

CREDIT OPINION

25 September 2026

Update



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RATINGS

Lloyds Banking Group plc

Domicile	London, United Kingdom
Long Term CRR	Not Assigned
Long Term Debt	A3
Type	Senior Unsecured - Fgn Curr
Outlook	Stable
Long Term Deposit	Not Assigned

Please see the [ratings section](#) at the end of this report for more information. The ratings and outlook shown reflect information as of the publication date.

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Lloyds Banking Group plc

Update following ratings affirmation, outlook remains stable

Summary

The A3 long term senior unsecured debt rating assigned to [Lloyds Banking Group plc](#) (LBG) reflects (1) the group's standalone creditworthiness, expressed in an a3 notional Baseline Credit Assessment (BCA); (2) moderate loss-given-failure, which results in no uplift under our Advanced Loss Given Failure (LGF) analysis; and (3) our assessment of a low probability of support from the [Government of United Kingdom](#) (Aa3 stable), which results in no uplift.

LBG's a3 BCA reflects the group's strong asset quality reflective of the predominantly secured nature of its loan book, improved profitability and capital generation, and its leading deposit funding franchise in the UK. The BCA also reflects our adjustments of LBG's capital for nominal leverage, internal risk based model risk, its insurance subsidiary as well as its planned distributions as it trends towards its medium term target. The a3 BCA incorporates our view that the group's diverse range of banking activities and position as the UK's only bancassurer supports its through-the-cycle earnings stability. In line with its new strategy, we expect LBG to continue to improve its profitability driven by greater penetration of its financial service offerings to its captive client base.

Exhibit 1

Rating Scorecard — Key financial ratios As of June 2026

	Lloyds Banking Group plc (BCA: a3)	Median a3-rated banks
Solvency Factors		
Asset Risk	1.8%	1.2%
Capital	14.5%	17.9%
Profitability	0.4%	0.8%
Liquidity Factors		
Funding Structure	24.3%	19.3%
Liquid Resources	18.6%	19.0%

The scorecard ratio calculations are presented in the "Rating methodology and scorecard factors" section.
Source: Moody's Ratings

Credit strengths

- » Low asset risk given secured prime mortgage lending focus
- » Capital levels that provide a buffer against any deterioration in asset quality as well as a platform for loan growth
- » Stable retail funding and long tenor of wholesale funding
- » Through the cycle earnings stability from a diverse range of activities

Credit challenges

- » High sensitivity to volatility in the UK housing market
- » Ensuring asset quality in a higher than historical interest rate environment
- » Maintaining leading mortgage and deposit market share in a competitive environment
- » High nominal leverage and shareholder returns diminishing capitalisation

Outlook

The stable outlook on LBG's senior unsecured ratings reflects our view that the combined solvency and liquidity metrics will remain in line with our current assessment of strong asset quality, improved profitability, declining capitalisation, and ample liquidity, which offsets less stable funding exposure.

Factors that could lead to an upgrade of the ratings

LBG's long-term ratings could be upgraded following an upgrade of its notional BCA supported by a combination of consistently lower problem loans, maintaining higher capital than the bank's current capital distribution targets to shareholders would imply and delivering stronger profitability than expected under its 2030 target. Greater diversification of income sources, whereby non interest income becomes a structurally larger share of total revenues of around 40% after successfully executing its new strategy, would result in positive ratings pressure on LBG's ratings.

LBG's senior unsecured debt ratings could also be upgraded following a significant increase in the stock of subordinated or senior unsecured debt issued by LBG.

Factors that could lead to a downgrade of the ratings

LBG's ratings could be downgraded following a downgrade of the notional BCA driven by a material deterioration in the group's asset risk metrics, leading to significant impairment charges and lower capital generation and capital levels. A failure to achieve strategic targets could also lead to downwards rating pressure. The ratings of LBG could also be downgraded following a reduction in its stock of externally issued unsecured debt.

This publication does not announce a credit rating action. For any credit ratings referenced in this publication, please see the issuer/deal page on <https://ratings.moody's.com> for the most updated credit rating action information and rating history.

Key indicators

Exhibit 2

Lloyds Banking Group plc (Consolidated Financials) [1]

	06-26 ²	12-25 ²	12-24 ²	12-23 ²	12-22 ²	CAGR/Avg. ³
Total Assets (GBP Billion)	974.9	926.0	882.5	861.1	849.9	4.0 ⁴
Total Assets (USD Billion)	1,294.0	1,245.5	1,105.2	1,097.7	1,022.3	7.0 ⁴
Tangible Common Equity (GBP Billion)	34.9	34.8	33.6	34.1	33.0	1.7 ⁴
Tangible Common Equity (USD Billion)	46.4	46.9	42.1	43.4	39.7	4.5 ⁴
Problem Loans / Gross Loans (%)	1.5	1.7	1.9	2.2	2.3	1.9 ⁵
Tangible Common Equity / Risk Weighted Assets (%)	14.5	14.8	14.9	15.5	15.6	15.1 ⁶
Problem Loans / (Tangible Common Equity + Loan Loss Reserve) (%)	20.1	21.7	24.1	26.1	27.6	23.9 ⁵
Net Interest Margin (%)	1.5	1.5	1.4	1.5	1.5	1.5 ⁵
PPI / Average RWA (%)	3.9	3.0	2.6	3.8	2.3	3.1 ⁶
Net Income / Tangible Assets (%)	0.5	0.4	0.1	0.6	-1.5	0.0 ⁵
Cost / Income Ratio (%)	55.4	63.6	66.8	57.2	66.1	61.8 ⁵
Gross Loans / Due to Customers (%)	98.8	97.6	94.8	94.6	95.2	96.2 ⁵
Core Banking Liquidity (HQLA) / Tangible Banking Assets (%)	17.7	18.6	19.5	--	--	--
Less-stable Funds (LCR) / Tangible Banking Assets (%)	24.4	24.3	21.4	--	--	--

[–] Further to the publication of our revised methodology in July 2021, only ratios from annual 2020 onwards included in this report reflect the change in analytical treatment of the "high-trigger" Additional Tier 1 instruments. [1] All figures and ratios are adjusted using Moody's standard adjustments. [2] Basel III - fully loaded or transitional phase-in; IFRS. [3] May include rounding differences because of the scale of reported amounts. [4] Compound annual growth rate (%) based on the periods for the latest accounting regime. [5] Simple average of periods for the latest accounting regime. [6] Simple average of Basel III periods.

Further to the publication of our revised methodology in November 2025, only ratios from annual 2024 onwards included in this report apply reported risk weights for all exposures, discontinuing our previously applied standard adjustment for certain government securities.

Sources: Moody's Ratings and company filings

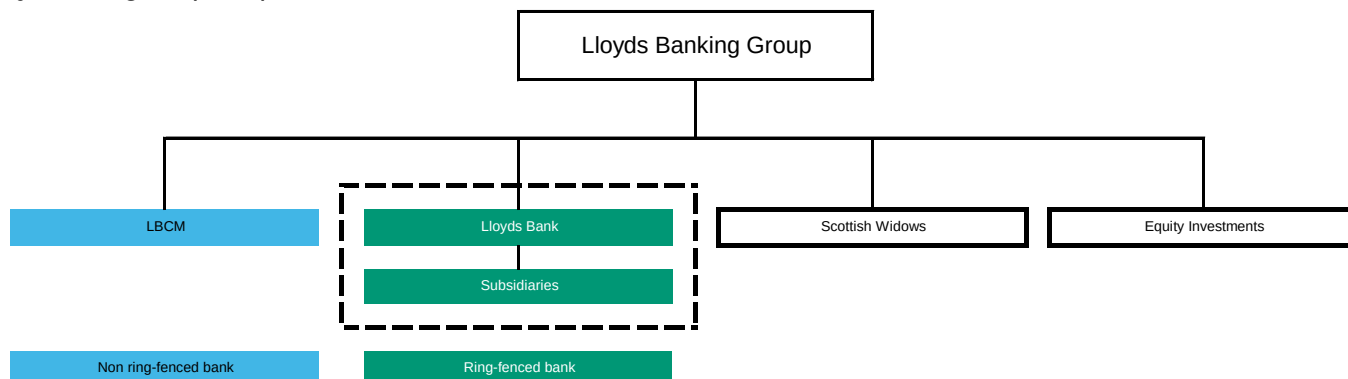
Profile

LBG is the holding company of a leading UK-based financial services group providing a wide range of banking and financial services, focused on personal and commercial customers. The group's main business activities are retail and commercial banking, as well as general insurance and life, pensions and investment provision. LBG's insurance and wealth activities, which includes the subsidiary [Scottish Widows Limited](#) (Scottish Widows, IFRS A1 stable) provide earnings diversification to the group's banking activities carried out by the ring-fenced bank [Lloyds Bank plc](#) (LB, A1 stable/A1 stable, a3¹), and the non-ring-fenced bank [Lloyds Bank Corporate Markets plc](#) (LBCM, A1 stable/A1 stable, baa3²). The group operates the largest retail banking network of the UK via different brands (mainly Lloyds Bank, Halifax³, Bank of Scotland) as well as Scottish Widows, and has a large and diversified customer base

LBG is organised along four business divisions: Retail, Commercial Banking, Wealth and Insurance and Equity Investments and Central Items. Following the implementation of the UK's structural reform (so-called ring-fencing) most of LBG's banking activities, including more than 95% of the loan portfolio and most of the retail, small and medium-sized enterprise business, and corporate deposits, remained in the ring-fenced LB. LBCM, the non-ring-fenced entity which includes capital markets activities, business outside of the European Economic Area. Under the current structure, LBG directly owns Lloyds Bank, Scottish Widows and LBCM.

Exhibit 3

Lloyds Banking Group's simplified structure



Sources: LBG and Moody's Ratings

Detailed credit considerations

Secured lending portfolio supports low asset risk

We assign an a2 Asset Risk score that reflects our problem loans to gross loans ratio of 1.8%, which we consider to be Strong, and is adjusted for the bank's high sensitivity to volatility in the UK housing market and relatively high long-run loss performance.

Our view of LBG's Asset Risk The assigned score considers our through-the-cycle view of its asset risk which incorporates the bank's asset quality strengths given its focus on prime UK residential mortgages (around two thirds of lending) with low average LTVs. LBG has exposure to buy-to-let mortgages (approximately 15% of mortgage lending) which are higher risk but remain secured and benefit from low LTVs. Despite the prime nature of LBG's mortgage portfolio, concentration in the UK housing market increases the group's sensitivity to house price volatility, however, the low LTV of the portfolio along with prudent underwriting helps to mitigate this risk. We also consider its significant presence in unsecured and consumer finance at around 10% of total lending as well as its commercial lending book between Business & Commercial Banking (BCB) and Corporate & Institutional Banking (CIB). The BCB book (around 6% of loans) is primarily SME lending, including Commercial Real Estate (CRE) and the CIB book (around 14% of loans) is largely lending to investment grade borrowers and is diversified amongst sectors.

Asset quality is a credit strength for LBG, with problem loans decreasing to 1.5% of gross loans (down from 1.7% in 2025) and Stage 2 loans improving to 8.8% from 9.4%. Both Retail and Commercial credit performance improved in H1 2026, with a reduction in Stage 3 balances, driven by improving asset quality in the CIB book and stable performance in the BCB book. Strong underwriting and risk management support quality, with over 90% of CRE exposure at LTVs below 70% and an average LTV of 45%. The portfolio is well-diversified and early warning indicators remaining stable, supporting the Group's low-risk profile.

We expect LBG's problem loan ratio to remain broadly stable over the next 12–18 months despite inflationary pressures and high interest rates adding pressure on household and corporate finances.

In line with its business model, LBG's market risk is limited, with market risk representing just 2.0% of total RWA at end-June 2026 and very low Value at risk (VaR).

Capital remains moderate with strong capital generation being offset by higher shareholder distributions

We assign a baa2 score for Capital that reflects our tangible common equity ⁴ to risk weighted assets (TCE/RWA) ratio of 14.5%, which we consider to be Moderate, and is adjusted for nominal leverage, LBG's calculation of risk weighted assets using an IRB model, Scottish Widows capital adjustment as well as planned shareholder distributions. Our view of capital, as encapsulated by the assigned score, also takes into account LBG's improved internal capital generation capacity in the context of its planned dividend distributions as it moves towards its medium-term capital target of c.13%, which is a key consideration in our view of the group's capital.

LBG's nominal leverage is high and the TCE/TBA ratio less than 4.5%, reflecting the group's capital levels in light of its retail mortgage focused loan book and the scale and composition of LBG's balance sheet. We adjust the assigned score to account for this.

A significant portion of LBG's portfolio is assessed using Internal Ratings Based (IRB) models, allowing the group to apply internal estimates of credit risk, which typically results in lower risk-weighted assets and higher reported capital ratios than standardized approaches. This reliance on IRB models and the risk it engenders is an important consideration in our assessment of LBG's capital strength.

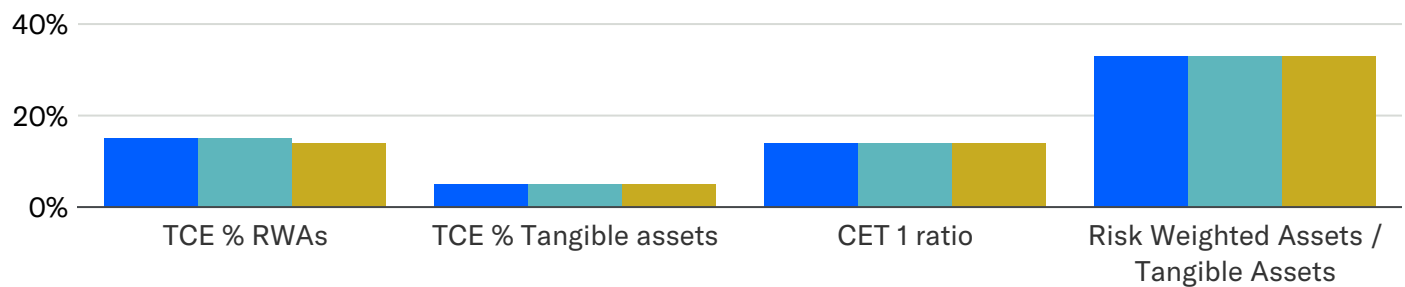
Our TCE incorporates the entire equity of Scottish Widows. However, we adjust for capital that is effectively trapped within the insurance subsidiary, which is included in our TCE measure but excluded for analytical comparability with CET1, due to limitations on the group's ability to utilise this capital. The dividend policy of Scottish Widows is subject to its own independent board and requires supervisory approval, further constraining capital fungibility within the group and our view of capital strength.

On a regulatory ratio basis, LBG reports pro forma CET1 ratios in excess of its regulatory minima (13.1% at end-June 2026). This reflects the bank's strong capital generation which, in the first half of the year, was offset by the impact of shareholder distributions. Management continues to expect 2026 capital generation, post CRD IV and regulatory headwinds, to be greater than 200 bps.

Exhibit 4

Capital

■ 2024 ■ 2025 ■ H1 2026



TCE: Tangible Common Equity/Risk weighted assets and is calculated as ((Tangible common equity – Deferred tax assets) + minimum (Deferred tax assets, 11.1% * (Tangible common equity – Deferred tax assets))) / Risk-weighted assets TCE/Tangible assets or Nominal leverage: tangible common equity % of tangible assets. Tangible assets = Total assets minus goodwill and other intangible assets Common Equity Tier 1 (CET1) ratio is reported regulatory capital ratio

Source: Moody's Ratings

Improving outlook for profitability driven by operating leverage, new strategy

We assign a baa1 score for Profitability that reflects our net income to tangible assets ratio of 0.4%, which we consider to be Weak, and is adjusted for our expectation that LBG's earnings will remain resilient and improve through 2026 and 2027. This will be supported by robust structural hedge, and ongoing growth in fee and commission income as the group continues to execute strategic initiatives to reduce reliance on interest income. Cost-saving measures and disciplined expense management further support profitability, while we expect the cost of risk to remain low and in line with the bank's target of c.25 bps.

Our view of LBG's profitability reflects its through the cycle earnings strength which will be underpinned by stronger operating leverage, through high structural hedge income, more resilient and diversified revenue streams and improving efficiencies across the business.

In H1 2026, diversification remained a key strength for LBG's profitability as the group benefits from deriving revenues from its Retail division (accounted for 54% of underlying group profits), Commercial Banking (34% of profits), and Wealth and Insurance revenue accounted for (6% of profits). Net interest income (NII) represented 69% of underlying group revenue⁵.

LBG's recent results have illustrated our credit view with H1 2026 statutory profit after tax increasing by 23% YoY leading to a return on tangible equity (RoTE) of 17.1%, supported by structural hedge income and lending growth. Capital generation remained robust at 108 bps, and 25 bps cost of risk was in line with full year guidance. Momentum also strengthened in the half-year as net interest margin (NIM) trended 15 bps higher YoY to 3.19% as costs remained stable. Management expects further NII support from rising structural hedge income, underpinning earnings visibility.

LBG's new four-year strategy focuses on improving earnings diversification, operating efficiency and returns by leveraging its UK retail and commercial banking franchises. Growth priorities include deepening customer relationships, expanding wealth, pensions and insurance activities, enhancing commercial banking capabilities, and developing new fee-generating propositions such as connected commerce, digital wallets and transport-related ecosystems. Management targets mid-single-digit net income growth and high-single-digit growth in other operating income through greater cross-selling and increased group connectivity.

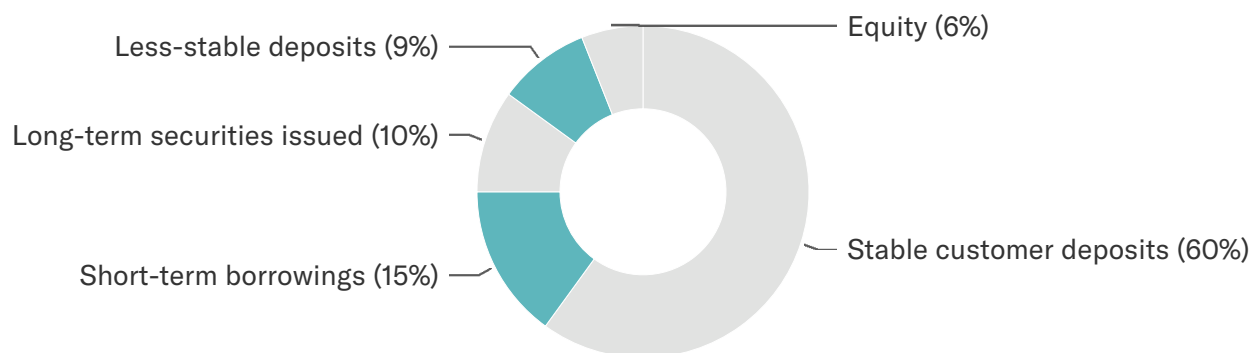
The strategy remains underpinned by a conservative risk appetite and a focus on capital-efficient growth. Technology, data and AI are expected to support around £2 billion of additional cost savings by 2030 through automation and process simplification, helping reduce the cost:income ratio to below 45%. Financial targets include c.20% RoTE and capital generation of more than 225 bps in 2030, while management continues to emphasize disciplined underwriting, RWA optimisation and maintenance of the group's low-risk balance sheet.

Leading deposit franchise with low short-term market funding reliance

We assign an a2 score for Funding Structure that reflects our less stable funds to tangible banking assets ratio of 24.3%, which we consider to be Moderate, and is adjusted for the very strong quality of LBG's deposit gathering given its leading market share. Our view of funding reflects the group's limited reliance on confidence-sensitive and short-term wholesale funding sources.

LBG benefits from a stable and granular retail deposit base, supported by the highest market share for personal current accounts in the UK. As of June 2026, the less stable funds to tangible banking assets ratio was 24.4%, reflecting prudent funding with limited reliance on confidence-sensitive and short-term wholesale funding. High deposit stability and long-term wholesale funding maturities underpin the assigned funding structure score. The Group's MREL ratio was 32.0% at end-June 2026, comfortably above regulatory requirement of 27.0%.

Exhibit 5
Funding



Less-stable funds comprise short-term borrowings and less-stable deposits. Short-term borrowings include all short-term wholesale borrowings, including the portion of long-term debt that matures in less than one year. For banks that report LCR, we calculate Less-stable deposits as follows: the sum of weighted deposit outflow components as reported in the bank's LCR disclosure.

Source: Moody's Ratings

Ample liquidity

We assign an a3 score for Liquid Resources that reflects our core banking liquidity to tangible banking assets ratio of 18.6%, which we consider to be Moderate, supported by substantial High-Quality Liquid Assets (HQLA) and material pre-positioned collateral with the Bank of England.

The group maintains strong regulatory liquidity metrics, with an LCR of 144% and NSFR of 123% at end-June 2026, mitigating risks from deposit outflows and wholesale market disruption. We expect HQLA to remain broadly stable over the next 12-18 months, supporting a robust liquidity profile.

Macro Profile

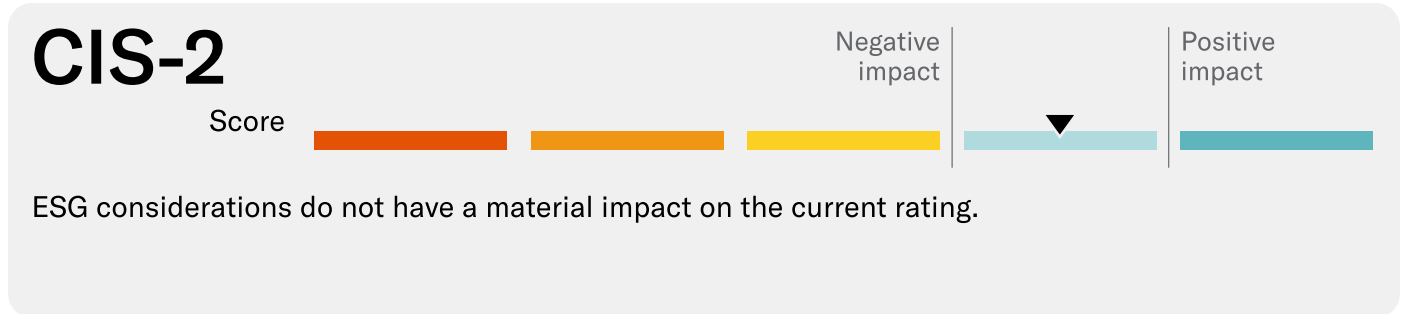
We assign a Strong+ Macro Profile to LBG, reflecting its large (100%) exposure to the [United Kingdom](#).

ESG considerations

Lloyds Banking Group plc's ESG credit impact score is CIS-2

Exhibit 6

ESG credit impact score

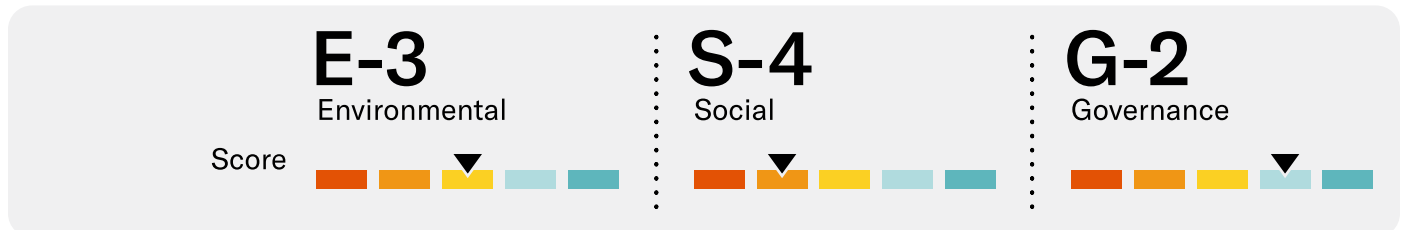


Source: Moody's Ratings

Lloyds Banking Group's **CIS-2** indicates that ESG considerations do not have a material impact on the rating to date. In particular, governance risks are low, and take into consideration the group's stable and credible management along with sound capital, liquidity and risk management.

Exhibit 7

ESG issuer profile scores



Source: Moody's Ratings

Environmental

Lloyds Banking Group faces moderate environmental risks mainly because of its portfolio exposure to carbon transition risk as a diversified, universal banking group. In line with peers, the bank is facing mounting business risks and stakeholder pressure to meet broader carbon transition goals. In response, Lloyds Banking Group is actively engaging in optimizing its loan portfolio longer-term toward less carbon intensive assets.

Social

Lloyds Banking Group faces high social risks from customer relations, because of considerable focus on consumer protection in the UK, exposing banks to potential fines from regulators and litigation from customers as well as cyber risk and the financial and reputational implications of data breaches. The group's developed policies and procedures help manage associated credit risks. The group also faces moderate social risks related to potential competition from technology firms and other disruptors.

Governance

Lloyds Banking Group's governance risk is low. The bank has sound board structure, risk management, and capital and liquidity management. Management has a strong track record of simplification and efficiency. The group's organizational structure is straight forward, with Lloyds Bank containing the ring-fenced business and representing more than 90% of assets and revenue. The board structure and composition is in line with industry best practice.

ESG Issuer Profile Scores and Credit Impact Scores for the rated entity/transaction are available on Moodys.com. In order to view the latest scores, please click [here](#) to go to the landing page for the entity/transaction on MDC and view the ESG Scores section.

Support and structural considerations

Loss Given Failure (LGF) analysis

LBG is domiciled in the UK, which we consider an operational resolution regime (ORR). Thus, we apply our advanced Loss Given Failure (LGF) analysis, using our standard assumptions. Our LGF analysis indicates that LBG's senior unsecured debt are likely to face moderate loss-given-failure, resulting in no uplift from the bank's Adjusted BCA.

Government support considerations

We incorporate a low probability of government support for the debt issued by LBG's holding company, which does not result in any uplift.

About Moody's Bank scorecard

Our Bank Scorecard is designed to capture, express and explain in summary form our Rating Committee's judgement. When read in conjunction with our research, a fulsome presentation of our judgment is expressed. As a result, the output of our scorecard may materially differ from that suggested by unadjusted accounting data alone (though it has been calibrated to avoid the frequent need for strong divergence). The scorecard output and the individual scores are discussed in rating committees and may be adjusted up or down to reflect conditions specific to each rated entity.

Rating methodology and scorecard factors

Exhibit 8

Rating Factors

Macro Factors							
Weighted Macro Profile		Strong +	100%				
Factor		Historic Ratio	Initial Score	Expected Trend	Assigned Score	Key driver #1	Key driver #2
Solvency							
Asset Risk							
Problem Loans / Gross Loans		1.8%	a1	↔	a2	Sector concentration	Long-run loss performance
Capital							
Tangible Common Equity / Risk Weighted Assets (Basel III - transitional phase-in)		14.5%	a3	↓	baa2	Capital quality	Nominal leverage
Profitability							
Net Income / Tangible Assets		0.4%	ba1	↑	baa1	Earnings stability	
Combined Solvency Score			a3		baa1		
Liquidity							
Funding Structure							
Less-stable Funds / Tangible Banking Assets		24.3%	a3	↔	a2	Deposit quality	
Liquid Resources							
Core Banking Liquidity / Tangible Banking Assets		18.6%	a3	↔	a3	Quality of liquid assets	
Combined Liquidity Score			a3		a2		
Financial Profile			a3		a3		
Qualitative Adjustments					Adjustment		
Business and Geographic Diversification					0		
Complexity and Opacity					0		
Strategy, Risk Appetite and Governance					0		
Total Qualitative Adjustments					0		
Sovereign or Affiliate constraint					Aa3		
BCA Scorecard-indicated Outcome - Range					a2 - baa1		
Assigned BCA					a3		
Affiliate Support notching					0		
Adjusted BCA					a3		
Balance Sheet			in-scope (GBP Million)	% in-scope	at-failure (GBP Million)	% at-failure	
Other liabilities			630,799	90.1%	630,799	90.1%	
Deposits			0	0.0%	0	0.0%	
Preferred deposits			0	0.0%	0	0.0%	
Junior deposits			0	0.0%	0	0.0%	
Dated subordinated bank debt			224	0.0%	224	0.0%	
Junior subordinated bank debt			129	0.0%	129	0.0%	
Senior unsecured holding company debt			31,643	4.5%	31,643	4.5%	
Dated subordinated holding company debt			10,290	1.5%	10,290	1.5%	
Junior subordinated holding company debt			10	0.0%	10	0.0%	
Preference shares(holding company)			6,309	0.9%	6,309	0.9%	
Equity			21,012	3.0%	21,012	3.0%	
Total Tangible Banking Assets			700,416	100.0%	700,416	100.0%	

Debt Class	De Jure waterfall		De Facto waterfall		Notching		LGF	Assigned	Additional	Preliminary
	Instrument	Sub-	Instrument	Sub-	De Jure	De Facto	Notching	LGF	Notching	Rating
	volume +	ordination	volume +	ordination			Guidance	notching		Assessment
	subordination		subordination				vs.			
							Adjusted			
							BCA			
Senior unsecured holding company debt	9.9%	5.4%	9.9%	5.4%	0	0	0	0	0	a3
Dated subordinated holding company debt	5.4%	3.9%	5.4%	3.9%	-1	-1	-1	-1	0	baa1
Holding company non-cumulative preference shares	3.9%	3.0%	3.9%	3.0%	-1	-1	-1	-1	-2	baa3

Instrument Class	Loss Given	Additional	Preliminary Rating	Government	Local Currency	Foreign
	Failure notching	notching	Assessment	Support notching	Rating	Currency Rating
Senior unsecured holding company debt	0	0	a3	0	A3	A3
Dated subordinated holding company debt	-1	0	baa1	0	Baa1	Baa1
Holding company non-cumulative preference shares	-1	-2	baa3	0	Baa3 (hyb)	Baa3 (hyb)

[1] Where dashes are shown for a particular factor (or sub-factor), the score is based on non-public information.

Source: Moody's Ratings

Ratings

Exhibit 9

Category	Moody's Rating
LLOYDS BANKING GROUP PLC	
Outlook	Stable
Baseline Credit Assessment	a3
Adjusted Baseline Credit Assessment	a3
Senior Unsecured	A3
Subordinate	Baa1
Bkd Jr Subordinate -Dom Curr	Baa2 (hyb)
Pref. Stock Non-cumulative	Baa3 (hyb)
Other Short Term -Dom Curr	(P)P-2
HBOS PLC	
Outlook	Stable
Counterparty Risk Rating	Aa3/P-1
Counterparty Risk Assessment	Aa3(cr)/P-1(cr)
Issuer Rating	A1
Subordinate	Baa1
ST Issuer Rating	P-1
LLOYDS BANK PLC	
Outlook	Stable
Counterparty Risk Rating	Aa3/P-1
Bank Deposits	A1/P-1
Baseline Credit Assessment	a3
Adjusted Baseline Credit Assessment	a3
Counterparty Risk Assessment	Aa3(cr)/P-1(cr)
Senior Unsecured	A1
Subordinate MTN	(P)Baa1
Commercial Paper	P-1
Other Short Term -Dom Curr	(P)P-1
LLOYDS BANK CORPORATE MARKETS PLC	
Outlook	Stable
Counterparty Risk Rating	A1/P-1
Bank Deposits	A1/P-1
Baseline Credit Assessment	baa3
Adjusted Baseline Credit Assessment	baa1

Counterparty Risk Assessment	A1(cr)/P-1(cr)
Issuer Rating	A1
Senior Unsecured	A1
Commercial Paper	P-1
Other Short Term	(P)P-1
LLOYDS BANK CORPORATE MARKETS PLC, NY BRANCH	
Counterparty Risk Rating	A1/P-1
Counterparty Risk Assessment	A1(cr)/P-1(cr)
Commercial Paper	P-1
SCOTTISH WIDOWS LIMITED	
Outlook	Stable
Insurance Financial Strength	A2
Subordinate -Dom Curr	Baa1
LLOYDS BANK GMBH	
Outlook	Stable
Counterparty Risk Rating	A1/P-1
Bank Deposits	A2/P-1
Baseline Credit Assessment	baa2
Adjusted Baseline Credit Assessment	a3
Counterparty Risk Assessment	Aa3(cr)/P-1(cr)
BANK OF SCOTLAND PLC	
Outlook	Stable
Counterparty Risk Rating	Aa3/P-1
Bank Deposits	A1/P-1
Baseline Credit Assessment	a3
Adjusted Baseline Credit Assessment	a3
Counterparty Risk Assessment	Aa3(cr)/P-1(cr)
Issuer Rating	A1
Bkd Senior Unsecured	A1
Pref. Stock Non-cumulative -Dom Curr	Baa3 (hyb)

Source: Moody's Ratings

Endnotes

- [1](#) Deposit rating, senior unsecured debt rating and Baseline Credit Assessment
- [2](#) Deposit rating, senior unsecured/issuer rating and Baseline Credit Assessment
- [3](#) LBG is retiring the Halifax brand through a phased transition that will run from July 2026 through to the end of 2027
- [4](#) Our preferred measure of capital for reasons of global comparability. Tangible common equity (TCE) = (Common shares + retained earnings and related reserves + treasury stock + foreign currency translation) minus (Goodwill and other Intangible Assets) minus (Deferred Tax Assets) plus (Impact of Cap on Deferred Tax Assets).
- [5](#) Excluding operating lease depreciation

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