

Permanent Monthly Report

Date of Report: 13 Jan 2009

For period from 1 Dec 2008 to 31 Dec 2008

Mortgages Trust Determination Date	2 Jan 2009
Mortgages Trust Distribution Date	6 Jan 2009
Current Funding 1 Interest Period	10 Dec 2008 to 10 Mar 2009
Current Funding 2 Interest Period	15 Oct 2008 to 15 Jan 2009

Key Parties

Mortgages Trustee	Permanent Mortgages Trustee Limited
Depositors	Permanent Funding (No. 1) Limited (Funding 1), Permanent Funding (No. 2) Limited (Funding 2)
Seller	Bank of Scotland plc
Servicer	Bank of Scotland plc
Cash Manager	Bank of Scotland plc
Issuing Entities	Permanent Financing (No. 2 through 9) PLC ¹ , Permanent Master Issuer PLC
Security Trustee	The Bank of New York, London
Note Trustee	The Bank of New York, London

Mortgages Trust Summary

Principal Balance at start of period	£ 39,100,209,444.45	Number of loans in pool at start of period	485,441
Principal Balance at end of period	£ 38,605,162,603.73	Number of loans in pool at end of period	479,899
Opening Trust Assets	£ 100.00		
Total	£ 38,605,162,703.73		
Funding 1 Issuer Notes outstanding (GBP)	£ 18,420,026,000.00	Funding 2 Issuer Notes outstanding (GBP)	£ 14,192,880,000.00
less Cash Accumulation Ledger balance	£ -	less Cash Accumulation Ledger balance	£ -
less Funding 1 Principal Ledger balance	£ 497,456,950.79	less Funding 2 Principal Ledger balance	£ 452,080.29
less Principal Deficiency Ledger balance	£ 3,148,368.83	less Principal Deficiency Ledger balance	£ 4,674,145.10
Funding 1 Share	£ 17,919,420,680.38	Funding 2 Share	£ 14,187,753,874.61
Funding 1 Share %	43.34008%	Funding 2 Share %	34.31464%
Seller Share	£ 9,240,086,742.57		
Seller Share %	22.34528%		
Minimum Seller Share	£ 3,141,147,082.80		
Minimum Seller Share %	7.59699%		

n.b. £2,997,445,751 of assets were added to the Mortgages Trust on 2 Jan 09 taking the pool balance to £41,347,261,297 and consequently it is this pool balance that the Funding 1 Share %, the Funding 2 Share % and the Seller Share figures have been based upon.

Distribution(s)

On a monthly basis, Mortgages Trust Revenue Receipts are allocated on a pro-rata basis between Funding 1, Funding 2 and the Seller based upon their respective shares in the Trust. Mortgages Trust Principal Receipts are allocated first on a pro-rata basis between Funding 1 and Funding 2 based upon their respective shares in the Trust, up to their respective cash accumulation requirements and then to the Seller. On a quarterly basis, Funding 1 will distribute its receipts to the issuers Permanent Financing (No. 2) PLC¹ to Permanent Financing (No. 9) PLC inclusive, Funding 2 will distribute its receipts to Permanent Master Issuer PLC (Master Issuer) and in turn the issuers will distribute their respective receipts to the noteholders, via the paying agents and swap providers. ¹ Permanent Financing (No. 1) Plc was placed into solvent liquidation on 18 July 2008.

Mortgages Trust Distribution 6 Jan 2009

Mortgages Trust Revenue Receipts	£ 159,380,825.14		
Mortgages Trust Principal Receipts	£ 495,277,380.33		
Total received by Mortgages Trustee	£ 654,658,205.47		
	Revenue distribution		Principal distribution
Amounts due to the Servicer	£ 1,660,419.85	Paid to Permanent Funding (No. 1) Limited	£ 495,277,380.33
Other amounts due	£ 150.00	Paid to Permanent Funding (No. 2) Limited	£ -
Paid to Permanent Funding (No. 1) Limited	£ 75,121,273.03	Paid to the Seller	£ -
Paid to Permanent Funding (No. 2) Limited	£ 57,877,793.93		
Paid to the Seller	£ 24,721,188.33		
	£ 159,380,825.14		£ 495,277,380.33

Master Issuer Distribution 15 Oct 2008

Master Issuer Revenue Receipts	£ 245,389,984.99		
Master Issuer Principal Receipts	£ 2,041,886,650.63		
Total received by Master Issuer	£ 2,287,276,635.62		
	Revenue distribution		Principal distribution
Amounts due to Security Trustee	£ -	Amounts due Swap Provider re Class A notes	£ 336,600,000.00
Amounts due to Note Trustee	£ -	Principal due on Class A notes	£ 1,705,286,650.63
Amounts due to Agent Bank, Paying Agent	£ -	Amounts due Swap Provider re Class B notes	£ -
Amounts due to Third Party Creditors	£ 40,440.93	Principal due on Class B notes	£ -
Amounts due to Cash Manager	£ 1,023,012.69	Amounts due Swap Provider re Class C notes	£ -
Amounts due to Corporate Svcs Provider	£ 5,664.09	Principal due on Class C notes	£ -
Amounts due Swap Provider re Class A notes	£ 95,284,777.91		
Interest due on Class A notes	£ 130,319,667.81		
Amounts due Swap Provider re Class B notes	£ 2,394,209.03		
Interest due on Class B notes	£ 6,688,087.19		
Amounts due Swap Provider re Class C notes	£ 2,522,702.65		
Interest due on Class C notes	£ 7,085,419.10		
Retained by the Master Issuer	£ 26,003.59		
	£ 245,389,984.99		£ 2,041,886,650.63

Mortgages Trust Pool Assets Analysis (at end of period)

A very small number of loans were repurchased from the Trust by the Seller during the period, for being in breach of the representations and warranties under the Mortgage Sale Agreement.

HVR1 rate 5.00%
 HVR2 rate 4.40%
 Flexible Variable rate 4.40%

Yield net of Funding Swaps over 3 Month Sterling LIBOR 0.54603%

Arrears & Possessions

Months in arrears	Aggregate outstanding balance	% of Total	Aggregate amount of Arrears	Number of accounts	% of Total
Current - < 1 month	£ 37,224,032,569.02	96.42%	£ 1,897,834.10	466,416	97.19%
1 - < 2 months	£ 549,662,047.43	1.42%	£ 4,261,284.42	5,559	1.16%
2 - < 3 months	£ 220,796,709.79	0.57%	£ 3,350,934.29	2,151	0.45%
3 - < 6 months	£ 294,194,575.89	0.76%	£ 7,888,689.47	2,833	0.59%
6 - < 12 months	£ 227,390,850.24	0.59%	£ 12,261,610.27	2,137	0.45%
>= 12 months	£ 89,085,851.36	0.23%	£ 10,152,005.91	803	0.17%
Total	£ 38,605,162,603.73	100.00%	£ 39,812,358.46	479,899	100.00%

Properties in possession	Aggregate outstanding balance	% of Total	Number of accounts	% of Total
Brought forward	£ 66,052,400.02	0.17%	500	0.10%
Repossessed			62	0.01%
Sold			156	0.03%
Relinquished to borrower			-	0.00%
Carried forward	£ 52,719,440.89	0.14%	406	0.08%

Average time from possession to sale in days (this period)	160
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A loan is identified as being in arrears where an amount equal to or greater than a full month's contractual payment is outstanding at the end of the month. A loan is not defined as defaulted until the property relating to that loan has been taken into possession. A loan is not charged off as uncollectable until the property relating to that loan has been disposed of following default.

Substituted assets

Period	Balance of accounts	Number of accounts
This period	£ -	-

CPR

Month	Monthly CPR	1-month annualised	3-month annualised	12-month annualised
December 2008	1.27%	14.18%	17.43%	25.70%
November 2008	1.46%	16.18%	19.70%	26.49%
October 2008	2.04%	21.92%	29.61%	27.42%

1-month annualised CPR is calculated as $1 - (1-R)^{12}$

3-month annualised CPR is calculated as the average of the 1-month annualised CPR for the most recent 3 months.

12-month annualised CPR is calculated as the average of the 1-month annualised CPR for the most recent 12 months.

where in each case R is 'Monthly CPR' or total principal receipts received plus the principal balance of loans repurchased by the Seller (primarily due to further advances) during the period, divided by the aggregate principal balance of the loans in the portfolio as at the start of the period.

Excess spread

Month	Excess spread
December 2008	0.34779%
November 2008	0.32858%
October 2008	0.43998%

Excess spread is equal to the yield above, plus interest receivable on reserve funds, less actual and estimated costs including the weighted average margin on the notes.

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Range of outstanding balances at end of period	Aggregate outstanding balance	% of Total	Number of accounts	% of Total
£0 - £24,999.99	£ 1,165,556,393.81	3.02%	88,263	18.39%
£25,000 - £49,999.99	£ 3,957,835,554.81	10.25%	106,911	22.28%
£50,000 - £74,999.99	£ 5,181,882,982.08	13.42%	83,583	17.42%
£75,000 - £99,999.99	£ 5,498,659,554.62	14.24%	63,388	13.21%
£100,000 - £124,999.99	£ 5,058,747,896.58	13.10%	45,275	9.43%
£125,000 - £149,999.99	£ 4,166,674,702.96	10.79%	30,507	6.36%
£150,000 - £174,999.99	£ 3,253,853,810.90	8.43%	20,167	4.20%
£175,000 - £199,999.99	£ 2,382,411,047.27	6.17%	12,766	2.66%
£200,000 - £224,999.99	£ 1,835,519,547.02	4.75%	8,681	1.81%
£225,000 - £249,999.99	£ 1,367,393,952.64	3.54%	5,778	1.20%
£250,000 - £299,999.99	£ 1,770,988,425.22	4.59%	6,514	1.36%
£300,000 - £349,999.99	£ 1,196,478,672.86	3.10%	3,721	0.78%
£350,000 - £399,999.99	£ 788,756,477.18	2.04%	2,122	0.44%
£400,000 - £449,999.99	£ 570,245,037.71	1.48%	1,354	0.28%
£450,000 - £500,000	£ 404,135,298.79	1.05%	858	0.18%
>£500,000	£ 6,023,249.28	0.02%	11	0.00%
Total	£ 38,605,162,603.73	100.00%	479,899	100.00%

The weighted average current balance is: **£ 139,805.24**

Range of LTV ratios at origination*	Aggregate balance at Origination	% of Total	Number of accounts	% of Total
0% - 24.99%	£ 2,341,572,242.00	5.47%	60,027	12.51%
25% - 49.99%	£ 11,650,212,880.94	27.20%	169,701	35.36%
50% - 74.99%	£ 16,424,122,443.00	38.35%	148,417	30.93%
75% - 79.99%	£ 2,919,511,987.00	6.82%	22,489	4.69%
80% - 84.99%	£ 2,601,156,896.00	6.07%	19,766	4.12%
85% - 89.99%	£ 2,692,872,905.00	6.29%	20,798	4.33%
90% - 94.99%	£ 2,587,578,308.00	6.04%	21,413	4.46%
95% - 96.99%	£ 960,882,315.00	2.24%	10,831	2.26%
97%	£ 476,518,320.00	1.11%	5,432	1.13%
>97%	£ 171,008,760.00	0.40%	1,025	0.21%
Total	£ 42,825,437,056.94	100.00%	479,899	100.00%

*excluding capitalised interest, capitalised high LTV fees, insurance fees, booking fees and valuation fees.

The weighted average LTV at origination is: **60.53%**

Range of LTV ratios at end of reporting period*	Aggregate outstanding balance	% of Total	Number of accounts	% of Total
0% - 24.99%	£ 3,432,578,110.91	8.89%	129,848	27.06%
25% - 49.99%	£ 10,315,435,581.67	26.72%	155,739	32.45%
50% - 74.99%	£ 12,440,677,562.59	32.23%	109,618	22.84%
75% - 79.99%	£ 2,432,411,962.25	6.30%	17,744	3.70%
80% - 84.99%	£ 2,469,349,390.92	6.40%	17,169	3.58%
85% - 89.99%	£ 2,282,401,582.86	5.91%	15,598	3.25%
90% - 94.99%	£ 2,025,654,052.04	5.25%	13,743	2.86%
95% - 96.99%	£ 680,447,874.59	1.76%	4,442	0.93%
97% - 99.99%	£ 912,152,922.78	2.36%	5,753	1.20%
>=100%	£ 1,614,053,563.12	4.18%	10,245	2.13%
Total	£ 38,605,162,603.73	100.00%	479,899	100.00%

*including capitalised interest, capitalised high LTV fees, insurance fees, booking fees and valuation fees and using indexed valuation.

The weighted average current LTV is: **60.50%**

Region	Aggregate outstanding balance	% of Total	Number of accounts	% of Total
London & South East	£ 11,740,148,921.14	30.41%	96,586	20.13%
Midlands & East Anglia	£ 8,342,990,919.94	21.61%	104,118	21.70%
North	£ 5,116,621,263.39	13.25%	85,872	17.89%
North West	£ 4,449,023,019.37	11.52%	69,990	14.58%
South Wales & West	£ 5,394,128,234.37	13.97%	66,187	13.79%
Scotland	£ 3,500,819,143.91	9.07%	56,653	11.81%
Unknown	£ 61,431,101.61	0.16%	493	0.10%
Total	£ 38,605,162,603.73	100.00%	479,899	100.00%

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Age of loans in months	Aggregate outstanding balance	% of Total	Number of accounts	% of Total
<6	£ -	0.00%	-	0.00%
6 - <12	£ 547,209,613.73	1.42%	4,047	0.84%
12 - <18	£ 2,952,808,782.00	7.65%	21,208	4.42%
18 - <24	£ 6,619,594,319.38	17.15%	49,761	10.37%
24 - <30	£ 3,265,373,888.80	8.46%	28,105	5.86%
30 - <36	£ 3,189,607,169.41	8.26%	32,983	6.87%
36 - <42	£ 2,806,620,084.10	7.27%	28,699	5.98%
42 - <48	£ 2,291,171,423.99	5.93%	27,566	5.74%
48 - <54	£ 3,320,316,841.74	8.60%	39,011	8.13%
54 - <60	£ 2,548,008,198.76	6.60%	32,658	6.81%
60 - <66	£ 2,345,741,180.07	6.08%	31,006	6.46%
66 - <72	£ 1,549,629,295.19	4.01%	23,987	5.00%
>=72	£ 7,169,081,806.56	18.57%	160,868	33.52%
Total	£ 38,605,162,603.73	100.00%	479,899	100.00%

The weighted average seasoning of the loans, in months, is: 48.32

Years to maturity of loans	Aggregate outstanding balance	% of Total	Number of accounts	% of Total
< 5	£ 1,290,041,209.36	3.34%	46,161	9.62%
5 - <10	£ 3,601,669,573.81	9.33%	73,905	15.40%
10 - <15	£ 5,996,353,952.16	15.53%	91,654	19.10%
15 - <20	£ 10,947,345,398.25	28.36%	127,307	26.53%
20 - <25	£ 13,234,271,770.94	34.28%	108,697	22.65%
25 - <30	£ 3,276,469,573.02	8.49%	28,923	6.03%
30 - <35	£ 255,809,227.24	0.66%	3,227	0.67%
>=35	£ 3,201,898.95	0.01%	25	0.01%
Total	£ 38,605,162,603.73	100.00%	479,899	100.00%

The weighted average remaining term of the loans, in years, is: 17.99

Use of proceeds	Aggregate outstanding balance	% of Total	Number of accounts	% of Total
Purchase	£ 25,285,627,860.94	65.50%	319,689	66.62%
Remortgage	£ 13,319,534,742.79	34.50%	160,210	33.38%
Total	£ 38,605,162,603.73	100.00%	479,899	100.00%

Property type	Aggregate outstanding balance	% of Total	Number of accounts	% of Total
Detached	£ 11,135,416,676.06	28.84%	111,625	23.26%
Semi-detached	£ 11,369,598,617.71	29.45%	158,919	33.12%
Terraced	£ 10,937,516,436.81	28.33%	152,619	31.80%
Other*	£ 5,162,630,873.15	13.37%	56,736	11.82%
Total	£ 38,605,162,603.73	100.00%	479,899	100.00%

*Primarily flats or maisonettes

Origination channel	Aggregate outstanding balance	% of Total	Number of accounts	% of Total
Direct origination by Halifax	£ 15,912,602,761.20	41.22%	239,881	49.99%
Intermediaries	£ 22,620,253,381.26	58.59%	238,281	49.65%
Other channels	£ 72,306,461.27	0.19%	1,737	0.36%
Total	£ 38,605,162,603.73	100.00%	479,899	100.00%

Repayment terms	Aggregate outstanding balance	% of Total	Number of accounts	% of Total
Repayment	£ 22,940,223,656.29	59.42%	331,445	69.07%
Interest-only	£ 15,664,938,947.44	40.58%	148,454	30.93%
Total	£ 38,605,162,603.73	100.00%	479,899	100.00%

Payment method	Aggregate outstanding balance	% of Total	Number of accounts	% of Total
Direct debit	£ 27,946,493,057.15	72.39%	320,188	66.72%
Halifax payment plan	£ 8,540,197,618.63	22.12%	125,003	26.05%
Other	£ 2,118,471,927.95	5.49%	34,708	7.23%
Total	£ 38,605,162,603.73	100.00%	479,899	100.00%

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Special rate and flexible loans

Type of loan	Aggregate outstanding balance	% of Total	Number of holdings*	% of Total
Discounted variable rate loans	£ -	0.00%	-	0.00%
Fixed rate loans	£ 20,681,609,102.68	69.47%	238,851	64.28%
Capped rate loans	£ -	0.00%	-	0.00%
Tracker rate loans	£ 8,936,333,646.54	30.02%	131,177	35.30%
Flexible loans	£ 152,366,902.85	0.51%	1,532	0.41%
Total Special rate and flexible	£ 29,770,309,652.07	100.00%	371,560	100.00%

Distribution of fixed rate loans

Fixed rate %	Aggregate outstanding balance	% of Total	Number of holdings*	% of Total
0 - 3.99%	£ 6,042,722.12	0.03%	6,062	2.54%
4.00 - 4.99%	£ 2,113,377,032.01	10.22%	15,978	6.69%
5.00 - 5.99%	£ 15,034,110,529.29	72.69%	161,237	67.51%
6.00 - 6.99%	£ 3,388,152,163.73	16.38%	50,971	21.34%
7.00 - 7.99%	£ 139,926,655.53	0.68%	4,603	1.93%
8.00 - 8.99%	£ -	0.00%	-	0.00%
Total	£ 20,681,609,102.68	100.00%	238,851	100.00%

Year in which current fixed rate period ends	Aggregate outstanding balance	% of Total	Number of holdings*	% of Total
2009	£ 10,269,124,505.84	49.65%	96,842	40.54%
2010	£ 2,904,679,949.24	14.04%	37,818	15.83%
2011	£ 4,471,504,159.02	21.62%	53,115	22.24%
2012	£ 1,702,018,603.17	8.23%	25,064	10.49%
2013	£ 400,708,456.05	1.94%	5,188	2.17%
2014	£ 322,840,823.01	1.56%	4,339	1.82%
2015	£ 125,032,664.82	0.60%	2,917	1.22%
2016	£ 113,611,977.54	0.55%	1,830	0.77%
2017	£ 265,816,077.40	1.29%	4,242	1.78%
2018	£ 91,913,593.92	0.44%	1,294	0.54%
2019+	£ 14,358,292.67	0.07%	6,202	2.60%
Total	£ 20,681,609,102.68	100.00%	238,851	100.00%

*An account may have more than one product holding.

Ledgers

Funding 1 Share / Funding 2 Share / Seller Share Ledger

Date	Collateral pool balance	Funding 1 Share	Funding 2 Share	Seller Share	Funding 1 Share %	Funding 2 Share %	Seller Share %
01-Dec-08	£ 39,100,209,444.45	£ 18,417,846,429.54	£ 14,190,179,560.90	£ 6,492,183,454.01	47.1057%	36.2929%	16.6014%
03-Nov-08	£ 39,678,314,769.07	£ 18,420,026,000.00	£ 14,191,858,828.65	£ 7,066,429,940.42	46.4249%	35.7684%	17.8067%
01-Oct-08	£ 40,500,428,691.15	£ 18,873,377,142.52	£ 14,192,428,019.71	£ 7,434,623,528.92	46.6020%	35.0438%	18.3542%

Revenue Ledger

Month	Revenue receipts on the loans	GIC interest	Total
December 2008	£ 157,629,785.53	£ 1,751,039.61	£ 159,380,825.14
November 2008	£ 175,003,574.41	£ 2,737,981.47	£ 177,741,555.88
October 2008	£ 189,055,978.62	£ 3,406,089.72	£ 192,462,068.34

Distribution

Month	Servicer	Other amounts per Priority of Payments	Funding 1	Funding 2	Seller
December 2008	£ 1,660,419.85	£ 150.00	£ 75,121,273.03	£ 57,877,793.93	£ 24,721,188.33
November 2008	£ 1,630,615.68	£ -	£ 82,566,341.27	£ 63,613,907.44	£ 29,930,691.49
October 2008	£ 1,719,881.22	£ -	£ 89,761,384.50	£ 67,498,887.42	£ 33,481,915.20

Principal Ledger

Month	Principal receipts on the loans	Principal for Further Advances	Total
December 2008	£ 278,162,648.83	£ 217,114,731.50	£ 495,277,380.33
November 2008	£ 312,675,172.99	£ 266,775,114.55	£ 579,450,287.54
October 2008	£ 507,076,746.47	£ 321,706,405.42	£ 828,783,151.89

Distribution

Month	Funding 1	Funding 2	Seller
December 2008	£ 495,277,380.33	£ -	£ -
November 2008	£ -	£ -	£ 579,450,287.54
October 2008	£ 452,594,220.75	£ -	£ 376,188,931.14

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Losses Ledger

Month	Losses in month	Funding 1 share of losses	Funding 2 share of losses	Seller share of losses	Cumulative losses
December 2008	£ 6,683,633.13	£ 3,148,368.83	£ 2,425,686.29	£ 1,109,578.01	£ 28,963,108.74
November 2008	£ 4,694,834.76	£ 2,179,570.46	£ 1,679,267.75	£ 835,996.55	£ 22,279,475.61
October 2008	£ 1,624,226.63	£ 756,921.77	£ 569,191.06	£ 298,113.80	£ 17,584,640.85

Funding 1 Principal Deficiency Ledger (BBB sub-ledger)

Month	Debit	Credit	Balance
December 2008	£ 3,148,368.83	£ 3,563,273.43	£ 3,148,368.83
November 2008	£ 2,179,570.46	-	£ 3,563,273.43
October 2008	£ 756,921.77	-	£ 1,383,702.97

Funding 1 Reserve Ledger

Month	Debit	Credit	Balance	Funding 1 Reserve Required Amount
December 2008	£ -	-	£ 445,000,000.00	£ 445,000,000.00
November 2008	£ -	-	£ 445,000,000.00	£ 445,000,000.00
October 2008	£ -	-	£ 445,000,000.00	£ 445,000,000.00

Funding 1 Liquidity Reserve Ledger

Month	Debit	Credit	Balance drawn	Balance available
December 2008	£ -	-	£ -	£ 150,000,000.00
November 2008	£ -	-	£ -	£ 150,000,000.00
October 2008	£ -	-	£ -	£ 150,000,000.00

Funding 2 Principal Deficiency Ledger (BBB sub-ledger)

Month	Debit	Credit	Balance
December 2008	£ 2,425,686.29	-	£ 4,674,145.10
November 2008	£ 1,679,267.75	-	£ 2,248,458.81
October 2008	£ 569,191.06	£ 1,095,224.43	£ 569,191.06

Funding 2 Reserve Ledger

Month	Debit	Credit	Balance	Funding 2 Reserve Required Amount
December 2008	£ -	-	£ 301,900,000.00	£ 301,900,000.00
November 2008	£ -	-	£ 301,900,000.00	£ 301,900,000.00
October 2008	£ -	-	£ 301,900,000.00	£ 301,900,000.00

Trigger Events

Non-asset trigger events:

If the Seller suffers an Insolvency Event.

If the role of the Seller as Servicer is terminated and a new Servicer is not appointed within 30 days.

If the current Seller's Share at any time is equal to or less than the Minimum Seller Share.

If the outstanding principal balance of the loans comprising the trust property is less than £36,000,000,000 to December 2008 or is less than £35,000,000,000 to January 2011.

Asset trigger events:

If there has been a debit to the relevant AAA Principal Deficiency Sub-Ledger.

No trigger events have occurred

Notes Outstanding UPDATE NOTES

Issuing entity*	Notes	Original rating S&P/Moody's/Fitch	Expected maturity date	Final maturity date	Outstanding at start of period	Outstanding at end of period	Exchange rate	Reference rate	Margin
Permanent Financing No.2	Series 5 Class A	AAA / Aaa / AAA	10/Dec/2008	10/Jun/2042	£ 750,000,000	£ -	-	-	-
Permanent Financing No.2	Series 5 Class B	AA / Aa3 / AA	10/Dec/2008	10/Jun/2042	£ 26,000,000	£ -	-	-	-
Permanent Financing No.2	Series 5 Class C	BBB / Baa2 / BBB	10/Dec/2008	10/Jun/2042	£ 26,000,000	£ -	-	-	-
Permanent Financing No.3	Series 4 Class A1	AAA / Aaa / AAA	10/Jun/2009 & 10/Mar/2009 &	12/Sep/2033	€ 700,000,000	€ 700,000,000	1.45003	3.48800%	0.19%
Permanent Financing No.3	Series 4 Class A2	AAA / Aaa / AAA	10/Jun/2009	12/Sep/2033	£ 750,000,000	£ 750,000,000	-	3.24813%	0.19%
Permanent Financing No.3	Series 4 Class B	AA / Aa3 / AA	10/Jun/2009	10/Jun/2042	€ 62,000,000	€ 62,000,000	1.44691	3.48800%	0.39%
Permanent Financing No.3	Series 4 Class C	BBB / Baa2 / BBB	10/Jun/2009	10/Jun/2042	€ 62,000,000	€ 62,000,000	1.44691	3.48800%	1.18%
Permanent Financing No.3	Series 5 Class A	AAA / Aaa / AAA	10/Dec/2010	10/Jun/2042	£ 400,000,000	£ 400,000,000	-	-	5.521%
Permanent Financing No.3	Series 5 Class B	AA / Aa3 / AA	10/Dec/2010	10/Jun/2042	€ 20,000,000	€ 20,000,000	1.43885	3.48800%	0.45%
Permanent Financing No.3	Series 5 Class C	BBB / Baa2 / BBB	10/Dec/2010	10/Jun/2042	€ 20,000,000	€ 20,000,000	1.43885	3.48800%	1.23%

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Permanent Financing No.4	Series 3 Class A	AAA / Aaa / AAA	10/Dec/2008 & 10/Mar/2009	11/Mar/2024	\$ 1,700,000,000	\$ 850,000,000	1.86600	2.18938%	0.14%
Permanent Financing No.4	Series 3 Class B	AA / Aa3 / AA	10/Mar/2009	10/Jun/2042	\$ 75,800,000	\$ 75,800,000	1.86598	2.18938%	0.23%
Permanent Financing No.4	Series 3 Class M	A / A2 / A	10/Mar/2009	10/Jun/2042	\$ 40,400,000	\$ 40,400,000	1.86596	2.18938%	0.37%
Permanent Financing No.4	Series 3 Class C	BBB / Baa2 / BBB	10/Mar/2009	10/Jun/2042	\$ 55,400,000	\$ 55,400,000	1.86595	2.18938%	0.80%
Permanent Financing No.4	Series 4 Class A	AAA / Aaa / AAA	10/Dec/2009	10/Mar/2034	€ 1,500,000,000	€ 1,500,000,000	1.50037	3.48800%	0.15%
Permanent Financing No.4	Series 4 Class B	AA / Aa3 / AA	10/Dec/2009	10/Jun/2042	€ 85,000,000	€ 85,000,000	1.50036	3.48800%	0.28%
Permanent Financing No.4	Series 4 Class M	A / A2 / A	10/Dec/2009	10/Jun/2042	€ 62,500,000	€ 62,500,000	1.50035	3.48800%	0.45%
Permanent Financing No.4	Series 5 Class A1	AAA / Aaa / AAA	10/Mar/2011	10/Jun/2042	€ 750,000,000	€ 750,000,000	1.50083	-	3.9615%
Permanent Financing No.4	Series 5 Class A2	AAA / Aaa / AAA	10/Mar/2011	10/Jun/2042	£ 1,100,000,000	£ 1,100,000,000	-	3.24813%	0.17%
Permanent Financing No.4	Series 5 Class B	AA / Aa3 / AA	10/Mar/2011	10/Jun/2042	£ 43,000,000	£ 43,000,000	-	3.24813%	0.33%
Permanent Financing No.4	Series 5 Class M	A / A2 / A	10/Mar/2011	10/Jun/2042	£ 32,000,000	£ 32,000,000	-	3.24813%	0.50%
Permanent Financing No.4	Series 5 Class C	BBB / Baa2 / BBB	10/Mar/2011	10/Jun/2042	£ 54,000,000	£ 54,000,000	-	3.24813%	0.90%
Permanent Financing No.5	Series 3 Class A	AAA / Aaa / AAA	10/Jun/2009	12/Jun/2034	\$ 750,000,000	\$ 750,000,000	1.87200	2.18938%	0.16%
Permanent Financing No.5	Series 3 Class B	AA / Aa3 / AA	10/Jun/2009	10/Jun/2042	\$ 32,500,000	\$ 32,500,000	1.87190	2.18938%	0.26%
Permanent Financing No.5	Series 3 Class C	BBB / Baa2 / BBB	10/Jun/2009	10/Jun/2042	\$ 27,000,000	\$ 27,000,000	1.87188	2.18938%	0.82%
Permanent Financing No.5	Series 4 Class A	AAA / Aaa / AAA	10/Dec/2009	10/Jun/2042	€ 1,000,000,000	€ 1,000,000,000	1.50150	3.48800%	0.17%
Permanent Financing No.5	Series 4 Class B	AA / Aa3 / AA	10/Dec/2009	10/Jun/2042	€ 43,500,000	€ 43,500,000	1.50000	3.48800%	0.33%
Permanent Financing No.5	Series 4 Class C	BBB / Baa2 / BBB	10/Dec/2009	10/Jun/2042	€ 36,000,000	€ 36,000,000	1.50000	3.48800%	0.78%
Permanent Financing No.5	Series 5 Class A1	AAA / Aaa / AAA	10/Jun/2011	10/Jun/2042	£ 500,000,000	£ 500,000,000	-	-	5.625%
Permanent Financing No.5	Series 5 Class A2	AAA / Aaa / AAA	10/Jun/2011	10/Jun/2042	£ 750,000,000	£ 750,000,000	-	3.24813%	0.19%
Permanent Financing No.5	Series 5 Class B	AA / Aa3 / AA	10/Jun/2011	10/Jun/2042	£ 47,000,000	£ 47,000,000	-	3.24813%	0.35%
Permanent Financing No.5	Series 5 Class C	BBB / Baa2 / BBB	10/Jun/2011	10/Jun/2042	£ 39,000,000	£ 39,000,000	-	3.24813%	0.85%
Permanent Financing No.6	Series 4 Class A	AAA / Aaa / AAA	10/Mar/2010	10/Jun/2042	€ 750,000,000	€ 750,000,000	1.44342	3.48800%	0.14%
Permanent Financing No.6	Series 4 Class B	AA / Aa3 / AA	10/Mar/2010	10/Jun/2042	€ 26,100,000	€ 26,100,000	1.44342	3.48800%	0.23%
Permanent Financing No.6	Series 4 Class C	BBB / Baa2 / BBB	10/Mar/2010	10/Jun/2042	€ 25,300,000	€ 25,300,000	1.44340	3.48800%	0.68%
Permanent Financing No.6	Series 5 Class A1	AAA / Aaa / AAA	12/Sep/2011	10/Jun/2042	£ 500,000,000	£ 500,000,000	-	3.24813%	0.15%
Permanent Financing No.6	Series 5 Class A2	AAA / Aaa / AAA	12/Sep/2011	10/Jun/2042	£ 500,000,000	£ 500,000,000	-	3.24813%	0.16%
Permanent Financing No.6	Series 5 Class B	AA / Aa3 / AA	12/Sep/2011	10/Jun/2042	£ 34,800,000	£ 34,800,000	-	3.24813%	0.31%
Permanent Financing No.6	Series 5 Class C	BBB / Baa2 / BBB	12/Sep/2011	10/Jun/2042	£ 33,700,000	£ 33,700,000	-	3.24813%	0.80%
Permanent Financing No.7	Series 3 Class A	AAA / Aaa / AAA	10/Jun/2010	10/Sep/2032	€ 1,700,000,000	€ 1,700,000,000	1.43678	3.48800%	0.07%
Permanent Financing No.7	Series 3 Class B	AA / Aa3 / AA	10/Jun/2010	10/Jun/2042	€ 73,700,000	€ 73,700,000	1.43676	3.48800%	0.12%
Permanent Financing No.7	Series 3 Class C	BBB / Baa2 / BBB	10/Jun/2010	10/Jun/2042	€ 71,800,000	€ 71,800,000	1.43678	3.48800%	0.43%
Permanent Financing No.7	Series 4 Class A	AAA / Aaa / AAA	10/Sep/2010	10/Sep/2032	£ 850,000,000	£ 850,000,000	-	3.24813%	0.08%
Permanent Financing No.7	Series 4 Class B	AA / Aa3 / AA	10/Sep/2010	10/Jun/2042	£ 36,800,000	£ 36,800,000	-	3.24813%	0.13%
Permanent Financing No.7	Series 4 Class C	BBB / Baa2 / BBB	10/Sep/2010	10/Jun/2042	£ 35,900,000	£ 35,900,000	-	3.24813%	0.45%
Permanent Financing No.7	Series 5 Class A	AAA / Aaa / AAA	10/Jun/2011 & 12/Dec/2011	10/Sep/2032	£ 500,000,000	£ 500,000,000	-	3.24813%	0.15%
Permanent Financing No.8	Series 3 Class A	AAA / Aaa / AAA	10/Jun/2010	10/Sep/2032	\$ 1,000,000,000	\$ 1,000,000,000	1.83800	2.18938%	0.12%
Permanent Financing No.8	Series 3 Class B	AA / Aa3 / AA	10/Jun/2010	10/Jun/2042	\$ 52,000,000	\$ 52,000,000	1.83746	2.18938%	0.20%
Permanent Financing No.8	Series 3 Class C	BBB / Baa2 / BBB	10/Jun/2010	10/Jun/2042	\$ 40,400,000	\$ 40,400,000	1.83720	2.18938%	0.52%
Permanent Financing No.8	Series 4 Class A	AAA / Aaa / AAA	10/Dec/2010	10/Sep/2032	€ 1,000,000,000	€ 1,000,000,000	1.49031	3.48800%	0.13%
Permanent Financing No.8	Series 4 Class B	AA / Aa3 / AA	10/Dec/2010	10/Jun/2042	€ 47,200,000	€ 47,200,000	1.48990	3.48800%	0.20%
Permanent Financing No.8	Series 4 Class C	BBB / Baa2 / BBB	10/Dec/2010	10/Jun/2042	€ 65,700,000	€ 65,700,000	1.49013	3.48800%	0.52%
Permanent Financing No.8	Series 5 Class A1	AAA / Aaa / AAA	12/Dec/2011	10/Jun/2042	£ 400,000,000	£ 400,000,000	-	3.24813%	0.15%
Permanent Financing No.8	Series 5 Class A2	AAA / Aaa / AAA	12/Dec/2011	10/Sep/2032	£ 600,000,000	£ 600,000,000	-	3.24813%	0.20%
Permanent Financing No.8	Series 5 Class A3	AAA / Aaa / AAA	12/Dec/2011	10/Jun/2042	£ 500,000,000	£ 500,000,000	-	3.24813%	0.15%
Permanent Financing No.9	Series 2 Class A	AAA / Aaa / AAA	10/Mar/2009	10/Mar/2015	\$ 1,750,000,000	\$ 1,750,000,000	1.74780	2.18938%	0.04%
Permanent Financing No.9	Series 2 Class B	AA / Aa3 / AA	10/Mar/2009	10/Jun/2042	\$ 67,800,000	\$ 67,800,000	1.74742	2.18938%	0.13%
Permanent Financing No.9	Series 2 Class C	BBB / Baa2 / BBB	10/Mar/2009	10/Jun/2042	\$ 72,800,000	\$ 72,800,000	1.74748	2.18938%	0.38%
Permanent Financing No.9	Series 3 Class A	AAA / Aaa / AAA	10/Mar/2011	10/Jun/2033	\$ 1,000,000,000	\$ 1,000,000,000	1.74779	2.18938%	0.10%
Permanent Financing No.9	Series 3 Class B	AA / Aa3 / AA	10/Mar/2011	10/Jun/2042	\$ 38,000,000	\$ 38,000,000	1.74713	2.18938%	0.17%
Permanent Financing No.9	Series 3 Class C	BBB / Baa2 / BBB	10/Mar/2011	10/Jun/2042	\$ 41,900,000	\$ 41,900,000	1.74729	2.18938%	0.50%
Permanent Financing No.9	Series 4 Class A	AAA / Aaa / AAA	10/Jun/2011 & 12/Sep/2011	10/Jun/2033	€ 1,600,000,000	€ 1,600,000,000	1.44970	3.48800%	0.11%
Permanent Financing No.9	Series 4 Class B	AA / Aa3 / AA	12/Sep/2011	10/Jun/2042	€ 61,200,000	€ 61,200,000	1.44955	3.48800%	0.15%
Permanent Financing No.9	Series 4 Class C	BBB / Baa2 / BBB	12/Sep/2011	10/Jun/2042	€ 64,600,000	€ 64,600,000	1.44941	3.48800%	0.50%
Permanent Financing No.9	Series 5 Class A	AAA / Aaa / AAA	10/Sep/2012	10/Jun/2042	£ 750,000,000	£ 750,000,000	-	3.24813%	0.11%

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Permanent Master Issuer	2006-1 2A	AAA / Aaa / AAA	15/Oct/2009	15/Oct/2015	\$ 1,750,000,000	\$ 1,750,000,000	1.86900	4.75250%	0.04%
Permanent Master Issuer	2006-1 2B	AA / Aa3 / AA	15/Oct/2009	15/Jul/2042	\$ 134,900,000	\$ 134,900,000	1.86894	4.75250%	0.12%
Permanent Master Issuer	2006-1 2C	BBB / Baa2 / BBB	15/Oct/2009 & 15/Oct/2009 &	15/Jul/2042	\$ 134,900,000	\$ 134,900,000	1.86894	4.75250%	0.40%
Permanent Master Issuer	2006-1 3A	AAA / Aaa / AAA	15/Jan/2010	15/Jul/2033	CA\$ 350,000,000	CA\$ 350,000,000	2.10691	3.28714%	0.055%
Permanent Master Issuer	2006-1 4A1	AAA / Aaa / AAA	15/Oct/2008	15/Oct/2015	€ 500,000,000	€ -	1.48544	-	-
Permanent Master Issuer	2006-1 4A2	AAA / Aaa / AAA	15/Jul/2011 & 17/Oct/2011	15/Jul/2033	€ 1,750,000,000	€ 1,750,000,000	1.48544	5.31800%	0.11%
Permanent Master Issuer	2006-1 4B	AA / Aa3 / AA	17/Oct/2011	15/Jul/2042	€ 129,300,000	€ 129,300,000	1.48535	5.31800%	0.15%
Permanent Master Issuer	2006-1 4C	BBB / Baa2 / BBB	17/Oct/2011 & 16/Jul/2012 &	15/Jul/2042	€ 129,300,000	€ 129,300,000	1.48535	5.31800%	0.45%
Permanent Master Issuer	2006-1 5A	AAA / Aaa / AAA	15/Oct/2012	15/Jul/2033	\$ 1,500,000,000	\$ 1,500,000,000	1.86900	4.75250%	0.11%
Permanent Master Issuer	2006-1 6A1	AAA / Aaa / AAA	15/Apr/2013	15/Apr/2020	£ 500,000,000	£ 500,000,000	-	6.21000%	0.12%
Permanent Master Issuer	2006-1 6A2	AAA / Aaa / AAA	15/Apr/2013	15/Apr/2020	£ 600,000,000	£ 600,000,000	-	6.21000%	0.12%
Permanent Master Issuer	2007-1 2A1	AAA / Aaa / AAA	15/Jan/2010	15/Jan/2016	\$ 1,500,000,000	\$ 1,500,000,000	1.95249	4.75250%	0.05%
Permanent Master Issuer	2007-1 2A2	AAA / Aaa / AAA	15/Jan/2010	15/Jan/2016	\$ 1,000,000,000	\$ 1,000,000,000	1.95248	4.75250%	0.05%
Permanent Master Issuer	2007-1 2B	AA / Aa3 / AA	15/Jan/2010	15/Jul/2042	£ 83,600,000	£ 83,600,000	-	6.21000%	0.14%
Permanent Master Issuer	2007-1 2C	BBB / Baa2 / BBB	15/Jan/2010	15/Jul/2042	£ 83,600,000	£ 83,600,000	-	6.21000%	0.44%
Permanent Master Issuer	2007-1 3A	AAA / Aaa / AAA	17/Oct/2011 & 16/Jan/2012	17/Oct/2033	€ 1,500,000,000	€ 1,500,000,000	1.48743	5.31800%	0.09%
Permanent Master Issuer	2007-1 4A	AAA / Aaa / AAA	16/Jan/2012	17/Oct/2033	\$ 1,350,000,000	\$ 1,350,000,000	1.95248	4.75250%	0.08%
Permanent Master Issuer	2007-1 4B	AA / Aa3 / AA	16/Jan/2012	15/Jul/2042	£ 41,300,000	£ 41,300,000	-	6.21000%	0.16%
Permanent Master Issuer	2007-1 4C	BBB / Baa2 / BBB	16/Jan/2012	15/Jul/2042	£ 41,300,000	£ 41,300,000	-	6.21000%	0.49%
Permanent Master Issuer	2007-1 5A	AAA / Aaa / AAA	15/Oct/2012 & 15/Jan/2013	17/Oct/2033	£ 650,000,000	£ 650,000,000	-	6.21000%	0.10%
Permanent Master Issuer	2008-1 1A5	AAA / Aaa / AAA	15/Apr/2010 onwards	15/Jul/2042	£ 392,900,000	£ 392,900,000	-	6.21000%	0.12%
Permanent Master Issuer	2008-1 1A6	AAA / Aaa / AAA	15/Apr/2010 onwards	15/Jul/2042	£ 785,700,000	£ 785,700,000	-	6.21000%	0.12%
Permanent Master Issuer	2008-1 1A7	AAA / Aaa / AAA	15/Apr/2010 onwards	15/Jul/2042	£ 1,571,500,000	£ 1,571,500,000	-	6.21000%	0.12%
Permanent Master Issuer	2008-1 1A8	AAA / Aaa / AAA	15/Apr/2010 onwards	15/Jul/2042	£ 1,964,300,000	£ 1,964,300,000	-	6.21000%	0.12%
Permanent Master Issuer	2008-1 1B	AA / Aa3 / AA	15/Apr/2010 onwards	15/Jul/2042	£ 298,400,000	£ 298,400,000	-	6.21000%	0.60%
Permanent Master Issuer	2008-1 1C	BBB / Baa2 / BBB	15/Apr/2010 onwards	15/Jul/2042	£ 298,400,000	£ 298,400,000	-	6.21000%	1.00%
Permanent Master Issuer	2008-2 1A	AAA / Aaa / AAA	16/Jan/2012	15/Apr/2014	£ 500,000,000	£ 500,000,000	-	6.21000%	0.85%

*Permanent Master Issuer is a Funding 2 Issuing Entity; the others are Funding 1 Issuing Entities.

Credit Enhancement

Funding 1 Issuing Entities' notes

Class	Amount (£)	% of Total	Support
Class A notes	£ 17,199,348,000	93.37%	9.04%
Class B notes	£ 594,115,000	3.23%	5.82%
Class M notes	£ 95,308,000	0.52%	5.30%
Class C notes	£ 531,255,000	2.88%	2.42%
Total notes	£ 18,420,026,000	100.00%	
Reserve	£ 445,000,000	2.42%	

Permanent Master Issuer notes

Class	Amount (£)	% of Total	Support
Class A notes	£ 13,027,820,000	91.79%	10.34%
Class B notes	£ 582,530,000	4.10%	6.23%
Class C notes	£ 582,530,000	4.10%	2.13%
Total notes	£ 14,192,880,000	100.00%	
Reserve	£ 301,900,000	2.13%	

Contact details and report distribution channels

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Reports can be obtained from:

HBOS plc website @: www.hbosplc.com/investors/Debt/permanent_page.asp
Bloomberg under ticker: Perma or Permm