

Disclosure on asset encumbrance

Template A - Assets

	Carrying amount of encumbered assets £000	Fair value of encumbered assets £000	Carrying amount of unencumbered assets £000	Fair value of unencumbered assets £000
	010	040	060	090
010 Assets of the reporting institution	459,271		4,456,262	
030 Equity instruments	-	-	-	-
040 Debt securities	119,600	19,984	36,303	36,218
120 Other assets	339,671		4,419,959	

Template B - Collateral received

	Fair value of encumbered collateral received or own debt securities issued £000	Fair value of collateral received or own debt securities issued available for encumbrance £000
	010	040
130 Collateral received by the reporting institution	-	-
150 Equity instruments	-	-
160 Debt securities	-	-
230 Other collateral received	-	-
240 Own debt securities issued other than own covered bonds or ABSs	-	-

Template C - Encumbered assets/collateral received and associated liabilities

	Matching liabilities, contingent liabilities or securities lent £000	Assets, collateral received and own debt securities issued other than covered bonds and ABSs encumbered £000
	010	030
010 Carrying amount of selected financial liabilities	355,722	257,722

Template D - Information on importance of encumbrance

Assets are encumbered as part of the Group's funding arrangements. The main activities relates to securitisation and repurchase agreements. The Group holds encumbered assets in the form of a reserve bank account with the Bank of England, loans and advances to customers secured within the Group's securitisation vehicle, securities encumbered under the Funding for Lending Scheme, and cash collateral received in relation to derivative transactions. Within unencumbered Other Assets, 98% of these assets are deemed to be available for encumbrance, this includes non-reserve bank account with the Bank of England, cash at bank and loans and advances. Other Assets items that are deemed not able to be encumbered include intangible assets, deferred tax asset, property, plant and equipment, derivative assets and sundry debtors. The Group's ALCO reviews the asset encumbrance of the institution as a whole on a monthly basis and any events causing change in the asset encumbrance level are examined.