Lloyds Bank plc

Q3 2025

Pillar 3 Disclosures

23 October 2025

TABLE OF CONTENTS

BASIS OF PREPARATION

This report presents the consolidated interim Pillar 3 disclosures of Lloyds Bank plc ('the Group') as at 30 September 2025 and should be read in conjunction with the Group's Q3 2025 Interim Management Statement.

These disclosures have been prepared in accordance with the Disclosure section of the PRA Rulebook. Pillar 3 templates required to be disclosed on a quarterly basis that have not been included in this report are listed in the table below along with the reason for exclusion.

PRA reference	Template name	Reason for exclusion
CCR7	RWA flow statements of CCR exposures under the IMM	Not applicable to the Group
MR2-B	RWA flow statements of market risk exposures under the IMA	Not applicable to the Group

The information presented in this Pillar 3 report is not required to be, and has not been, subject to external audit.

Interim Pillar 3 disclosures for the Group's large subsidiary (Bank of Scotland plc) are published separately on the Group's website, located at www.lloydsbankinggroup.com/investors/financial-downloads.

KEY METRICS AND OVERVIEW OF RISK WEIGHTED EXPOSURE AMOUNTS

KM1: Key metrics[1]

KM1 Ref	LR2 Ref		30 Sept 2025	30 Jun 2025	31 Mar 2025	31 Dec 2024	30 Sep 2024
		Available own funds (amounts)					
1		Common Equity Tier 1 (CET1) capital (£m)	**25,926**	26,094	26,052	25,610	25,197
2		Tier 1 capital (£m)	**30,532**	31,852	32,497	31,305	30,625
3		Total capital (£m)	**37,739**	38,926	38,044	37,214	36,684
		Risk-weighted exposure amounts					
4		Total risk-weighted exposure amount (£m)	**190,570**	191,291	190,951	186,996	184,910
		Capital ratios (as a percentage of risk-weighted exposure amount)					
5		Common Equity Tier 1 ratio (%)	**13.6%**	13.6%	13.6%	13.7%	13.6%
6		Tier 1 ratio (%)	**16.0%**	16.7%	17.0%	16.7%	16.6%
7		Total capital ratio (%)	**19.8%**	20.3%	19.9%	19.9%	19.8%
		Additional own funds requirements based on SREP (as a percentage of risk-weighted exposure amount)					
UK 7a		Additional CET1 SREP requirements (%)	**1.6%**	1.7%	1.7%	1.7%	1.7%
UK 7b		Additional AT1 SREP requirements (%)	**0.6%**	0.6%	0.6%	0.6%	0.6%
UK 7c		Additional T2 SREP requirements (%)	**0.7%**	0.7%	0.7%	0.7%	0.7%
UK 7d		Total SREP own funds requirements (%)	**10.9%**	11.0%	11.0%	11.0%	11.0%
		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 (%)	**1.9%**	1.9%	1.9%	1.9%	1.9%
UK 10a		Other Systemically Important Institution buffer (%)[2]	**2.0%**	2.0%	2.0%	2.0%	2.0%
11		Combined buffer requirement (%)	**6.4%**	6.4%	6.4%	6.4%	6.4%
UK 11a		Overall capital requirements (%)	**17.3%**	17.4%	17.4%	17.4%	17.4%
12		CET1 available after meeting minimum SREP own funds requirements (%)[3]	**7.5%**	7.5%	7.5%	7.5%	7.5%
		Leverage ratio					
13	UK-24b	Total exposure measure excluding claims on central banks (£m)	**606,659**	593,908	588,776	582,332	582,214
14	25	Leverage ratio excluding claims on central banks (%)	**5.0%**	5.4%	5.5%	5.4%	5.3%
		Additional leverage ratio disclosure requirements					
UK 14a	UK-25a	Fully loaded ECL accounting model leverage ratio excluding claims on central banks(%)	**5.0%**	5.4%	5.5%	5.4%	5.3%
UK 14b	UK-25c	Leverage ratio including claims on central banks (%)	**4.7%**	5.0%	5.2%	5.0%	4.9%
UK 14c	UK-34	Average leverage ratio excluding claims on central banks (%)[4]	**5.2%**	5.4%	5.5%	5.3%	5.2%
UK 14d	UK-33	Average leverage ratio including claims on central banks (%)[4]	**4.9%**	5.1%	5.1%	4.9%	4.9%
	UK-31	Average total exposure measure including claims on central banks[4]	**649,419**	641,835	632,506	638,358	626,024
	UK-32	Average total exposure measure excluding claims on central banks[4]	**608,457**	599,483	590,752	597,279	585,009
	27	Leverage ratio buffer (%)	**1.4%**	1.4%	1.4%	1.4%	1.4%
	UK-27a	Of which: G-SII or O-SII additional leverage ratio buffer (%)	**0.7%**	0.7%	0.7%	0.7%	0.7%
UK 14e	UK-27b	Of which: countercyclical leverage ratio buffer (%)	**0.7%**	0.7%	0.7%	0.7%	0.7%

1 Includes extracts of LR2 (Leverage ratio common disclosure) that are required to be disclosed on a quarterly basis.

2 The Group is subject to an Other Systemically Important Institution (OSII) Buffer of 2.0% of risk-weighted exposure amounts which is designed to hold systemically important banks to higher capital standards so that they can withstand a greater level of stress before requiring resolution.

3 Represents, as a percentage, the level of CET1 capital left available to meet buffer requirements after subtracting the minimum amount of CET1 capital required to meet total Pillar 1 plus Pillar 2A capital requirements, also referred to as total SREP own funds requirements. The minimum CET1 requirement is equivalent to 4.5% (Pillar 1) plus the additional CET1 SREP requirement (56.25% of Pillar 2A). The Group's Pillar 2A capital requirement is around 2.9% of risk-weighted assets, of which around 1.6% is to be met with CET1 capital.

4 The average leverage ratio is based on the average of the month end tier 1 capital position and average exposure measure over the quarter.

KEY METRICS AND OVERVIEW OF RISK WEIGHTED EXPOSURE AMOUNTS (Continued)

KM1: Key metrics (continued)

KM1 Ref	LR2 Ref	Average Liquidity Coverage Ratio (weighted) (LCR)[5]	30 Sept 2025	30 Jun 2025	31 Mar 2025	31 Dec 2024	30 Sep 2024
15		Total high-quality liquid assets (HQLA)(Weighted value -average) (£m)	**105,580**	105,466	106,882	107,531	107,544
UK 16a		Cash outflows - Total weighted value - average (£m)	**82,976**	83,074	83,866	84,399	85,673
UK 16b		Cash inflows - Total weighted value - average (£m)	**5,316**	5,402	5,588	5,738	5,888
16		Total net cash outflows (adjusted value - average) (£m)	**77,660**	77,672	78,278	78,661	79,785
17		Average liquidity coverage ratio (%)	**136%**	136%	137%	137%	135%
		Average Net Stable Funding Ratio[6]					
18		Total available stable funding (Weighted value - average) (£m)	**476,334**	477,876	480,628	481,973	484,406
19		Total required stable funding (Weighted value - average) (£m)	**395,084**	391,916	390,040	390,213	391,029
20		Average NSFR ratio (%)	**121%**	122%	123%	124%	124%

5 The liquidity balances are calculated as the simple average of month end observations over the previous 12 months.

6 The net stable funding balances are calculated as the simple average of month end observations over the previous 4 quarter ends.

Common Equity Tier 1

The Group's common equity tier 1 (CET1) capital ratio reduced to 13.6% at 30 September 2025 from 13.7% at 31 December 2024. Profit for the first nine months of the year, after the charge for motor finance commission arrangements, was more than offset by the payment of ordinary dividends, the accrual for foreseeable ordinary dividends and an increase in risk-weighted assets.

Total Capital

The Group's total capital ratio reduced to 19.8% at 30 September 2025 from 19.9% at 31 December 2024. The increase in CET1 capital and the issuance of new AT1 and tier 2 capital instruments during the period was more than offset by AT1 and tier 2 instrument calls, other tier 2 movements and the increase in risk-weighted assets.

Risk-Weighted Assets

Risk-weighted assets increased by £3,574 million to £190,570 million at 30 September 2025 from £186,996 million at 31 December 2024. This reflects the impact of lending growth, partly offset by continued optimisation activity.

Leverage

The Group's UK leverage ratio reduced to 5.0% at 30 September 2025 (31 December 2024: 5.4%), reflecting a reduction in the total tier 1 capital position and an increase in the leverage exposure measure following increases across loans and advances and other assets, due in part to lending growth, and an increase in off-balance sheet items.

Liquidity

The Group's liquidity coverage ratio (LCR) was 136% (based on a simple average over the previous 12 months) at 30 September 2025 (31 December 2024: 137%). The decrease of 1 percentage point was primarily due to a reduction in liquid assets from an increase in lending and TFSME repayments, partially offset by an increase in customer deposits. The Group's net stable funding ratio (NSFR) reduced by 3 percentage points to 121% (based on a simple average over the previous 4 quarters) at 30 September 2025 (31 December 2024: 123%). The decrease was primarily due to growth in lending and TFSME repayments, partially offset by an increase in customer deposits.

KEY METRICS AND OVERVIEW OF RISK WEIGHTED EXPOSURE AMOUNTS (Continued)

OV1: Overview of risk weighted exposure amounts

		Total RWA		Total own funds requirements
		30 Sep 2025	31 Dec 2024	30 Sep 2025
		£m	£m	£m
1	**Credit risk (excluding CCR)**	155,261	151,614	12,421
2	Of which the standardised approach	24,002	19,380	1,920
3	Of which the foundation IRB (FIRB) approach	27,652	26,518	2,212
4	Of which slotting approach	8,876	8,841	710
5	Of which the advanced IRB (AIRB) approach	88,087	90,548	7,047
	Of which: non-credit obligation assets[1]	6,644	6,327	532
6	**Counterparty credit risk (CCR)**	1,331	1,363	107
7	Of which the standardised approach	455	523	36
UK 8a	Of which exposures to a CCP	150	139	12
UK 8b	Of which credit valuation adjustment (CVA)	245	244	20
9	Of which other CCR	481	457	39
16	**Securitisation exposures in the non-trading book (after the cap)**	7,724	7,648	618
17	Of which SEC-IRBA approach	3,514	3,820	281
18	Of which SEC-ERBA approach (including IAA)	1,579	1,212	126
19	Of which SEC-SA approach	2,631	2,616	211
20	**Position, foreign exchange and commodities risks (Market risk)**	175	292	14
21	Of which the standardised approach	175	292	14
23	**Operational risk**	26,079	26,079	2,086
UK 23b	Of which standardised approach	26,079	26,079	2,086
24	Memo: Amounts below the thresholds for deduction (subject to 250% risk weight)	855	1,211	68
29	**Total**	190,570	186,996	15,246
	Pillar 2A capital requirement[2]			5,489
	Total capital requirement			20,735

[1] Non-credit obligation assets (IRB approach) predominately relate to other balance sheet assets that have no associated credit risk, including the residual value of operating leases.

[2] Following a PRA update in the third quarter, the Group's Pillar 2A capital requirement has reduced to around 2.9% of risk-weighted assets, of which around 1.6% is to be met with CET1 capital.

CREDIT RISK

CR8: RWA flow statements of credit risk exposures under the IRB approach

The table below summarises the movements of risk-weighted assets for credit risk exposures under the Internal Ratings Based (IRB) Approach. The table excludes counterparty credit risk exposures, securitisation exposures, other non-credit obligation assets and equity exposures.

		Total RWA quarter to 30 Sep 2025 £m	Total RWA YTD 30 Sep 2025 £m
1	Risk weighted exposure amount as at the end of previous reporting period	128,216	125,907
2	Asset size (+/-)	1,774	6,602
3	Asset quality (+/-)	(75)	(679)
4	Model updates (+/-)	(4,698)	(4,698)
5	Methodology and policy (+/-)	(175)	(1,396)
7	Foreign exchange movements (+/-)	90	(91)
8	Other (+/-)	(517)	(1,030)
9	**Risk weighted exposure amount at the end of the reporting period**	124,615	124,615

Key movements 30 June 2025 to 30 September 2025:

- Asset size increase largely driven by Commercial Banking and Retail lending growth.
- Model updates reduction is predominantly driven by the move of a small sub-portfolio of (closed) mortgages that fall outside of the CRD IV Secured model and are now reported under the standardised approach. The overall impact to capital from this move was immaterial.

LIQUIDITY

The table below presents the breakdown of the Group's cash outflows and cash inflows, as well as its available high quality liquid assets, calculated as the simple averages of month end observations over the 12 months preceding the end of each quarter.

LIQ1: Liquidity Coverage Ratio (LCR)

		Total unweighted value (average)				Total weighted value (average)			
		30 Sep 2025	30 Jun 2025	31 Mar 2025	31 Dec 2024	30 Sep 2025	30 Jun 2025	31 Mar 2025	31 Dec 2024
	Number of data points used in the calculation of averages	12	12	12	12	12	12	12	12
High-quality liquid assets (£m)									
1	Total high-quality liquid assets (HQLA)					105,580	105,466	106,882	107,531
Cash - outflows (£m)									
2	Retail deposits and deposits from small business customers, of which:	353,060	350,642	347,354	343,460	22,740	23,118	22,837	22,522
3	Stable deposits	263,154	270,322	268,601	266,225	13,158	13,516	13,430	13,311
4	Less stable deposits	79,853	80,320	78,753	77,235	9,582	9,602	9,407	9,211
5	Unsecured wholesale funding	85,742	84,934	85,360	85,699	42,962	42,330	42,659	43,081
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	24,475	24,111	23,757	22,253	6,119	6,028	5,940	5,563
7	Non-operational deposits (all counterparties)	59,420	59,088	59,690	61,493	34,996	34,567	34,806	35,565
8	Unsecured debt	1,847	1,735	1,913	1,953	1,847	1,735	1,913	1,953
9	Secured wholesale funding					58	52	40	32
10	Additional requirements	47,627	47,287	47,441	47,469	12,833	13,349	14,157	14,655
11	Outflows related to derivative exposures and other collateral requirements	5,414	6,079	6,930	7,654	5,414	6,080	6,930	7,654
12	Outflows related to loss of funding on debt products	578	582	672	587	578	582	672	587
13	Credit and liquidity facilities	41,635	40,626	39,839	39,228	6,841	6,687	6,555	6,414
14	Other contractual funding obligations	592	578	555	548	161	159	156	159
15	Other contingent funding obligations	87,832	87,734	88,062	87,392	4,222	4,066	4,017	3,950
16	Total cash outflows					82,976	83,074	83,866	84,399
Cash - inflows (£m)									
17	Secured lending (e.g. reverse repos)	14,037	13,735	14,262	13,553	118	157	186	208
18	Inflows from fully performing exposures	6,101	6,243	6,233	6,419	4,402	4,514	4,510	4,703
19	Other cash inflows	849	787	951	887	796	731	892	827
20	Total cash inflows	20,987	20,765	21,446	20,859	5,316	5,402	5,588	5,738
UK-20c	Inflows subject to 75% cap	20,932	20,593	21,275	20,646	5,316	5,402	5,588	5,738
Total adjusted value									
UK-21	Liquidity buffer (£m)					105,580	105,466	106,882	107,531
22	Total net cash outflows (£m)					77,660	77,672	78,278	78,661
23	Liquidity coverage ratio (%)					136%	136%	137%	137%

LIQUIDITY (Continued)

LIQB: Qualitative information on LCR

The Group's LCR disclosure (based on a monthly simple average over the previous 12 months) was 136% at 30 September 2025, unchanged from the prior quarter with no material changes in liquid assets and net cash outflows.

The Group's funding and liquidity position is underpinned by its significant customer deposit base and is supported by strong relationships across customer segments. Other sources of funding include a range of wholesale unsecured and secured funding, across a diverse range of products and counterparties. Funding concentration by counterparty, currency and tenor is monitored on an ongoing basis and where concentrations do exist, these are managed as part of the planning process and limited by the internal funding and liquidity risk monitoring framework, with analysis regularly provided to senior management.

The Group's liquidity buffer consists almost entirely of Level 1 assets. Level 1 assets are primarily held as central bank reserves and UK government bonds.

The Group's outflows related to derivative exposures and other collateral requirements include outflows for potential deterioration in credit rating and for the impact of an adverse market scenario on derivatives transactions.

The Group's liquidity risk management framework covers currency liquidity risk and ensures the currency denomination of LCR liquid assets is consistent with the distribution of net currency liquidity outflows. Granular LCR risk appetites by significant currency are set and monitored across tenors at Group committee level.

FORWARD-LOOKING STATEMENTS

This document contains certain forward-looking statements within the meaning of Section 21E of the US Securities Exchange Act of 1934, as amended, and section 27A of the US Securities Act of 1933, as amended, with respect to the business, strategy, plans and/or results of Lloyds Bank plc together with its subsidiaries (the Lloyds Bank Group) and its current goals and expectations. Statements that are not historical or current facts, including statements about the Lloyds Bank Group's or its directors' and/or management's beliefs and expectations, are forward-looking statements. Words such as, without limitation, 'believes', 'achieves', 'anticipates', 'estimates', 'expects', 'targets', 'should', 'intends', 'aims', 'projects', 'plans', 'potential', 'will', 'would', 'could', 'considered', 'likely', 'may', 'seek', 'estimate', 'probability', 'goal', 'objective', 'deliver', 'endeavour', 'prospects', 'optimistic' and similar expressions or variations on these expressions are intended to identify forward-looking statements. These statements concern or may affect future matters, including but not limited to: projections or expectations of the Lloyds Bank Group's future financial position, including profit attributable to shareholders, provisions, economic profit, dividends, capital structure, portfolios, net interest margin, capital ratios, liquidity, risk-weighted assets (RWAs), expenditures or any other financial items or ratios; litigation, regulatory and governmental investigations; the Lloyds Bank Group's future financial performance; the level and extent of future impairments and write-downs; the Lloyds Bank Group's ESG targets and/or commitments; statements of plans, objectives or goals of the Lloyds Bank Group or its management and other statements that are not historical fact and statements of assumptions underlying such statements. By their nature, forward-looking statements involve risk and uncertainty because they relate to events and depend upon circumstances that will or may occur in the future. Factors that could cause actual business, strategy, targets, plans and/or results (including but not limited to the payment of dividends) to differ materially from forward-looking statements include, but are not limited to: general economic and business conditions in the UK and internationally (including in relation to tariffs); imposed and threatened tariffs and changes to global trade policies; acts of hostility or terrorism and responses to those acts, or other such events; geopolitical unpredictability; the war between Russia and Ukraine; the escalation of conflicts in the Middle East; the tensions between China and Taiwan; political instability including as a result of any UK general election; market related risks, trends and developments; changes in client and consumer behaviour and demand; exposure to counterparty risk; the ability to access sufficient sources of capital, liquidity and funding when required; changes to the Lloyds Bank Group's or Lloyds Banking Group plc's credit ratings; fluctuations in interest rates, inflation, exchange rates, stock markets and currencies; volatility in credit markets; volatility in the price of the Lloyds Bank Group's securities; natural pandemic and other disasters; risks concerning borrower and counterparty credit quality; risks affecting defined benefit pension schemes; changes in laws, regulations, practices and accounting standards or taxation; changes to regulatory capital or liquidity requirements and similar contingencies; the policies and actions of governmental or regulatory authorities or courts together with any resulting impact on the future structure of the Lloyds Bank Group; risks associated with the Lloyds Bank Group's compliance with a wide range of laws and regulations; assessment related to resolution planning requirements; risks related to regulatory actions which may be taken in the event of a bank or Lloyds Bank Group or Lloyds Banking Group failure; exposure to legal, regulatory or competition proceedings, investigations or complaints; failure to comply with anti-money laundering, counter terrorist financing, anti-bribery and sanctions regulations; failure to prevent or detect any illegal or improper activities; operational risks including risks as a result of the failure of third party suppliers; conduct risk; technological changes and risks to the security of IT and operational infrastructure, systems, data and information resulting from increased threat of cyber and other attacks; technological failure; inadequate or failed internal or external processes or systems; risks relating to ESG matters, such as climate change (and achieving climate change ambitions) and decarbonisation, including the Lloyds Bank Group's or the Lloyds Banking Group's ability along with the government and other stakeholders to measure, manage and mitigate the impacts of climate change effectively, and human rights issues; the impact of competitive conditions; failure to attract, retain and develop high calibre talent; the ability to achieve strategic objectives; the ability to derive cost savings and other benefits including, but without limitation, as a result of any acquisitions, disposals and other strategic transactions; inability to capture accurately the expected value from acquisitions; and assumptions and estimates that form the basis of the Lloyds Bank Group's financial statements. A number of these influences and factors are beyond the Lloyds Bank Group's control. Please refer to the latest Annual Report on Form 20-F filed by Lloyds Bank plc with the US Securities and Exchange Commission (the SEC), which is available on the SEC's website at www.sec.gov, for a discussion of certain factors and risks. Lloyds Bank plc may also make or disclose written and/or oral forward-looking statements in other written materials and in oral statements made by the directors, officers or employees of Lloyds Bank plc to third parties, including financial analysts. Except as required by any applicable law or regulation, the forward-looking statements contained in this document are made as of today's date, and the Lloyds Bank Group expressly disclaims any obligation or undertaking to release publicly any updates or revisions to any forward-looking statements contained in this document whether as a result of new information, future events or otherwise. The information, statements and opinions contained in this document do not constitute a public offer under any applicable law or an offer to sell any securities or financial instruments or any advice or recommendation with respect to such securities or financial instruments.

CONTACTS

For further information please contact:

INVESTORS AND ANALYSTS
Douglas Radcliffe
Group Investor Relations Director
020 7356 1571
douglas.radcliffe@lloydsbanking.com

Rohith Chandra-Rajan
Director of Investor Relations
07353 885 690
rohith.chandra-rajan@lloydsbanking.com

Nora Thoden
Director of Investor Relations – ESG
020 7356 2334
nora.thoden@lloydsbanking.com

Tom Grantham
Investor Relations Senior Manager
07851 440 091
thomas.grantham@lloydsbanking.com

Sarah Robson
Investor Relations Senior Manager
07494 513 983
sarah.robson2@lloydsbanking.com

CORPORATE AFFAIRS
Matt Smith
Head of Media Relations
07788 352 487
matt.smith@lloydsbanking.com

Emma Fairhurst
Media Relations Senior Manager
07814 395 855
emma.fairhurst@lloydsbanking.com

Registered office: Lloyds Bank plc, 25 Gresham Street, London, EC2V 7HN
Registered in England no. 2065