

Penarth Master Issuer plc —Public Surveillance Report
Combined Series Report For IPD Ending: 19 September 2011

Key Parties

Receivables Trustee	Penarth Receivables Trustee Ltd
Depositors	Penarth Funding 1 Ltd
Transferor, Servicer and Cash Manager	Bank of Scotland plc
Issuer	Penarth Master Issuer plc
Issuing Entity	Penarth Funding 1 Ltd
Issuer Corporate Servicers Provider	Structured Finance Management Ltd
Security Trustee and Note Trustee	Deutsche Bank Trust Company Americas

Notes Outstanding

Note	Amount	Original Rating Moody's/S&P/Fitch	Scheduled Redemption Date	Reference Rate	Margin
2010 A1	£1,000,000,000	Aaa/AAA/AAA	18 May 2013	0.65188%	0.85%
2010 A2	£500,000,000	Aaa/AAA/AAA	18 May 2015	0.65188%	0.85%
2010 A3	€250,000,000	Aaa/AAA/AAA	18 August 2013	1.35700%	0.78%
2010 B1	£200,000,000	Aa3/A/A+	18 May 2015	0.65188%	1.00%
2010 C1	£228,000,000	Baa1/BBB+	18 May 2017	0.65188%	1.50%
2010 D1	£240,000,000	Not rated	18 May 2017	0.65188%	1.60%
2010-2 A1	£500,000,000	Aaa/AAA/AAA	18 January 2014	0.65188%	0.95%
2010-2 A2	£750,000,000	Aaa/AAA/AAA	18 December 2012	0.21022%	0.75%
2010-2 A3	£300,000,000	Aaa/AAA/AAA	18 December 2014	0.65188%	1.05%
2010-2 B1	£330,000,000	Aa3/A/A+	18 February 2015	0.65188%	1.25%
2010-2 C1	£175,000,000	Baa1/BBB+	18 February 2015	0.65188%	1.50%
2010-2 D1	£185,000,000	Not rated	18 February 2015	0.65188%	1.60%
2011-1 A1	£750,000,000	Aaa/AAA/AAA	18 May 2013	0.21022%	0.65%
2011-1 A2	£125,000,000	Aaa/AAA/AAA	18 May 2015	0.65188%	1.00%

A. Principal and Interest amounts for period

Class and Loan Note	To SWAP provider		To Investor	
	Principal	Interest	Principal	Interest
Class A: Series 2010-1 A1	£0.00	£0.00	£0.00	£1,207,513.99
Class A: Series 2010-1 A2	£0.00	£0.00	£0.00	£658,358.36
Class A: Series 2010-1 A3	£0.00	£321,866.01	£0.00	€ 474,888.89
Class A: Series 2010-2 A1	£0.00	£0.00	£0.00	£702,193.97
Class A: Series 2010-2 A2	£0.00	£727,772.85	£0.00	\$640,146.67
Class A: Series 2010-2 A3	£0.00	£0.00	£0.00	£447,617.75
Class A: Series 2011-1 A1	£0.00	£660,383.78	£0.00	\$573,480.00
Class A: Series 2011-1 A2	£0.00	£0.00	£0.00	£181,027.95
Class B: Series 2010-1 B1	£0.00	£0.00	£0.00	£289,644.71
Class B: Series 2010-2 B1	£0.00	£0.00	£0.00	£550,242.54
Class C: Series 2010-1 C1	£0.00	£0.00	£0.00	£430,140.18
Class C: Series 2010-2 C1	£0.00	£0.00	£0.00	£330,151.45
Class D: Series 2010-1 D1	£0.00	£0.00	£0.00	£473,820.23
Class D: Series 2010-2 D1	£0.00	£0.00	£0.00	£365,236.43

B. Trust Level Data

BOP Principal Receivables	£6,652,131,857.41
EOP Principal Receivables	£6,586,953,955.59

Acquired Interchange Amount £10,359,509.69

Delinquent Aggregate Account Principal Balance

30 - 59 days delinquent	£65,269,448.39
60 - 89 days delinquent	£50,787,140.31
90 - 119 days delinquent	£44,835,315.50
120-149 days delinquent	£38,600,900.16
150 + days delinquent	£44,625,477.60
Non-Delinquent	£6,342,835,673.63

Delinquent Principal Receivables as % of EOP Principal Receivables

30 - 59 days delinquent	0.99%
60 - 89 days delinquent	0.77%
90 - 119 days delinquent	0.68%
120-149 days delinquent	0.59%
150 + days delinquent	0.68%

Principal Payment Rate	18.86%
Monthly Payment Rate*	19.56%

C. Portfolio Yield and Expense Rates

Initial Principal Amount	£4,931,423,660.00
Investor Interest	74.13%
Transferor Interest	25.87%
	100.00%
	Total
Gross Yield Rate	23.35%
Less:	
Charge Off Rate	7.65%
Portfolio Yield	15.70%
Less:	
Expense Rate	2.67%
Excess Available Funds Percentage	13.03%
- 1 Month Previous	11.18%
- 2 Month Previous	11.47%
- 3 Month Average	11.89%

* Includes Principal and Finance Charge Collections in the numerator and Principal and Finance Charge Receivables in the denominator.
^ The Payment Rate numerator excludes non-cash entries.