059	
7 <i>At FVTPL:</i>			
8 Loans and advances to customers	42	42	
9 Derivatives	16	16	
10 Other	2	2	
11 Due from related entities	582	13	
12 Intangible assets and goodwill	81	81	(a)
13 Property, plant and equipment	179	179	
14 Accrued income and prepaid expenses	95	95	
15 Deferred tax	387	392	(b)
16 Current tax assets	40	35	
17 Defined benefit pension surplus	310	310	(c)
18 Other assets	116	112	
19 Total assets	91,016	91,027	

UK CC2 - reconciliation of regulatory own funds to balance sheet in the audited financial statements - CB Solo-Consolidated Group - 30 Sep 2025 (cont.)

		a	b	c
		Balance sheet as in published financial statements	Under regulatory scope of consolidation ^{2 3}	Reference ⁴
£m		As at period end £m	As at period end £m	
Liabilities - Breakdown by liability classes according to the balance sheet in the published financial statements				
1	<i>Financial instruments</i>			
	<i>At amortised cost</i>			
2	Customer deposits	71,164	71,164	
3	Debt securities in issue	4,468	4,468	(d)
4	Due to other banks	1,215	1,215	
5	<i>At FVTPL</i>			
6	Derivatives	31	31	
7	Due to related entities	6,688	6,677	
8	Deferred tax	78	78	
9	Provisions for liabilities and charges	31	31	
10	Accruals and deferred income	123	124	
11	Other liabilities	1,488	1,507	
12	Total liabilities	85,286	85,295	
Shareholders' equity				
1	Share capital and share premium	2,328	2,328	(e)
2	Other equity instruments	698	698	(f)
3	Other reserves	84	84	(g)
4	Retained earnings	2,620	2,622	(h)
5	Total shareholders' equity	5,730	5,732	

(1) As a standalone Interim Financial Report has not been published, the reconciliation is prepared using internal accounting balances consistent with the consolidated financial reporting to Nationwide.

(2) The Group has taken advantage of the provisions of Article 9 of the CRR to include certain subsidiaries within its capital calculations as if it was a single entity. Therefore, column b above incorporates adjustments relating to solo consolidation.

(3) Balance sheet after adjusting for unverified profits.

(4) The references identify regulatory balance sheet components that link to items disclosed in table CC1, prior to any application of regulatory adjustments.

14.3 Annex XI: Disclosure of the Leverage Ratio – CB Solo-Consolidated Group

14.3.1 UK LR1 – LRSum – Summary reconciliation of accounting assets and leverage ratio exposures

The table below shows a reconciliation between the total assets under IFRS standards and the leverage ratio exposure measure of Clydesdale Bank PLC. The leverage metrics are calculated in line with the Leverage ratio (CRR) part of the PRA Rulebook.

UK LR1 - LRSum: Summary reconciliation of accounting assets and leverage ratio exposures - CB Solo-Consolidated Group		
	a	b
£m	30 Sep 25	31 Mar 25
1 Total assets as per published financial statements	91,027	89,709
4 (Adjustment for exemption of exposures to central banks)	(12,418)	(9,116)
8 Adjustment for derivative financial instruments	330	372
9 Adjustment for securities financing transactions (SFTs)	387	299
10 Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)	3,150	3,175
11 (Adjustment for prudent valuation adjustments and specific and general provisions which have reduced tier 1 capital (leverage))	(10)	(13)
12 Other adjustments	(1,027)	(1,306)
13 Total exposure measure	81,439	83,120

14.3.2 UK LR2 – LRCom – Leverage ratio common disclosure

UK LR2 - LRCom: Leverage ratio common disclosure - CB Solo-Consolidated Group			
£m		a	b
		Leverage ratio exposures 30 Sep 25	31 Mar 25
	On-balance sheet exposures (excluding derivatives and SFTs)		
1	On-balance sheet items (excluding derivatives, SFTs, but including collateral)	90,848	89,466
3	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	(49)	(126)
6	(Asset amounts deducted in determining tier 1 capital (leverage))	(825)	(970)
7	Total on-balance sheet exposures (excluding derivatives and SFTs)	89,974	88,370
	Derivative exposures		
8	Replacement cost associated with SA-CCR derivatives transactions (i.e. net of eligible cash variation margin)	38	73
9	Add-on amounts for potential future exposure associated with SA-CCR derivatives transactions	308	319
13	Total derivatives exposures	346	392
	Securities financing transaction (SFT) exposures		
16	Counterparty credit risk exposure for SFT assets	387	299
18	Total securities financing transaction exposures	387	299
	Other off-balance sheet exposures		
19	Off-balance sheet exposures at gross notional amount	20,121	19,103
20	(Adjustments for conversion to credit equivalent amounts)	(16,971)	(15,928)
22	Off-balance sheet exposures	3,150	3,175
	Capital and total exposure measure		
23	Tier 1 capital (leverage)	4,908	4,593
24	Total exposure measure including claims on central banks	93,857	92,236
UK-24a	(-) Claims on central banks excluded	(12,418)	(9,116)
UK-24b	Total exposure measure excluding claims on central banks	81,439	83,120

UK LR2 - LRCom: Leverage ratio common disclosure - CB Solo-Consolidated Group (cont.)

		a	b
		Leverage ratio exposures	
£m		30 Sep 25	31 Mar 25
Leverage ratio			
25	Leverage ratio excluding claims on central banks (%)	6.0	5.5
UK-25a	Fully loaded ECL accounting model leverage ratio excluding claims on central banks (%)	6.0	5.5
UK-25b	Leverage ratio excluding central bank reserves as if the temporary treatment of unrealised gains and losses measured at fair value through other comprehensive income had not been applied (%)	6.0	5.5
UK-25c	Leverage ratio including claims on central banks (%)	5.2	5.0
26	Regulatory minimum leverage ratio requirement (%)	3.25	3.25
Additional leverage ratio disclosure requirements - leverage ratio buffers			
27	Leverage ratio buffer (%)	0.7	0.7
UK-27a	Of which: G-SII or O-SII additional leverage ratio buffer (%)	0.0	0.0
UK-27b	Of which: countercyclical leverage ratio buffer (%)	0.7	0.7
Additional leverage ratio disclosure requirements - disclosure of mean values			
UK-31	Average total exposure measure including claims on central banks	93,461	92,034
UK-32	Average total exposure measure excluding claims on central banks	82,531	83,135
UK-33	Average leverage ratio including claims on central banks	5.2	4.8
UK-34	Average leverage ratio excluding claims on central banks	5.8	5.3

14.3.3 UK LR3 – LRSpl – Split-up of on-balance sheet exposures (excluding derivatives, SFTs and exempted exposures)

UK LR3 - LRSpl: Split-up of on balance sheet exposures (excluding derivatives, SFTs and exempted exposures) - CB Solo-Consolidated Group			
		a	a
		Leverage ratio exposures	
£m		30 Sep 25	31 Mar 25
UK-1	Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures), of which:	90,799	89,341
UK-2	Trading book exposures	–	–
UK-3	Banking book exposures, of which:	90,799	89,341
UK-4	Covered bonds	889	911
UK-5	Exposures treated as sovereigns	17,606	15,449
UK-6	Exposures to regional governments, MDB, international organisations and PSE not treated as sovereigns	374	407
UK-7	Institutions	566	731
UK-8	Secured by mortgages of immovable properties	58,252	58,940
UK-9	Retail exposures	6,057	5,985
UK-10	Corporates	5,623	5,475
UK-11	Exposures in default	827	860
UK-12	Other exposures (e.g. equity, securitisations, and other non-credit obligation assets)	605	583

Appendix 2: Glossary

Term	Definition
Advanced Internal-Ratings Based (AIRB) approach	CRD IV approach for measuring exposure to retail credit risks. The method of calculating credit risk capital requirements uses internal PD, LGD and Exposures at Default models. AIRB approaches may only be used with PRA permission.
Additional Tier 1 capital (AT1)	AT1 capital instruments are non-cumulative perpetual securities that contain a specific provision to write down the security or convert it to equity, should the CET1 ratio fall below a specified trigger limit.
Basel II	The capital adequacy framework issued by the BCBS in June 2004.
Basel III	Reforms issued by the BCBS in December 2017 with subsequent revisions.
Capital buffers	<u>Capital conservation buffer</u> – A buffer set for all banks that can be used to absorb losses while avoiding breaching minimum requirements. It is designed to ensure that banks build up capital outside periods of stress which can be drawn down as losses are incurred. <u>Systemic risk buffer</u> – A buffer set for ring-fenced banks and large building societies to reduce their probability of failure or distress. It is commensurate with the greater cost that their failure or distress would have for the UK economy. Firms with total assets less than £175bn are subject to a 0% SRB. <u>Countercyclical capital buffer</u> – A capital buffer to ensure eligible firms have a sufficient capital base to absorb losses in stressed periods. The CCyB aims to ensure that banking sector capital requirements take account of the macroeconomic financial environment in which banks operate. It enables the Bank of England's Financial Policy Committee to adjust the resilience of the banking system to the changing scale of risk the system faces over time. <u>PRA buffer</u> – A buffer set using supervisory judgement informed by the impact of stress scenarios on a firm's capital requirements and resources and taking account, where appropriate, of other factors including leverage, systemic importance and weaknesses in firms' risk management and governance. This is set on a firm-specific basis. Firms are not permitted to disclose if a PRA buffer has been applied.
Capital conservation buffer (CCB)	Refer to 'Capital buffers'.
Central Counterparties (CCP)	CCPs place themselves between the buyer and seller of an original trade, leading to a less complex web of exposures. CCPs effectively guarantee the obligations under the contract agreed between the two counterparties, both of which would be participants of the CCP.
CB Solo-Consolidated Group (CB Solo)	Individual (or solo) consolidated basis for Clydesdale Bank PLC, reflecting the CRR article 9 permission held.
Collateral	The assets of a borrower that are used as security against a loan facility.
Common Equity Tier 1 (CET1) capital	The highest quality form of regulatory capital that comprises total shareholders' equity and related non-controlling interests, less goodwill and intangible assets and certain other regulatory adjustments.
Common Equity Tier 1 (CET1) ratio	CET1 capital divided by RWA at a given date.
Countercyclical capital buffer (CCyB)	Refer to 'Capital buffers'.
Counterparty credit risk (CCR)	Counterparty credit risk is the risk that a counterparty to a transaction may default before the final settlement of the transaction's cash flows. This risk concerns financial instruments, including derivatives and repurchase agreements.
Covered bonds	A corporate bond with primary recourse to the institution and secondary recourse to a pool of assets that act as security for the bonds on issuer default. Covered bonds remain on the issuer's balance sheet and are a source of term funding for the Group.
Credit conversion factor (CCF)	Credit conversion factors are used in determining the exposure at default in relation to a credit risk exposure. The CCF is an estimate of the proportion of undrawn and off-balance sheet commitments expected to be drawn down at the point of default.

Credit risk adjustment/credit valuation adjustment	An adjustment to the valuation of financial instruments held at fair value to reflect the creditworthiness of the counterparty.
Credit risk mitigation (CRM)	Techniques to reduce the potential loss in the event that a customer (borrower or counterparty) becomes unable to meet its obligations. This may include the taking of financial or physical security, the assignment of receivables or the use of credit derivatives, guarantees, credit insurance, set-off or netting.
Credit Valuation Adjustment (CVA)	These are adjustments to the valuation of financial instruments held at fair value to reflect the credit worthiness of the counterparty
Default	A customer is in default when either they are more than 90 days past due on a credit obligation to the Group or are considered unlikely to pay their credit obligations in full without recourse to actions such as realisation of security (if held).
Derivative	A financial instrument that is a contract or agreement whose value is related to the value of an underlying instrument, reference rate or index.
Expected Loss (EL)	Regulatory expected loss represents the anticipated loss, in the event of default, on a credit risk exposure modelled under the AIRB approach. Expected loss is determined by multiplying the associated PD, LGD and Exposures at Default.
Exposure	A claim, contingent claim or position which carries a risk of financial loss.
External Credit Assessment Institutions	Includes external credit rating agencies such as Moody's, Fitch, and S&P.
Economic Value of Equity (EVE)	A long-term economic measure/indicator of net cash flow, which is calculated by subtracting the present value of liabilities from the present value of assets.
Fair value	The price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions.
Foundation Internal-Ratings Based (FIRB)	A method of calculating credit risk capital requirements using internal PD models but with regulators' supervisory estimates of LGD and conversion factors for the calculation of EAD.
Financial Policy Committee (FPC)	A committee established by the Bank of England to identify, monitor and take action to remove or reduce systemic risks and protect or enhance the resilience of the UK financial system.
Forbearance	The term generally applied to the facilities provided or changes to facilities provided to assist borrowers, who are experiencing, or are about to experience, a period of financial stress.
Group	Virgin Money UK PLC and its controlled entities.
Global-Systemically Important Banks (G-SII)	Global financial institutions whose size, complexity and systemic interconnectedness, mean that their distress or failure would cause significant disruption to the wider financial system and economic activity.
High-Quality Liquid Assets (HQLA)	Assets are considered to be HQLA if they can be easily and immediately converted into cash at little or no loss of value.
IFRS 9	The financial instrument accounting standard which was adopted by the Group with effect from 1 October 2018.
IFRS 9 Stage 1	A loan that is not credit-impaired on initial recognition and has not experienced a significant increase in credit risk.
IFRS 9 Stage 2	If a significant increase in credit risk has occurred since initial recognition, the loan is moved to stage 2 but is not yet deemed to be credit impaired.
IFRS 9 Stage 3	If the loan is credit-impaired it is moved to stage 3. All loans are classified as credit-impaired where they have expired terms or where fraud or some other operational risk loss or event has occurred.
Internal ratings-based approach (IRB)	A method of calculating credit risk capital requirements using internal, rather than supervisory, estimates of risk parameters.

Liquidity Coverage Ratio (LCR)	The proportion of highly liquid assets held by financial institutions, to ensure their ongoing ability to meet short-term obligations. Calculated by dividing HQLA's by total net cash flows.
Leverage ratio	A ratio which measures Tier 1 capital as a proportion of exposures on a non-risk weighted basis.
Liquidity risk	Liquidity risk is the risk that the Group is unable to meet its current and future financial obligations as they fall due at acceptable cost.
Long-run average Probability of Default (PD)	An estimate of the likelihood of a borrower defaulting on their credit obligations over a forward-looking 12-month period, with the estimates based on default experience across a full economic cycle rather than current economic conditions.
Loss given default (LGD)	The estimate of the loss that the Group will suffer if the customer defaults (incorporating the effect of any collateral held).
Minimum requirement for own funds and eligible liabilities (MREL)	MREL is a minimum requirement for institutions to maintain equity and eligible debt liabilities, to help ensure that when an institution fails, the resolution authority can use these financial resources to absorb losses and recapitalise the continuing business. The BoE set out its approach to setting banks' MREL in November 2016.
Net interest income (NII)	The amount of interest received or receivable on assets, net of interest paid or payable on liabilities.
Net Stable Funding Ratio (NSFR)	A liquidity standard requiring banks to hold enough stable funding to cover the duration of their long-term assets.
Other systemically important institutions (O-SII)	Other systemically important institutions are institutions that are deemed to create risk to financial stability due to their systemic importance.
Pillar 1	The quantitative elements of the Basel III framework including the minimum regulatory capital requirements for credit, operational and market risks.
Pillar 2	The qualitative expectations of the Basel III framework to be met through the supervisory review process. This includes the ICAAP, governance process and the supervisory review and evaluation process.
Pillar 3	The final pillar of the Basel III framework which aims to encourage market discipline by improving the information made available to the market. This pillar sets out disclosure requirements for banks on their capital, risk exposures and risk assessment processes.
Probability of default (PD)	The probability that a customer will default over either the next 12 months or lifetime of the account.
Prudential Regulation Authority (PRA)	Entity of the BoE responsible for the prudential regulation and supervision of banks, building societies, credit unions, insurers and major investment firms.
PRA buffer	Refer to 'Capital buffers'.
Qualifying Central Counterparties (QCCP's)	An entity which is licensed to operate as a CCP.
Regulatory capital	The capital which banks hold, determined in accordance with rules established by the relevant regulatory bodies.
Required Stable Funding (RSF)	An input to the calculation of NSFR. It is the amount of available stable funding required to match with assets that would have to be funded, either because they will be rolled over, or because they could not be monetised rapidly without a significant change in value.
Risk-weighted exposure amount (RWA)	On and off-balance sheet assets of the Group are allocated a risk-weighting based on the amount of capital required to support the asset.
Securities financing transaction (SFT)	Repurchase transactions, securities or commodities lending or borrowing transactions or other capital market-driven transactions.
Securitisation	The practice of pooling similar types of contractual debt and packaging the cash flows from the financial asset into securities that can be sold to institutional investors in debt capital markets.

	It provides the Group with a source of secured funding that can achieve a reduction in funding costs by offering typically 'AAA' rated securities secured by the underlying financial asset.
Standardised approach (SA)	In relation to credit risk, a method for calculating credit risk capital requirements using ECAI ratings and supervisory risk weights. In relation to operational risk, a method of calculating the operational capital requirement by the application of a supervisory defined percentage charge to the gross income of eight specified business lines.
Systemic risk buffer (SRB)	Refer to 'Capital buffers'.
Supervisory Review and Evaluation Process (SREP)	Supervisors assess the risks banks face and check that banks are equipped to manage those risks properly. It allows banks' risk profiles to be assessed consistently and decisions about necessary supervisory measures to be taken.
Tier 1 capital	A measure of the Group's financial strength. Tier 1 capital comprises the sum of Common Equity Tier 1 capital and Additional Tier 1 instruments.
Tier 1 capital ratio	Tier 1 capital as a percentage of risk-weighted assets.
Tier 2 capital	Supplementary capital that meets the Tier 2 requirements set out in the Capital Requirements Regulation, it comprises subordinated debt and other securities and eligible impairment allowances after regulatory deductions.
Trademark license agreement (TMLA)	Trademark license agreement between the Company and Virgin Enterprises which governs the use of the 'Virgin Money' brand.
Value at Risk (VaR)	A measure of the loss that could occur on risk positions as a result of adverse movements in market risk factors (e.g. rates, prices, volatilities) over a specified time horizon and to a given level of confidence.

Appendix 3: Abbreviations

AIRB	Advanced Internal-Ratings Based	IRB	Internal ratings-based
AT1	Additional Tier 1	LCR	Liquidity Coverage Ratio
BoE	Bank of England	LGD	Loss Given Default
CCF	Credit Conversion Factor	MREL	Minimum Requirements for own funds and Eligible Liabilities
CCR	Counterparty Credit Risk	NII	Net interest income
CCLB	Countercyclical Leverage Ratio Buffer	NSFR	Net Stable Funding Ratio
CCP	Central Counterparty	O-SII	Other Systemically Important Institutions
CCyB	Countercyclical Capital Buffer	PD	Probability of Default
CET1	Common Equity Tier 1	PRA	Prudential Regulation Authority
CRD	Capital Requirements Directive	QCCPs	Qualifying Central Counterparties
CRM	Credit risk mitigation	RSF	Required Stable Funding
CRR	Capital Requirements Regulation	RWA	Risk-Weighted Assets
CVA	Credit Valuation Adjustment	RWEA	Risk-Weighted Exposure Amount
ECL	Expected Credit Losses	SA	Standardised Approach
EU	European Union	SFT	Securities Financing Transaction
EVE	Economic Value of Equity	SME	Small and Medium-Sized Enterprises
FIRB	Foundation Internal-Ratings Based	SREP	Supervisory Review and Evaluation Process
FPC	Financial Policy Committee	T1	Tier 1
G-SII	Global Systemically Important Institutions	T2	Tier 2
HQLA	High-Quality Liquid Assets	TMLA	Trademark license agreement
IFRS	International Financial Reporting Standards	VaR	Value at Risk

Additional information

Officers and professional advisers

Non-Executive Directors

Board Chairman

Kevin Parry ⁽¹⁾⁽³⁾

Senior Independent Non-Executive Director

Tracey Graham ⁽⁴⁾

Independent Non-Executive Directors ⁽²⁾

Anand Aithal ⁽¹⁾⁽⁵⁾

David Bennett ⁽⁶⁾

Alan Keir ⁽¹⁾⁽⁷⁾

Debbie Klein ⁽¹⁾⁽⁸⁾

Sally Orton ⁽¹⁾⁽⁹⁾

Tamara Rajah ⁽¹⁾

Gillian Riley ⁽¹⁾⁽¹⁰⁾

Phil Rivett ⁽¹⁾⁽¹¹⁾

Executive Directors

Debbie Crosbie ⁽¹⁾

Muir Mathieson ⁽¹⁾

Chris Rhodes

Group Company Secretary

Jason Wright

(1) Appointed to the Board on 30 September 2025

(2) Elena Novokreshchenova, Lucinda Charles-Jones, Petra van Hoeken and Tim Wade resigned from the Board as Independent Non-Executive Directors on 30 September 2025.

(3) Chair of the Nomination and Governance Committee

(4) Chair of the Remuneration Committee and member of the Risk Committee and Nomination and Governance Committee.

(5) Member of the Audit Committee and the Risk Committee.

(6) Stepped down as Chairman of the Board and Chair of the Nomination and Governance Committee on 30 September 2025.

(7) Chair of the Risk Committee and member of the Audit Committee and the Nomination and Governance Committee.

(8) Member of the Remuneration Committee

(9) Member of the Audit Committee

(10) Member of the Risk Committee and the Remuneration Committee

(11) Chair of the Audit Committee and member of the Risk Committee and the Nomination and Governance Committee

(12) Gergely Zaborszky resigned from the Board as an Executive Director on 30 September 2025