

Penarth Master Issuer plc —Public Surveillance Report
Combined Series Report For IPD Ending: 18 August 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	0.62938%	0.85%
2010 A2	£500,000,000	Aaa/AAA/AAA	18 May 2015	0.62938%	0.85%
2010 A3	€250,000,000	Aaa/AAA/AAA	18 August 2013	1.45800%	0.78%
2010 B1	£200,000,000	Aa3/A/A+	18 May 2015	0.62938%	1.00%
2010 C1	£228,000,000	Baa1/BBB+	18 May 2017	0.62938%	1.50%
2010 D1	£240,000,000	Not rated	18 May 2017	0.62938%	1.60%
2010-2 A1	£500,000,000	Aaa/AAA/AAA	18 January 2014	0.62938%	0.95%
2010-2 A2	£750,000,000	Aaa/AAA/AAA	18 December 2012	0.18650%	0.75%
2010-2 A3	£300,000,000	Aaa/AAA/AAA	18 December 2014	0.62938%	1.05%
2010-2 B1	£330,000,000	Aa3/A/A+	18 February 2015	0.62938%	1.25%
2010-2 C1	£175,000,000	Baa1/BBB+	18 February 2015	0.62938%	1.50%
2010-2 D1	£185,000,000	Not rated	18 February 2015	0.62938%	1.60%
2011-1 A1	£750,000,000	Aaa/AAA/AAA	18 May 2013	0.18650%	0.65%
2011-1 A2	£125,000,000	Aaa/AAA/AAA	18 May 2015	0.62938%	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	£1,308,885.62
Class A: Series 2010-1 A2	£0.00	£0.00	£0.00	£628,229.86
Class A: Series 2010-1 A3	£0.00	£307,868.25	£0.00	€ 481,791.67
Class A: Series 2010-2 A1	£0.00	£0.00	£0.00	£670,695.62
Class A: Series 2010-2 A2	£0.00	£695,801.16	£0.00	\$604,822.92
Class A: Series 2010-2 A3	£0.00	£0.00	£0.00	£427,896.82
Class A: Series 2011-1 A1	£0.00	£630,969.11	£0.00	\$540,239.58
Class A: Series 2011-1 A2	£0.00	£0.00	£0.00	£172,982.12
Class B: Series 2010-1 B1	£0.00	£0.00	£0.00	£276,771.40
Class B: Series 2010-2 B1	£0.00	£0.00	£0.00	£526,741.30
Class C: Series 2010-1 C1	£0.00	£0.00	£0.00	£412,341.31
Class C: Series 2010-2 C1	£0.00	£0.00	£0.00	£316,490.04
Class D: Series 2010-1 D1	£0.00	£0.00	£0.00	£454,427.05
Class D: Series 2010-2 D1	£0.00	£0.00	£0.00	£350,287.52

B. Trust Level Data

BOP Principal Receivables	£6,746,944,379.72
EOP Principal Receivables	£6,652,131,857.41

Acquired Interchange Amount £9,901,795.25

Delinquent Aggregate Account Principal Balance

30 - 59 days delinquent	£68,517,327.67
60 - 89 days delinquent	£52,686,711.84
90 - 119 days delinquent	£44,275,437.15
120-149 days delinquent	£42,926,869.45
150 + days delinquent	£45,969,391.94
Non-Delinquent	£6,397,756,119.36

Delinquent Principal Receivables as % of EOP Principal Receivables

30 - 59 days delinquent	1.03%
60 - 89 days delinquent	0.79%
90 - 119 days delinquent	0.67%
120-149 days delinquent	0.65%
150 + days delinquent	0.69%

Principal Payment Rate	17.63%
Monthly Payment Rate*	18.21%

C. Portfolio Yield and Expense Rates

Initial Principal Amount	£4,931,423,660.00
Investor Interest	73.09%
Transferor Interest	26.91%
	100.00%
	Total
Gross Yield Rate	20.41%
Less:	
Charge Off Rate	6.54%
Portfolio Yield	13.87%
Less:	
Expense Rate	2.69%
Excess Available Funds Percentage	11.18%
- 1 Month Previous	11.47%
- 2 Month Previous	11.75%
- 3 Month Average	11.47%

* 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.