

## CRDIV Country by Country Reporting ('CBCR') disclosure for the year ended 31 December 2014:

Country by Country Reporting (CBCR) was introduced through Article 89 of the Capital Requirements Directive IV (CRD IV), aimed at the banking and capital markets industry.

All institutions within the scope of CRD IV should publish annually, on a consolidated basis, by country where they have an establishment:

- their name, nature of activities and geographic location
- number of employees
- their turnover
- pre-tax profit or loss
- corporation tax paid
- any public subsidies received.

Institutions will be required to publicly disclose the information from 1 January 2015 and from 1 July 2014 they must disclose (a)-(c) above. The ongoing reporting deadline is 31 December each year, starting from 31 December 2015, and disclosures should relate to the most recently ended accounting period.

The name, nature of activities and geographic location of the Group's companies is presented below:

Company Name	Nature of Activity	Location
Cavenham Financial Services Limited	Mortgage servicer	UK
Easioption Ltd	Holding company	UK
Guernsey Home Loans Ltd	Mortgage provider	UK
Heritable Development Finance Limited	Mortgage originator and servicer	UK
Interbay Group Holdings Limited	Mortgage provider	UK
Interbay Holdings Ltd	Holding company	UK
Interbay Financial I Limited	Raising and managing funding for the Interbay Group	UK
Interbay Financial II Limited	Raising and managing funding for the Interbay Group	UK
5D Finance Limited	Provider of financial controller services to the Interbay Group	UK
5D Lending Ltd	Holding of commercial mortgage loans	UK
Interbay Funding, Ltd	Mortgage provider	UK
Interbay ML, Ltd	Holding of commercial mortgage loans	UK
Jersey Home Loans Limited	Mortgage provider	UK
Prestige Finance Limited	Mortgage originator and servicer	UK
Reliance Property Loans Limited	Mortgage provider	UK
Rochester Financing No.1 Plc	Securitisation entity	UK
Swingcastle Limited	Dormant entity	UK
Guernsey Home Loans Ltd (Guernsey)	Mortgage provider	UK <sup>1</sup>
Jersey Home Loans Ltd (Jersey)	Mortgage provider	UK <sup>1</sup>
EasiOption BPO Services Private Ltd	Back office processing for the Group	India <sup>2</sup>
Easiprocess Private Ltd	Back office processing for the Group	India <sup>2</sup>

<sup>1</sup> Guernsey Home Loans Ltd (Guernsey) and Jersey Home Loans Ltd (Jersey) are incorporated in Guernsey and Jersey respectively but are considered to be located in the UK as they have no employees, are tax resident and centrally managed and controlled in the UK.

<sup>2</sup> The Indian subsidiaries provide back office processing and earn a management fee from OneSavings Bank plc for providing those services. They are both incorporated and tax resident in India.

Other disclosures required by the CBCR directive are provided below

	UK	India	Consolidation <sup>2</sup>	Total
Average number of employees on an FTE basis	258	161	—	419
Turnover <sup>1</sup>	118,678	2,175	(1,942)	118,911
Profit/(loss) before tax	63,511	425	(218)	63,745
Corporation tax paid <sup>3</sup>	1,427	90	—	1,517
Public subsidies received	—	—	—	—

<sup>1</sup> Turnover represents total income before impairment losses, regulatory provisions and operating costs, but after net interest, net commissions and fees, gains and losses on financial instruments and external servicing fees.

<sup>2</sup> Relates to a management fee from Indian subsidiaries to OneSavings Bank plc for providing back office processing.

<sup>3</sup> During the year the Group utilised £42m of tax losses brought forward which reduced the amount of corporation tax paid.