Permanent Master Trust | Monthly Investor Report

Reporting Date	17 Jan 2012		
Reporting Period	1 Dec 2011 to 31 Dec 2011		
Next Funding 2 Interest Payment Date	17 Jan 2012	Next Funding 1 Interest Payment Date	12 Dec 2011
Funding 2 Interest Period	17 Oct 2011 to 17 Jan 2012	Funding 1 Interest Period	12 Dec 2011 to 12 Mar 2012

Contact Details

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Investor reports, prospectus and access to key transaction documents and loan level data may be obtained at http://www.lloydsbankinggroup.com/investors/debt_investors/securitisation_terms.asp

Mortgages Trust Summary

Outstanding principal balance start period	£	33,879,999,101.75	Number of accounts at start of period		417,941
Outstanding principal balance end period	£	33,314,166,893.94	Number of accounts at end of period		411,371
Funding 2 Issuer Notes outstanding (GBP)	£	19,678,212,207.88	Funding 1 Issuer Notes outstanding (GBP)	£	750,000,000.00
plus Funding 2 Z Loans outstanding	£	2,978,000,000.00	*plus* Funding 1 Z Loans outstanding	£	356,800,000.00
less Cash Accumulation Ledger balance	£	500,000,000.00	*less* Cash Accumulation Ledger balance	£	-
less Funding 2 Principal Ledger balance	£	931,030,610.02	*less* Funding 1 Principal Ledger balance	£	-
less Principal Deficiency Ledger balance	£	1,874,306.61	*less* Principal Deficiency Ledger balance	£	25,824.76
Funding 2 Share	£	21,223,307,391.25	Funding 1 Share	£	1,106,774,175.24
Funding 2 Share %		63.70656%	Funding 1 Share %		3.32224%
Seller Share	£	10,984,085,327.45			
Seller Share %		32.97120%			
Minimum Seller Share	£	3,541,702,813.63			
Minimum Seller Share %		10.63122%			

Other Mortgages Trust assets: £100 cash at bank

Mortgages Trust Portfolio Details

Arrears & Possessions

Months in arrears		Aggregate outstanding principal balance	% of Total		Aggregate amount of Arrears	Number of accounts	% of Total
Current - < 1 month	£	31,917,558,252.23	95.81%	£	1,359,676.95	397,887	96.72%
1 - < 2 months	£	431,400,764.64	1.29%	£	2,890,225.37	4,324	1.05%
2 - < 3 months	£	200,714,362.63	0.60%	£	2,525,179.49	1,921	0.47%
3 - < 6 months	£	353,695,110.66	1.06%	£	7,987,723.07	3,347	0.81%
6 - < 12 months	£	259,525,522.56	0.78%	£	11,328,793.19	2,442	0.59%
>= 12 months	£	151,272,881.22	0.45%	£	15,191,243.14	1,450	0.35%
Total	£	33,314,166,893.94	100.00%	£	41,282,841.21	411,371	100.00%

Properties in possession		Aggregate outstanding principal balance	% of Total	Number of accounts	% of Total	Cumulative Numbers
Brought forward	£	25,408,523.25	0.07%	232	0.06%	
Repossessed				25	0.01%	4,451
Sold and loss incurred				17	0.00%	2,729
Sold and no loss incurred				10	0.00%	1,433
Relinquished to borrower				-	0.00%	59
Carried forward	£	24,108,109.07	0.07%	230	0.06%	

Average days from possession to sale (this period): 105

Asset Yield

Yield	%
Pre-Funding Swap yield	3.76879%
Post-Funding Swap yield (over 3m LIBOR)	1.93285%
Minimum Trust Property Yield Margin	1.50%

Loan Repurchases

Reason		Principal proceeds	Number of accounts
Further Advance and/or Product Switch	£	118,743,139.89	1,270
Breach of Loan Warranty	£	11,760.54	1
Total	£	118,754,900.43	1,271

Loans Added

	Balance of accounts	Number of accounts
£	-	-

Principal Payment Rate

Month	Monthly PPR	1-month annualised	3-month average	12-month average
Dec 2011	1.68%	18.42%	19.88%	17.26%
Nov 2011	2.44%	25.63%	19.33%	17.09%
Oct 2011	1.40%	15.60%	16.78%	16.21%

Range of LTV ratios at origination		Aggregate outstanding principal balance	% of Total	Number of accounts	% of Total
0% - <25%	£	658,221,097.66	1.98%	25,541	6.21%
25% - <50%	£	4,100,665,639.66	12.31%	84,090	20.44%
50% - <75%	£	12,002,529,166.33	36.03%	139,232	33.85%
75% - <80%	£	3,506,057,227.29	10.52%	32,157	7.82%
80% - <85%	£	2,714,989,650.80	8.15%	25,449	6.19%
85% - <90%	£	3,813,747,632.80	11.45%	34,822	8.46%
90% - <95%	£	4,119,153,941.36	12.36%	40,087	9.74%
95% - <97%	£	1,648,441,257.41	4.95%	20,371	4.95%
>=97%	£	750,361,280.63	2.25%	9,622	2.34%
Total	£	33,314,166,893.94	100.00%	411,371	100.00%

Maximum Original LTV	100.93%
Minimum Original LTV	0.12%
Weighted average Original LTV	71.60%

Range of LTV ratios at end of reporting period		Aggregate outstanding principal balance	% of Total	Number of accounts	% of Total
0% - <25%	£	2,458,663,412.29	7.38%	106,814	25.97%
25% - <50%	£	6,948,748,642.50	20.86%	110,853	26.95%
50% - <75%	£	10,810,964,316.84	32.45%	97,764	23.77%
75% - <80%	£	2,709,263,713.51	8.13%	20,740	5.04%
80% - <85%	£	2,668,796,679.14	8.01%	20,048	4.87%
85% - <90%	£	2,547,374,768.83	7.65%	19,013	4.62%
90% - <95%	£	2,003,706,279.34	6.01%	14,569	3.54%
95% - <100%	£	1,386,978,600.68	4.16%	9,657	2.35%
100% - <105%	£	905,643,046.46	2.72%	6,128	1.49%
105% - <110%	£	565,040,865.33	1.70%	3,648	0.89%
110% - <115%	£	211,085,920.28	0.63%	1,437	0.35%
115% - <120%	£	76,789,649.92	0.23%	556	0.14%
120% - <125%	£	15,751,746.37	0.05%	107	0.03%
>=125%	£	5,359,252.45	0.02%	37	0.01%
Total	£	33,314,166,893.94	100.00%	411,371	100.00%

Maximum Current LTV	150.42%
Minimum Current LTV	-49.90%
Weighted average Current LTV	64.81%

Range of outstanding balances at end of period		Aggregate outstanding principal balance	% of Total	Number of accounts	% of Total
£0 - <£25,000	£	1,011,324,775.32	3.04%	81,133	19.72%
£25,000 - <£50,000	£	3,069,731,360.30	9.21%	82,892	20.15%
£50,000 - <£75,000	£	4,362,245,457.25	13.09%	70,251	17.08%
£75,000 - <£100,000	£	4,792,277,778.23	14.39%	55,143	13.40%
£100,000 - <£125,000	£	4,444,540,872.98	13.34%	39,765	9.67%
£125,000 - <£150,000	£	3,731,230,790.35	11.20%	27,289	6.63%
£150,000 - <£175,000	£	2,927,987,399.53	8.79%	18,148	4.41%
£175,000 - <£200,000	£	2,177,649,347.81	6.54%	11,676	2.84%
£200,000 - <£225,000	£	1,647,266,391.82	4.94%	7,794	1.89%
£225,000 - <£250,000	£	1,169,915,573.14	3.51%	4,946	1.20%
£250,000 - <£275,000	£	890,053,050.12	2.67%	3,405	0.83%
£275,000 - <£300,000	£	691,093,140.57	2.07%	2,407	0.59%
£300,000 - <£350,000	£	960,513,456.87	2.88%	2,987	0.73%
£350,000 - <£400,000	£	647,038,506.85	1.94%	1,737	0.42%
£400,000 - <£450,000	£	480,103,342.61	1.44%	1,137	0.28%
£450,000 - <£500,000	£	311,195,650.19	0.93%	661	0.16%
>=£500,000	£	-	0.00%	-	0.00%
Total	£	33,314,166,893.94	100.00%	411,371	100.00%

Maximum current balance	£	499,882.70
Minimum current balance	-£	56,173.78
Average current balance	£	80,983.27
Weighted average current balance	£	140,405.89

Region	Aggregate outstanding principal balance	% of Total	Number of accounts	% of Total
East Midlands	£ 2,059,657,196.51	6.18%	29,732	7.23%
East of England	£ 3,237,022,347.20	9.72%	34,409	8.36%
London	£ 5,759,034,151.56	17.29%	44,215	10.75%
North East	£ 1,263,516,441.10	3.79%	21,590	5.25%
North West	£ 3,138,443,054.12	9.42%	48,919	11.89%
Scotland	£ 3,335,863,828.69	10.01%	51,570	12.54%
South East	£ 5,255,118,758.06	15.77%	49,168	11.95%
South West	£ 2,424,614,289.07	7.28%	28,532	6.94%
Wales	£ 1,151,675,486.02	3.46%	17,883	4.35%
West Midlands	£ 2,700,551,294.23	8.11%	37,481	9.11%
Yorkshire and The Humber	£ 2,973,383,572.57	8.93%	47,696	11.59%
Unknown	£ 15,286,474.81	0.05%	176	0.04%
Total	£ 33,314,166,893.94	100.00%	411,371	100.00%

Property type	Aggregate outstanding principal balance	% of Total	Number of accounts	% of Total
Detached house	£ 5,575,087,384.64	16.73%	38,952	9.47%
Semi-detached house	£ 6,490,079,285.55	19.48%	65,713	15.97%
Terraced house	£ 6,440,838,634.04	19.33%	68,653	16.69%
House: det type unknown[1]	£ 51,554,597.66	0.15%	456	0.11%
Flat or maisonette	£ 3,881,317,171.63	11.65%	38,017	9.24%
Bungalow	£ 1,129,308,670.90	3.39%	12,011	2.92%
Unknown[2]	£ 9,745,981,149.52	29.25%	187,569	45.60%
Total	£ 33,314,166,893.94	100.00%	411,371	100.00%

of Unknown property type:

Detachment type	Aggregate outstanding principal balance	% of Total	Number of accounts	% of Total
Detached	£ 2,841,558,658.42	8.53%	43,434	10.56%
Semi-detached	£ 3,143,613,262.34	9.44%	66,283	16.11%
Terraced	£ 2,969,492,616.29	8.91%	63,177	15.36%
Other / Unknown[3]	£ 791,316,612.47	2.38%	14,675	3.57%
Total Unknown	£ 9,745,981,149.52	29.25%	187,569	45.60%

[1] *Where the detachment type is not shown in the Seller's records*
[2] *Where the property type is not shown in the Seller's records*
[3] *Primarily flats or maisonettes*

Seasoning in months	Aggregate outstanding principal balance	% of Total	Number of accounts	% of Total
0 - <6	£ -	0.00%	-	0.00%
6 - <12	£ -	0.00%	-	0.00%
12 - <18	£ 546,312,040.22	1.64%	5,142	1.25%
18 - <24	£ 727,248,591.71	2.18%	6,837	1.66%
24 - <30	£ 1,616,751,923.10	4.85%	15,878	3.86%
30 - <36	£ 1,599,474,616.32	4.80%	15,055	3.66%
36 - <42	£ 3,572,180,429.39	10.72%	29,485	7.17%
42 - <48	£ 953,596,106.07	2.86%	6,884	1.67%
48 - <54	£ 2,093,586,088.71	6.28%	16,088	3.91%
54 - <60	£ 4,038,662,627.27	12.12%	33,480	8.14%
60 - <72	£ 4,176,339,669.71	12.54%	43,104	10.48%
72 - <84	£ 3,227,619,345.38	9.69%	38,633	9.39%
84 - <96	£ 3,742,673,761.39	11.23%	49,755	12.09%
96 - <108	£ 2,569,534,827.35	7.71%	39,319	9.56%
108 - <120	£ 1,539,363,898.87	4.62%	30,459	7.40%
>=120	£ 2,910,822,968.45	8.74%	81,252	19.75%
Total	£ 33,314,166,893.94	100.00%	411,371	100.00%

Maximum seasoning	190.46
Minimum seasoning	14.06
Weighted average seasoning	70.77

Years to maturity	Aggregate outstanding principal balance	% of Total	Number of accounts	% of Total
< 5	£ 1,681,976,929.99	5.05%	51,998	12.64%
5 - <10	£ 3,638,609,276.10	10.92%	67,591	16.43%
10 - <15	£ 6,431,128,223.08	19.30%	91,018	22.13%
15 - <20	£ 11,579,760,363.26	34.76%	117,041	28.45%
20 - <25	£ 7,714,968,179.48	23.16%	62,993	15.31%
25 - <30	£ 2,264,492,819.15	6.80%	20,697	5.03%
>=30	£ 3,231,102.88	0.01%	33	0.01%
Total	£ 33,314,166,893.94	100.00%	411,371	100.00%

Maximum remaining term	40.08
Minimum remaining term	-
Weighted average remaining term	16.37

Use of proceeds	Aggregate outstanding principal balance	% of Total	Number of accounts	% of Total
Purchase	£ 21,140,507,936.19	63.46%	270,916	65.86%
Remortgage	£ 12,173,658,957.75	36.54%	140,455	34.14%
Total	£ 33,314,166,893.94	100.00%	411,371	100.00%

Repayment terms	Aggregate outstanding principal balance	% of Total	Number of accounts	% of Total
Repayment	£ 18,464,232,115.35	55.42%	276,602	67.24%
Interest Only	£ 14,849,934,778.59	44.58%	134,769	32.76%
Total	£ 33,314,166,893.94	100.00%	411,371	100.00%

Payment method	Aggregate outstanding principal balance	% of Total	Number of accounts	% of Total
Direct debit	£ 30,844,094,779.55	92.59%	375,181	91.20%
Other	£ 2,470,072,114.39	7.41%	36,190	8.80%
Total	£ 33,314,166,893.94	100.00%	411,371	100.00%

Origination channel	Aggregate outstanding principal balance	% of Total	Number of accounts	% of Total
Direct	£ 13,580,984,041.01	40.77%	203,223	49.40%
Intermediary / Other	£ 19,733,182,852.93	59.23%	208,148	50.60%
Total	£ 33,314,166,893.94	100.00%	411,371	100.00%

Type of loan	Aggregate outstanding principal balance	% of Total	Number of accounts	% of Total
Added variable rate loans	£ 123,395,073.96	0.37%	1,330	0.32%
Discounted variable rate loans	£ 186,062,517.37	0.56%	1,432	0.35%
Fixed rate loans	£ 7,982,352,332.50	23.96%	97,236	23.64%
Tracker rate loans	£ 5,682,995,946.03	17.06%	68,100	16.55%
Standard variable rate loans	£ 19,339,361,024.08	58.05%	243,273	59.14%
Total	£ 33,314,166,893.94	100.00%	411,371	100.00%
of which Flexible Loans	£ 176,762,138.76	0.53%	1,791	0.44%

Distribution of fixed rate loans

Fixed rate %	Aggregate outstanding principal balance	% of Total	Number of accounts	% of Total
0 - <4.00%	£ 754,046,968.68	9.45%	12,032	12.37%
4.00 - <5.00%	£ 2,492,830,841.69	31.23%	28,666	29.48%
5.00 - <6.00%	£ 2,931,739,534.93	36.73%	32,962	33.90%
6.00 - <7.00%	£ 1,552,548,744.67	19.45%	20,111	20.68%
>=7.00%	£ 251,186,242.53	3.15%	3,465	3.56%
Total	£ 7,982,352,332.50	100.00%	97,236	100.00%

Year in which current fixed rate period ends	Aggregate outstanding principal balance	% of Total	Number of accounts	% of Total
2012	£ 3,369,019,826.35	42.21%	38,264	39.35%
2013	£ 1,949,197,943.73	24.42%	20,024	20.59%
2014	£ 1,741,128,570.04	21.81%	19,796	20.36%
2015	£ 290,598,470.95	3.64%	4,867	5.01%
2016	£ 218,820,172.84	2.74%	3,374	3.47%
2017	£ 194,113,858.90	2.43%	3,002	3.09%
2018	£ 155,069,269.08	1.94%	1,964	2.02%
2019+	£ 64,404,220.61	0.81%	5,945	6.11%
Total	£ 7,982,352,332.50	100.00%	97,236	100.00%

Outstanding Issuance

Series Name	**2006-1 4A2**	**2006-1 4B**	**2006-1 4C**	**2006-1 5A**	**2006-1 6A1**
Issue Date	17 Oct 2006	17 Oct 2006	17 Oct 2006	17 Oct 2006	17 Oct 2006
Original Rating	AAA(sf)/ Aaa(sf)/ AAA(sf)	AA(sf)/ Aa3(sf)/ AA(sf)	BBB(sf)/ Baa2(sf)/ BBB(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)
Current Rating	AAA(sf)/ Aaa(sf)/ AAA(sf)	AA(sf)/ Aa3(sf)/ AA(sf)	BBB(sf)/ Baa2(sf)/ BBB(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)
Currency	EUR	EUR	EUR	USD	GBP
Issue Size	EUR 1,750,000,000	EUR 129,300,000	EUR 129,300,000	USD 1,500,000,000	GBP 500,000,000
Issue Size (GBP equivalent)	GBP 1,178,100,000	GBP 87,050,000	GBP 87,050,000	GBP 802,570,000	GBP 500,000,000
Exchange Rate	1.48544	1.48535	1.48535	1.86900	-
Outstanding Amount	EUR 0	EUR 0	EUR 0	USD 1,500,000,000	GBP 500,000,000
Pool Factor[4]	0.0	0.0	0.0	1.0	1.0
Scheduled Maturity Date	15 Jul 11 & 17 Oct 11	17 Oct 2011	17 Oct 2011	15 Jul 12 & 15 Oct 12	15 Apr 2013
Final Maturity Date	15 Jul 2033	15 Jul 2042	15 Jul 2042	15 Jul 2033	15 Apr 2020
Bond Structure	Scheduled Am	Pass-through	Pass-through	Scheduled Am	Soft Bullet
ISIN	XS0270510653	XS0270510810	XS0270511115	US71419GAG55	XS0270511628
Stock Exchange Listing	London	London	London	London	London
Reference Rate	3m EURIBOR	3m EURIBOR	3m EURIBOR	3m USD LIBOR	3m GBP LIBOR
Margin	0.11%	0.15%	0.45%	0.11%	0.12%
Current Rate	-	-	-	0.51306%	1.08669%
Current Accrual Period	-	-	-	17 Oct 11 to 17 Jan 12	17 Oct 11 to 17 Jan 12
Funding 2 Interest Payment Date 17 Jan 2012					
Expected Coupon Amount	EUR 0.00	EUR 0.00	EUR 0.00	USD 1,966,730.00	GBP 1,368,876.36
Coupon Amount Paid	EUR 0.00	EUR 0.00	EUR 0.00	USD 1,966,730.00	GBP 1,368,876.36
Interest Shortfall	EUR 0.00	EUR 0.00	EUR 0.00	USD 0.00	GBP 0.00
Cumulative Interest Shortfall	EUR 0.00	EUR 0.00	EUR 0.00	USD 0.00	GBP 0.00
Scheduled Principal Payment	EUR 0	EUR 0	EUR 0	USD 0	GBP 0
Principal Paid	EUR 0	EUR 0	EUR 0	USD 0	GBP 0
Principal Shortfall	EUR 0	EUR 0	EUR 0	USD 0	GBP 0
Cumulative Principal Shortfall	EUR 0	EUR 0	EUR 0	USD 0	GBP 0

Series Name	**2006-1 6A2**	**2007-1 3A**	**2007-1 4A**	**2007-1 4B**	**2007-1 4C**
Issue Date	17 Oct 2006	1 Mar 2007	1 Mar 2007	1 Mar 2007	1 Mar 2007
Original Rating	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AA(sf)/ Aa3(sf)/ AA(sf)	BBB(sf)/ Baa2(sf)/ BBB(sf)
Current Rating	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AA(sf)/ Aa3(sf)/ AA(sf)	BBB(sf)/ Baa2(sf)/ BBB(sf)
Currency	GBP	EUR	USD	GBP	GBP
Issue Size	GBP 600,000,000	EUR 1,500,000,000	USD 1,350,000,000	GBP 41,300,000	GBP 41,300,000
Issue Size (GBP equivalent)	GBP 600,000,000	GBP 1,008,450,000	GBP 691,430,000	GBP 41,300,000	GBP 41,300,000
Exchange Rate	-	1.48743	1.95248	-	-
Outstanding Amount	GBP 600,000,000	EUR 0	USD 0	GBP 0	GBP 0
Pool Factor[4]	1.0	0.0	0.0	0.0	0.0
Scheduled Maturity Date	15 Apr 2013	17 Oct 11 & 17 Jan 12	17 Oct 11 & 17 Jan 12	17 Jan 2012	17 Jan 2012
Final Maturity Date	15 Apr 2020	15 Oct 2033	15 Oct 2033	15 Jul 2042	15 Jul 2042
Bond Structure	Soft Bullet	Scheduled Am	Scheduled Am	Pass-through	Pass-through
ISIN	XS0270512279	XS0288090342	US71419GAL41	XS0288100836	XS0288104408
Stock Exchange Listing	London	London	London	London	London
Reference Rate	3m GBP LIBOR	3m EURIBOR	3m USD LIBOR	3m GBP LIBOR	3m GBP LIBOR
Margin	0.12%	0.09%	0.08%	0.16%	0.49%
Current Rate	1.08669%	1.662%	0.48306%	1.12669%	1.45669%
Current Accrual Period	17 Oct 11 to 17 Jan 12	17 Oct 11 to 17 Jan 12	17 Oct 11 to 17 Jan 12	17 Oct 11 to 17 Jan 12	17 Oct 11 to 17 Jan 12
Funding 2 Interest Payment Date 17 Jan 2012					
Expected Coupon Amount	GBP 1,642,651.63	EUR 3,185,500.00	USD 833,278.50	GBP 117,231.15	GBP 151,567.38
Coupon Amount Paid	GBP 1,642,651.63	EUR 3,185,500.00	USD 833,278.50	GBP 117,231.15	GBP 151,567.38
Interest Shortfall	GBP 0	EUR 0	USD 0	GBP 0	GBP 0
Cumulative Interest Shortfall	GBP 0	EUR 0	USD 0	GBP 0	GBP 0
Scheduled Principal Payment	GBP 0	EUR 750,000,000	USD 675,000,000	GBP 41,300,000	GBP 41,300,000
Principal Paid	GBP 0	EUR 750,000,000	USD 675,000,000	GBP 41,300,000	GBP 41,300,000
Principal Shortfall	GBP 0	EUR 0	USD 0	GBP 0	GBP 0
Cumulative Principal Shortfall	GBP 0	EUR 0	USD 0	GBP 0	GBP 0

Series Name	**2007-1 5A**	**2008-2 1A**	**2009-1 1A**	**2009-1 2A**	**2009-1 3A**
Issue Date	1 Mar 2007	28 May 2008	29 Sep 2009	29 Sep 2009	29 Sep 2009
Original Rating	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)
Current Rating	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)
Currency	GBP	GBP	GBP	GBP	EUR
Issue Size	GBP 650,000,000	GBP 500,000,000	GBP 1,650,000,000	GBP 1,650,000,000	EUR 750,000,000
Issue Size (GBP equivalent)	GBP 650,000,000	GBP 500,000,000	GBP 1,650,000,000	GBP 1,650,000,000	GBP 675,375,000
Exchange Rate	-	-	-	-	1.11049
Outstanding Amount	GBP 650,000,000	GBP 0	GBP 1,650,000,000	GBP 1,650,000,000	EUR 750,000,000
Pool Factor[4]	1.0	0.0	1.0	1.0	1.0
Scheduled Maturity Date	15 Oct 12 & 15 Jan 13	15 Jan 2012	15 Oct 2014	15 Oct 2014	15 Oct 2014
Final Maturity Date	15 Oct 2033	15 Apr 2014	15 Jul 2042	15 Jul 2042	15 Jul 2042
Bond Structure	Scheduled Am	Soft Bullet	Soft Bullet	Soft Bullet	Soft Bullet
ISIN	XS0288093957	XS0365842466	XS0454741272	XS0454744375	XS0454744458
Stock Exchange Listing	London	London	London	London	London
Reference Rate	3m GBP LIBOR	3m GBP LIBOR	3m GBP LIBOR	3m GBP LIBOR	3m EURIBOR
Margin	0.10%	0.85%	1.70%	1.70%	1.70%
Current Rate	1.06669%	1.81669%	2.66669%	2.66669%	3.272%
Current Accrual Period	17 Oct 11 to 17 Jan 12	17 Oct 11 to 17 Jan 12	17 Oct 11 to 17 Jan 12	17 Oct 11 to 17 Jan 12	17 Oct 11 to 17 Jan 12
Funding 2 Interest Payment Date 17 Jan 2012					
Expected Coupon Amount	GBP 1,746,787.72	GBP 2,288,439.20	GBP 11,085,238.10	GBP 11,085,238.10	EUR 6,271,333.33
Coupon Amount Paid	GBP 1,746,787.72	GBP 2,288,439.20	GBP 11,085,238.10	GBP 11,085,238.10	EUR 6,271,333.33
Interest Shortfall	GBP 0	GBP 0	GBP 0	GBP 0	EUR 0
Cumulative Interest Shortfall	GBP 0	GBP 0	GBP 0	GBP 0	EUR 0
Scheduled Principal Payment	GBP 0	GBP 500,000,000	GBP 0	GBP 0	EUR 0
Principal Paid	GBP 0	GBP 500,000,000	GBP 0	GBP 0	EUR 0
Principal Shortfall	GBP 0	GBP 0	GBP 0	GBP 0	EUR 0
Cumulative Principal Shortfall	GBP 0	GBP 0	GBP 0	GBP 0	EUR 0

Series Name	**2010-1 1A**	**2010-1 2A1**	**2010-1 2A2**	**2010-1 3A**	**2010-1 4A**
Issue Date	4 Feb 2010	4 Feb 2010	4 Feb 2010	4 Feb 2010	4 Feb 2010
Original Rating	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)
Current Rating	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)
Currency	USD	GBP	EUR	GBP	GBP
Issue Size	USD 1,000,000,000	GBP 200,000,000	EUR 750,000,000	GBP 600,000,000	GBP 400,000,000
Issue Size (GBP equivalent)	GBP 620,886,626	GBP 200,000,000	GBP 650,325,000	GBP 600,000,000	GBP 400,000,000
Exchange Rate	1.61060	-	1.15327	-	-
Outstanding Amount	USD 1,000,000,000	GBP 200,000,000	EUR 750,000,000	GBP 600,000,000	GBP 400,000,000
Pool Factor[4]	1.0	1.0	1.0	1.0	1.0
Scheduled Maturity Date	15 Jan 2013	15 Apr 2015	15 Apr 2015	15 Jan 2017	15 Jan 2017
Final Maturity Date	15 Jul 2042	15 Jul 2042	15 Jul 2042	15 Jul 2042	15 Jul 2042
Bond Structure	Soft Bullet	Soft Bullet	Soft Bullet	Soft Bullet	Soft Bullet
ISIN	US71419GAP54 & XS0484703789	XS0484703359	XS0484703516	XS0484703433	XS0484703862
Stock Exchange Listing	London	London	London	London	London
Reference Rate	3m USD LIBOR	3m GBP LIBOR	3m EURIBOR	Fixed	3m GBP LIBOR
Margin	1.15%	1.30%	1.25%	-	1.30%
Current Rate	1.55306%	2.26669%	2.822%	4.805%	2.26669%
Current Accrual Period	17 Oct 11 to 17 Jan 12	17 Oct 11 to 17 Jan 12	17 Oct 11 to 17 Jan 12	15 Jul 11 to 17 Jan 12	17 Oct 11 to 17 Jan 12
Funding 2 Interest Payment Date 17 Jan 2012					
Expected Coupon Amount	USD 3,968,931.11	GBP 1,142,117.20	EUR 5,408,833.33	GBP 14,415,000.00	GBP 2,284,234.41
Coupon Amount Paid	USD 3,968,931.11	GBP 1,142,117.20	EUR 5,408,833.33	GBP 14,415,000.00	GBP 2,284,234.41
Interest Shortfall	USD 0	GBP 0	EUR 0	GBP 0	GBP 0
Cumulative Interest Shortfall	USD 0	GBP 0	EUR 0	GBP 0	GBP 0
Scheduled Principal Payment	USD 0	GBP 0	EUR 0	GBP 0	GBP 0
Principal Paid	USD 0	GBP 0	EUR 0	GBP 0	GBP 0
Principal Shortfall	USD 0	GBP 0	EUR 0	GBP 0	GBP 0
Cumulative Principal Shortfall	USD 0	GBP 0	EUR 0	GBP 0	GBP 0

Series Name	**2010-2 1A**	**2010-2 2A**	**2010-2 3A**	**2010-2 4A**	**2010-2 5A**
Issue Date	13 Jul 2010	13 Jul 2010	13 Jul 2010	13 Jul 2010	13 Jul 2010
Original Rating	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)
Current Rating	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)
Currency	USD	USD	USD	USD	GBP
Issue Size	USD 750,000,000	USD 750,000,000	USD 750,000,000	USD 750,000,000	GBP 500,000,000
Issue Size (GBP equivalent)	GBP 496,032,000	GBP 496,032,000	GBP 496,032,000	GBP 496,032,000	GBP 500,000,000
Exchange Rate	1.51200	1.51200	1.51200	1.51200	-
Outstanding Amount	USD 750,000,000	USD 750,000,000	USD 750,000,000	USD 750,000,000	GBP 500,000,000
Pool Factor[4]	1.0	1.0	1.0	1.0	1.0
Scheduled Maturity Date	15 Oct 2013	15 Jul 2015	15 Jan 2016	15 Apr 2016	15 Jul 2016
Final Maturity Date	15 Jul 2042	15 Jul 2042	15 Jul 2042	15 Jul 2042	15 Jul 2042
Bond Structure	Soft Bullet	Soft Bullet	Soft Bullet	Soft Bullet	Pass-through
ISIN	XS0520953877	XS0520953950	XS0520954255	XS0520954412	XS0520954768
Stock Exchange Listing	London	London	London	London	London
Reference Rate	3m USD LIBOR	3m USD LIBOR	3m USD LIBOR	3m USD LIBOR	3m GBP LIBOR
Margin	1.40%	1.50%	1.50%	1.50%	1.50%
Current Rate	1.80306%	1.90306%	1.90306%	1.90306%	2.46669%
Current Accrual Period	17 Oct 11 to 17 Jan 12	17 Oct 11 to 17 Jan 12	17 Oct 11 to 17 Jan 12	17 Oct 11 to 17 Jan 12	17 Oct 11 to 17 Jan 12

Funding 2 Interest Payment Date 17 Jan 2012

Expected Coupon Amount	USD 3,455,865.00	USD 3,647,531.67	USD 3,647,531.67	USD 3,647,531.67	GBP 3,107,228.04
Coupon Amount Paid	USD 3,455,865.00	USD 3,647,531.67	USD 3,647,531.67	USD 3,647,531.67	GBP 3,107,228.04
Interest Shortfall	USD 0	USD 0	USD 0	USD 0	GBP 0
Cumulative Interest Shortfall	USD 0	USD 0	USD 0	USD 0	GBP 0
Scheduled Principal Payment	USD 0	USD 0	USD 0	USD 0	GBP 0
Principal Paid	USD 0	USD 0	USD 0	USD 0	GBP 0
Principal Shortfall	USD 0	USD 0	USD 0	USD 0	GBP 0
Cumulative Principal Shortfall	USD 0	USD 0	USD 0	USD 0	GBP 0

Series Name	**2011-1 1A1**	**2011-1 1A2**	**2011-1 1A3**	**2011-1 2A1**	**2011-1 2A2**
Issue Date	20 Apr 2011	20 Apr 2011	20 Apr 2011	20 Apr 2011	20 Apr 2011
Original Rating	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)
Current Rating	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)
Currency	USD	GBP	EUR	EUR	GBP
Issue Size	USD 2,600,000,000	GBP 400,000,000	EUR 900,000,000	EUR 200,000,000	GBP 200,000,000
Issue Size (GBP equivalent)	GBP 1,592,045,000	GBP 400,000,000	GBP 795,060,000	GBP 176,680,000	GBP 200,000,000
Exchange Rate	1.63312	-	1.13199	1.13199	-
Outstanding Amount	USD 2,600,000,000	GBP 400,000,000	EUR 900,000,000	EUR 200,000,000	GBP 200,000,000
Pool Factor[4]	1.0	1.0	1.0	1.0	1.0
Scheduled Maturity Date	15 Jan 2014	15 Jan 2014	15 Jan 2014	15 Jan 2016	15 Jan 2016
Final Maturity Date	15 Jul 2042	15 Jul 2042	15 Jul 2042	15 Jul 2042	15 Jul 2042
Bond Structure	Soft Bullet	Soft Bullet	Soft Bullet	Soft Bullet	Soft Bullet
ISIN	US71419GAQ38 & XS0618260920	XS0617232425	XS0617235360 & XS0617234801	XS0617235873 & XS0617235790	XS0617235956
Stock Exchange Listing	London	London	London	London	London
Reference Rate	3m USD LIBOR	3m GBP LIBOR	3m EURIBOR	3m EURIBOR	3m GBP LIBOR
Margin	1.40%	1.40%	1.30%	1.40%	1.50%
Current Rate	1.80306%	2.36669%	2.87200%	2.97200%	2.46669%
Current Accrual Period	17 Oct 11 to 17 Jan 12	17 Oct 11 to 17 Jan 12	17 Oct 11 to 17 Jan 12	17 Oct 11 to 17 Jan 12	17 Oct 11 to 17 Jan 12

Funding 2 Interest Payment Date 17 Jan 2012

Expected Coupon Amount	USD 11,980,332.00	GBP 2,385,008.42	EUR 6,605,600.00	EUR 1,519,022.22	GBP 1,242,891.21
Coupon Amount Paid	USD 11,980,332.00	GBP 2,385,008.42	EUR 6,605,600.00	EUR 1,519,022.22	GBP 1,242,891.21
Interest Shortfall	USD 0	GBP 0	EUR 0	EUR 0	GBP 0
Cumulative Interest Shortfall	USD 0	GBP 0	EUR 0	EUR 0	GBP 0
Scheduled Principal Payment	USD 0	GBP 0	EUR 0	EUR 0	GBP 0
Principal Paid	USD 0	GBP 0	EUR 0	EUR 0	GBP 0
Principal Shortfall	USD 0	GBP 0	EUR 0	EUR 0	GBP 0
Cumulative Principal Shortfall	USD 0	GBP 0	EUR 0	EUR 0	GBP 0

Series Name	**2011-1 2A3**	**2011-2 1A1**	**2011-2 1A2**	**2011-2 1A3**	**2011-2 2A**
Issue Date	20 Apr 2011	1 Nov 2011	1 Nov 2011	1 Nov 2011	1 Nov 2011
Original Rating	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)
Current Rating	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)
Currency	GBP	USD	USD	USD	GBP
Issue Size	GBP 500,000,000	USD 900,000,000	USD 1,000,000,000	USD 1,050,000,000	GBP 750,000,000
Issue Size (GBP equivalent)	GBP 500,000,000	GBP 563,980,449	GBP 626,644,943	GBP 657,977,190	GBP 750,000,000
Exchange Rate	-	1.59580	1.59580	1.59580	-
Outstanding Amount	GBP 500,000,000	USD 900,000,000	USD 1,000,000,000	USD 1,050,000,000	GBP 750,000,000
Pool Factor[4]	1.0	1.0	1.0	1.0	1.0
Scheduled Maturity Date	15 Jan 2016	15 Oct 2013	15 Oct 2014	15 Oct 2015	15 Jul 16 & 15 Oct 16
Final Maturity Date	15 Jul 2042	15 Jul 2042	15 Jul 2042	15 Jul 2042	15 Jul 2042
Bond Structure	Soft Bullet	Soft Bullet	Soft Bullet	Soft Bullet	Scheduled Am
ISIN	XS0617236251	US71419GAS93 & XS0700165672	US71419GAT76 & XS0700166134	US71419GAU40 & XS0700166720	XS0700016750
Stock Exchange Listing	London	London	London	London	London
Reference Rate	3m GBP LIBOR	3m USD LIBOR	3m USD LIBOR	3m USD LIBOR	3m GBP LIBOR
Margin	1.50%	1.50%	1.55%	1.60%	1.65%
Current Rate	2.46669%	1.88045%	1.93045%	1.98045%	2.54950%
Current Accrual Period	17 Oct 11 to 17 Jan 12	1 Nov 11 to 17 Jan 12	1 Nov 11 to 17 Jan 12	1 Nov 11 to 17 Jan 12	1 Nov 11 to 17 Jan 12

Funding 2 Interest Payment Date 17 Jan 2012

Expected Coupon Amount	GBP 3,107,228.04	USD 3,619,866.25	USD 4,129,018.06	USD 4,447,760.63	GBP 4,031,507.80
Coupon Amount Paid	GBP 3,107,228.04	USD 3,619,866.25	USD 4,129,018.06	USD 4,447,760.63	GBP 4,031,507.80
Interest Shortfall	GBP 0	USD 0	USD 0	USD 0	GBP 0
Cumulative Interest Shortfall	GBP 0	USD 0	USD 0	USD 0	GBP 0
Scheduled Principal Payment	GBP 0	USD 0	USD 0	USD 0	GBP 0
Principal Paid	GBP 0	USD 0	USD 0	USD 0	GBP 0
Principal Shortfall	GBP 0	USD 0	USD 0	USD 0	GBP 0
Cumulative Principal Shortfall	GBP 0	USD 0	USD 0	USD 0	GBP 0

Series Name	**2011-2 3A**
Issue Date	1 Nov 2011
Original Rating	AAA(sf)/ Aaa(sf)/ AAA(sf)
Current Rating	AAA(sf)/ Aaa(sf)/ AAA(sf)
Currency	GBP
Issue Size	GBP 500,000,000
Issue Size (GBP equivalent)	GBP 500,000,000
Exchange Rate	-
Outstanding Amount	GBP 500,000,000
Pool Factor[4]	1.0
Scheduled Maturity Date	15 Jul 21 & 15 Oct 21
Final Maturity Date	15 Jul 2042
Bond Structure	Scheduled Am
ISIN	XS0700016834
Stock Exchange Listing	London
Reference Rate	3m GBP LIBOR
Margin	1.95%
Current Rate	2.84950%
Current Accrual Period	1 Nov 11 to 17 Jan 12

Funding 2 Interest Payment Date 17 Jan 2012

Expected Coupon Amount	GBP 3,003,930.57
Coupon Amount Paid	GBP 3,003,930.57
Interest Shortfall	GBP 0
Cumulative Interest Shortfall	GBP 0
Scheduled Principal Payment	GBP 0
Principal Paid	GBP 0
Principal Shortfall	GBP 0
Cumulative Principal Shortfall	GBP 0

Series Name	**PF7 5A**	**PF8 5A1**	**PF8 5A2**	**PF8 5A3**	**PF9 5A**
Issue Date	23 Mar 2005	22 Jun 2005	22 Jun 2005	22 Jun 2005	22 Mar 2006
Original Rating	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)
Current Rating	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)	AAA(sf)/ Aaa(sf)/ AAA(sf)
Currency	GBP	GBP	GBP	GBP	GBP
Issue Size	GBP 500,000,000	GBP 400,000,000	GBP 600,000,000	GBP 500,000,000	GBP 750,000,000
Issue Size (GBP equivalent)	GBP 500,000,000	GBP 400,000,000	GBP 600,000,000	GBP 500,000,000	GBP 750,000,000
Exchange Rate	-	-	-	-	-
Outstanding Amount	GBP 0	GBP 0	GBP 0	GBP 0	GBP 750,000,000
Pool Factor[4]	0.0	0.0	0.0	0.0	1.0
Scheduled Maturity Date	10 Jun 11 & 12 Dec 11	12 Dec 2011	12 Sep 11 & 12 Dec 11	12 Dec 2011	10 Sep 2012
Final Maturity Date	10 Sep 2032	10 Jun 2042	10 Sep 2032	10 Jun 2042	10 Jun 2042
Bond Structure	Scheduled Am	Pass-through	Scheduled Am	Pass-through	Pass-through
ISIN	XS0215356485	XS0220349368	XS0220687254	XS0221976904	XS0248268137
Stock Exchange Listing	London	London	London	London	London
Reference Rate	3m GBP LIBOR	3m GBP LIBOR	3m GBP LIBOR	3m GBP LIBOR	3m GBP LIBOR
Margin	0.10%	0.15%	0.15%	0.15%	0.11%
Current Rate	-	-	-	-	1.16356%
Current Accrual Period	-	-	-	-	12 Dec 11 to 12 Mar 12
Funding 1 Interest Payment Date 12 Dec 2011					
Expected Coupon Amount	GBP 656,982.61	GBP 1,056,158.47	GBP 817,050.36	GBP 1,320,198.08	GBP 1,905,502.60
Coupon Amount Paid	GBP 656,982.61	GBP 1,056,158.47	GBP 817,050.36	GBP 1,320,198.08	GBP 1,905,502.60
Interest Shortfall	GBP 0	GBP 0	GBP 0	GBP 0	GBP 0
Cumulative Interest Shortfall	GBP 0	GBP 0	GBP 0	GBP 0	GBP 0
Scheduled Principal Payment	GBP 250,000,000	GBP 400,000,000	GBP 300,000,000	GBP 500,000,000	GBP 0
Principal Paid	GBP 250,000,000	GBP 400,000,000	GBP 300,000,000	GBP 500,000,000	GBP 0
Principal Shortfall	GBP 0	GBP 0	GBP 0	GBP 0	GBP 0
Cumulative Principal Shortfall	GBP 0	GBP 0	GBP 0	GBP 0	GBP 0

[4] *As at end of latest completed Interest Period and following relevant waterfall reported on pp14-15*

Credit Enhancement

Permanent Master Issuer notes[4]

Class		Amount (GBP equivalent)	% of Total	Support
Class A notes	£	18,245,672,208	100.00%	18.54%
Class B notes	£	-	0.00%	18.54%
Class C notes	£	-	0.00%	18.54%
Total notes	£	18,245,672,208	100.00%	
Reserve	£	405,000,000	2.22%	
Funding 2 Z Loan	£	2,978,000,000	16.32%	

Permanent Funding 1 Issuer notes[4]

Class		Amount (GBP equivalent)	% of Total	Support
Class A notes	£	750,000,000	100.00%	51.28%
Class B notes	£	-	0.00%	51.28%
Class C notes	£	-	0.00%	51.28%
Total notes	£	750,000,000	100.00%	
Reserve	£	27,800,000	3.71%	
Funding 1 Z Loan	£	356,800,000	47.57%	

Z Loan Required Amounts

Funding 2	£	2,978,000,000
Funding 1	£	356,800,000

Excess Spread

Permanent Funding 2

	Amount	%
£	35,019,272	0.72%

Permanent Funding 1

	Amount*	%
£	16,751,677	3.05%

**Excluding amount available from reduction in General Reserve*

Liquidity Support

Liquidity support in relation to shortfalls of interest payable on the Notes and certain principal of the Notes is available in the form of:

Liquidity Reserve Funds: Both the Funding 2 Liquidity Reserve Fund and Funding 1 Liquidity Reserve Fund will be funded upon the requisite ratings downgrade (see Rating Triggers) up to the Liquidity Reserve Fund Required Amount, being 3% of the outstanding Notes.

Funding 1 Liquidity Facility: The balance available to Funding 1 under the facility is £150,000,000.

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 %
12-Dec-11	£ 33,486,436,805.24	£ 1,106,785,001.89	£ 21,223,515,000.87	£ 11,156,136,802.48	3.3052%	63.3794%	33.3154%
01-Dec-11	£ 33,879,999,101.75	£ 2,023,525,807.32	£ 21,223,672,307.88	£ 10,632,800,986.55	5.9726%	62.6437%	31.3837%
01-Nov-11	£ 34,723,292,949.63	£ 2,738,571,600.74	£ 21,355,954,008.92	£ 10,628,767,339.97	7.8869%	61.5033%	30.6099%

Losses Ledger

Month	Losses in month	Funding 1 share of losses	Funding 2 share of losses	Seller share of losses	Cumulative losses
Dec 2011	£ 578,680.17	£ 25,824.76	£ 364,916.63	£ 187,938.78	£ 95,900,927.81
Nov 2011	£ 1,240,232.37	£ 97,815.27	£ 762,783.34	£ 379,633.76	£ 95,322,247.64
Oct 2011	£ 1,494,239.83	£ 116,210.02	£ 746,606.64	£ 631,423.17	£ 94,082,015.27

Funding 1 Principal Deficiency Ledger (Z Loan sub-ledger)

Month	Debit	Credit	Balance
Dec 2011	£ 25,824.76	£ 358,966.27	£ 25,824.76
Nov 2011	£ 97,815.27	£ -	£ 358,966.27
Oct 2011	£ 116,210.02	£ -	£ 261,151.00

Funding 1 Reserve Ledger

Month	Debit	Credit	Balance	Funding 1 Reserve Required Amount
Dec 2011	£ 56,400,000.00	£ -	£ 27,800,000.00	£ 27,800,000.00
Nov 2011	£ -	£ -	£ 84,200,000.00	£ 84,200,000.00
Oct 2011	£ -	£ -	£ 84,200,000.00	£ 84,200,000.00

Funding 1 Liquidity Facility Ledger

Month	Debit	Credit	Balance drawn	Balance available
Dec 2011	£ -	£ -	£ -	£ 150,000,000.00
Nov 2011	£ -	£ -	£ -	£ 150,000,000.00
Oct 2011	£ -	£ -	£ -	£ 150,000,000.00

Funding 2 Principal Deficiency Ledger (Z Loan sub-ledger)

Month	Debit	Credit	Balance
Dec 2011	£ 364,916.63	£ -	£ 1,874,306.61
Nov 2011	£ 762,783.34	£ -	£ 1,509,389.98
Oct 2011	£ 746,606.64	£ 1,948,455.16	£ 746,606.64

Funding 2 Reserve Ledger

Month	Debit	Credit	Balance	Funding 2 Reserve Required Amount
Dec 2011	£ -	£ -	£ 405,000,000.00	£ 405,000,000.00
Nov 2011	£ -	£ 41,100,000.00	£ 405,000,000.00	£ 405,000,000.00
Oct 2011	£ -	£ -	£ 363,900,000.00	£ 363,900,000.00

Funding 2 Yield Reserve Ledger[5]

Month	Debit	Credit	Balance
Dec 2011	£ -	£ -	£ 187,419,107.63
Nov 2011	£ -	£ 86,000,000.00	£ 187,419,107.63
Oct 2011	£ 6,090,892.37	£ -	£ 101,419,107.63

[5] Only notes issued on or after 29 Sep 2009 benefit from the Funding 2 Yield Reserve.

Bank Accounts Balance

Mortgages Trustee GIC Account

Date	Revenue Ledger	Principal Ledger	Other	Bank Balance[6]
31 Dec 2011	£ 32,085,927.31	£ 213,557,987.57	£ 100.00	£ 245,644,014.88
30 Nov 2011	£ 104,170,511.65	£ 846,466,895.85	£ 100.00	£ 950,637,507.50
31 Oct 2011	£ 111,457,196.00	£ 494,082,532.69	£ 100.00	£ 605,539,828.69

[6] Including cash from assets for last day of month collected first working day of following month.

Funding 2 GIC Account

Date	Revenue Ledger	Principal Ledger	Cash Accumulation Ledger	General Reserve Ledger	Yield Reserve Ledger	Bank Balance
31 Dec 2011	£ 167,268,796.18	£ 931,030,610.02	£ 500,000,000.00	£ 405,000,000.00	£ 187,419,107.63	£ 2,190,718,513.83
30 Nov 2011	£ 57,439,298.75	£ 799,511,692.32	£ 500,000,000.00	£ 405,000,000.00	£ 187,419,107.63	£ 1,949,370,098.70
31 Oct 2011	£ 1,147,586.25	£ 305,429,159.63	£ 500,000,000.00	£ 363,900,000.00	£ 101,419,107.63	£ 1,271,895,853.51

Funding 2 Transaction Account

Date	Retained Profit Amount	Start-up Loans Proceeds	Bank Balance
31 Dec 2011	£ 1,482,052.24	£ 553,436.40	£ 2,035,488.64
30 Nov 2011	£ 1,482,052.24	£ 766,459.40	£ 2,248,511.64
31 Oct 2011	£ 1,482,052.24	£ -	£ 1,482,052.24

Master Issuer Capital & Transaction Accounts

Date	Issuer Profit	Capital	Aggregate Bank Balance
31 Dec 2011	£ 176,849.10	£ 12,501.50	£ 189,350.60
30 Nov 2011	£ 176,737.62	£ 12,501.50	£ 189,239.12
31 Oct 2011	£ 176,626.21	£ 12,501.50	£ 189,127.71

Funding 1 GIC Account

Date	Revenue Ledger	Principal Ledger	Cash Accumulation Ledger	General Reserve Ledger	Bank Balance
31 Dec 2011	£ 4,528,148.34	£ -	£ -	£ 27,800,000.00	£ 32,328,148.34
30 Nov 2011	£ 22,515,248.90	£ 542,267,248.26	£ -	£ 84,200,000.00	£ 648,982,497.16
31 Oct 2011	£ 13,572,296.54	£ 542,267,248.26	£ -	£ 84,200,000.00	£ 640,039,544.80

Funding 1 Transaction Account

Date	Profit	Bank Balance
31 Dec 2011	£ 2,580,788.19	£ 2,580,788.19
30 Nov 2011	£ 2,569,293.37	£ 2,569,293.37
31 Oct 2011	£ 2,569,293.37	£ 2,569,293.37

Funding Swaps

Funding 1 Swap Provider	Calculation Period	Notional	Funding 1 Swap Provider Amount	Funding 1 Amount	Net Funding 1 Amount[7]
Bank of Scotland plc	1 Nov - 30 Nov 2011	£ 2,704,773,003.78	£ 6,279,818.16	£ 8,431,030.33	-£ 2,151,212.17
	1 Oct - 31 Oct 2011	£ 2,705,554,419.07	£ 6,433,182.29	£ 8,892,804.33	-£ 2,459,622.04
	12 Sep - 30 Sep 2011	£ 3,065,586,031.29	£ 4,463,709.16	£ 6,194,101.91	-£ 1,730,392.75
	1 Sep - 11 Sep 2011	£ 4,646,820,035.16	£ 3,917,622.33	£ 5,435,192.53	-£ 1,517,570.20
	Amount paid or received at end of latest completed Funding 1 Interest Period				-£ 7,858,797.16

Funding 2 Swap Provider	Calculation Period	Notional	Funding 2 Swap Provider Amount	Funding 2 Amount	Net Funding 2 Amount[7]
Bank of Scotland plc	12 Dec - 31 Dec 11	£ 20,962,437,576.70	£ 33,159,942.89	£ 43,495,603.99	-£ 10,335,661.10
	1 Dec - 11 Dec 11	£ 20,960,213,228.94	£ 18,238,875.73	£ 23,918,352.31	-£ 5,679,476.58
	1 Nov - 30 Nov 2011	£ 21,092,385,577.26	£ 49,751,623.39	£ 65,746,937.84	-£ 15,995,314.45
	1 Oct - 31 Oct 2011	£ 17,382,210,609.38	£ 42,181,664.38	£ 57,133,058.05	-£ 14,951,393.67
	Amount paid or received at end of latest completed Funding 2 Interest Period				-£ 46,961,845.80

[7] *A negative figure represents a payment by Funding 1 or Funding 2 and a positive figure is a receipt.*

Issuing Entity Swaps

Issue & Class	Currency Swap Provider	Currency Swap Provider Amounts[8] Floating Amount	Currency Swap Provider Amounts[8] Exchange Amount	Permanent Master Issuer GBP Amounts[8] Floating Amount	Permanent Master Issuer GBP Amounts[8] Exchange Amount
2006-1 5A	Bank of Scotland plc	USD 1,966,730.00	USD -	GBP 2,204,756.10	GBP -
2007-1 3A	Bank of Scotland plc	EUR 3,185,500.00	EUR 750,000,000.00	GBP 1,351,995.48	GBP 504,225,000.00
2007-1 4A	Bank of Scotland plc	USD 833,278.50	USD 675,000,000.00	GBP 938,653.92	GBP 345,715,000.00
2009-1 3A	Barclays Bank plc	EUR 6,271,333.33	EUR -	GBP 4,800,341.24	GBP -
2010-1 1A	Bank of Scotland plc	USD 3,968,931.11	USD -	GBP 3,392,379.59	GBP -
2010-1 2A2	Bank of Scotland plc	EUR 5,408,833.33	EUR -	GBP 4,004,816.80	GBP -
2010-2 1A	Royal Bank of Scotland plc	USD 3,455,865.00	USD -	GBP 3,129,356.90	GBP -
2010-2 2A	Bank of Scotland plc	USD 3,647,531.67	USD -	GBP 3,237,192.89	GBP -
2010-2 3A	Royal Bank of Scotland plc	USD 3,647,531.67	USD -	GBP 3,262,198.34	GBP -
2010-2 4A	Natixis	USD 3,647,531.67	USD -	GBP 3,174,054.14	GBP -
2011-1 1A1	Natixis	USD 9,215,640.00	USD -	GBP 8,374,119.12	GBP -
2011-1 1A1	Bank of Scotland plc	USD 2,764,692.00	USD -	GBP 2,512,235.74	GBP -
2011-1 1A3	Bank of Scotland plc	EUR 6,605,600.00	EUR -	GBP 5,628,577.82	GBP -
2011-1 2A1	Bank of Scotland plc	EUR 1,519,022.22	EUR -	GBP 1,318,039.96	GBP -
2011-2 1A1	Bank of Scotland plc	USD 3,619,866.25	USD -	GBP 3,167,754.57	GBP -
2011-2 1A2	Bank of Scotland plc	USD 4,129,018.06	USD -	GBP 3,700,836.27	GBP -
2011-2 1A3	Bank of Scotland plc	USD 4,447,760.63	USD -	GBP 3,973,325.96	GBP -

Issue & Class	Interest Rate Swap Provider	Interest Rate Swap Provider Fixed Amnts[8]	Permanent Master Issuer Floating Amnts[8]
2010-1 3A	Bank of Scotland plc	GBP 14,415,000.00	GBP 3,721,372.27

[8] *Paid in latest waterfall, reported on p14.*

Rating Triggers

Transaction Party	Required Ratings (Fitch / Moody's / S&P)	Consequence of Trigger	Current Ratings (Fitch / Moody's / S&P)
Seller: Bank of Scotland plc	Short Term: F1 / P-1 / A-1	Seller unable to sell new portfolio to Mortgages Trustee; Funding 1 may not make payment to the Seller or Funding 2 to increase share of trust; Funding 2 may not make payment to the Seller or Funding 1 to increase share of trust; Beneficiaries shall appoint auditors to test whether the loans complied with relevant reps & warranties set out in Mortgage Sale Agreement.	Short Term: F1 / P-1 / A-1
	Long Term: BBB / Baa2 / BBB	The Seller shall prepare draft letter of notice to each borrower of the sale and purchase effected by the Mortgage Sale Agreement.	Long Term: A / A1 / A
	Long Term: BBB- / Baa3 / BBB-	The Minimum Seller Share will be recalculated as the rating agencies require; The Seller shall give notice to each borrower of the sale and purchase effected by the Mortgage Sale Agreement; Loan assignments or assignations (as appropriate) to be perfected.	Long Term: A / A1 / A
	Long Term: A- / A3 / -	Establishment of the Funding 2 Liquidity Reserve Fund and Funding 1 Liquidity Reserve Fund.	Long Term: A / A1 / A
Funding 2 Swap Provider / Funding 1 Swap Provider: Bank of Scotland plc	Short Term: F1 / P-1 / A-1 Long Term: A / A2 / A	Requirement to post collateral, replace the Funding 1 / 2 Swap Provider or obtain a guarantee of the Funding 1 / 2 Swap Provider's obligations.	Short Term: F1 / P-1 / A-1 Long Term: A / A1 / A
	Short Term: F3 / - / - Long Term: BBB- / - / -	Requirement to replace the Funding 1 / 2 Swap Provider or obtain a guarantee of the Funding 1 / 2 Swap Provider's obligations (and in the interim post collateral).	Short Term: F1 / P-1 / A-1 Long Term: A / A1 / A
Issuing Entity Swap Provider: Bank of Scotland plc	Short Term: F1 / P-1 / A-1 Long Term: A / A2 / A	Requirement to post collateral, replace the Issuing Entity Swap Provider or obtain a guarantee of the Issuing Entity Swap Provider's obligations.	Short Term: F1 / P-1 / A-1 Long Term: A / A1 / A
	Short Term: F3 / - / - Long Term: BBB- / - / -	Requirement to replace the Issuing Entity Swap Provider or obtain a guarantee of the Issuing Entity Swap Provider's obligations (and in the interim post collateral).	Short Term: F1 / P-1 / A-1 Long Term: A / A1 / A
Issuing Entity Swap Provider: Barclays Bank Plc	Short Term: F1 / P-1 / A-1 Long Term: A / A2 / A	Requirement to post collateral, replace the Issuing Entity Swap Provider or obtain a guarantee of the Issuing Entity Swap Provider's obligations;	Short Term: F1 / P-1 / A-1 Long Term: A / Aa3 / A+
	Short Term: F3 / - / - Long Term: BBB- / - / -	Requirement to replace the Issuing Entity Swap Provider or obtain a guarantee of the Issuing Entity Swap Provider's obligations (and in the interim post collateral).	Short Term: F1 / P-1 / A-1 Long Term: A / Aa3 / A+
Issuing Entity Swap Provider: Natixis	Short Term: F1 / P-1 / A-1 Long Term: A / A2 / A	Requirement to post collateral, replace the Issuing Entity Swap Provider or obtain a guarantee of the Issuing Entity Swap Provider's obligations.	Short Term: F1+ / P-1 / A-1 Long Term: A+ / Aa3 / A+
	Short Term: F3 / - / - Long Term: BBB- / - / -	Requirement to replace the Issuing Entity Swap Provider or obtain a guarantee of the Issuing Entity Swap Provider's obligations (and in the interim post collateral).	Short Term: F1+ / P-1 / A-1 Long Term: A+ / Aa3 / A+
Issuing Entity Swap Provider: Royal Bank of Scotland Plc	Short Term: F1 / P-1 / A-1 Long Term: A / A2 / -	Requirement to post collateral, replace the Issuing Entity Swap Provider or obtain a guarantee of the Issuing Entity Swap Provider's obligations.	Short Term: F1 / P-1 / A-1 Long Term: A / A2 / A
	Short Term: F3 / - / - Long Term: BBB- / - / -	Requirement to replace the Issuing Entity Swap Provider or obtain a guarantee of the Issuing Entity Swap Provider's obligations (and in the interim post collateral).	Short Term: F1 / P-1 / A-1 Long Term: A / A2 / A
Servicer: Bank of Scotland plc	Short Term: F1 / P-1 / A-1	The Servicer shall use reasonable endeavours to ensure that the title deeds are identified as distinct from the title deeds of other properties and mortgages which do not form part of the mortgage portfolio.	Short Term: F1 / P-1 / A-1
Account Bank: Bank of Scotland plc	Short Term: F1 / P-1 / A-1 (waiver in place for A-1+ requirement)	Under the Sevicing Agreement, all further direct debit instructions by the Servicer to debit borrowers' accounts shall be made to another bank which has the requisite rating or directly to the Mortgages Trustee GIC Account.	Short Term: F1 / P-1 / A-1
	Short Term: F1 / P-1 / A-1 Long Term: A / - / A	Requirement to close the Funding 2 bank accounts and the Mortgages Trustee GIC Account and seek a replacement Account Bank, unless the rating agencies confirm the then current ratings of the notes are not affected or a guarantee of the Account Bank's obligations is obtained.	Short Term: F1 / P-1 / A-1 Long Term: A / A1 / A
Issuing Entity Account Bank: Bank of Scotland plc	Short Term: F1 / P-1 / A-1 Long Term: A / - / A	Requirement to close the Issuing Entity bank accounts and seek a replacement Issuing Entity Account Bank, unless the rating agencies confirm the then current ratings of the notes are not affected or a guarantee of the Issuing Entity Account Bank's obligations is obtained.	Short Term: F1 / P-1 / A-1 Long Term: A / A1 / A

Non-Rating Triggers

Non-asset Trigger Events

Nature of Trigger	Description of Trigger	Consequence of Non-asset Trigger Event	Trigger occurred?
Insolvency Event	An Insolvency Event in relation to the Seller	Mortgages Trust Available Principal Receipts will be applied first to Funding 1 and Funding 2 according to their respective shares in the trust until their shares are zero and then to the Seller	N
Substitution of Servicer	The Seller's role as Servicer is terminated and a new servicer is not appointed within 30 days		N
Breach of Minimum Seller Share	The Seller share ot the trust is less than the Minimum Seller Share		N
Breach of required loan balance amount	The outstanding principal balance of the loans comprising the trust property is less than the required amount specified in the latest Final Terms, currently £25bn until 9 Dec 2012		N

Asset Trigger Events

Nature of Trigger	Description of Trigger	Consequence of Non-asset Trigger Event	Trigger occurred?
Principal deficiency	Principal losses on the loans in the portfolio reach a level causing an amount to be debited to the Funding 2 AAA Principal Deficiency Sub-ledger or the Funding 1 AAA Principal Deficiency Sub-ledger	Mortgages Trust Available Principal Receipts will be applied to Funding 1, Funding 2 and the Seller according to their respective shares in the trust until the Funding 1 and Funding 2 shares in the trust are zero and then to the Seller	N

Other Triggers

Nature of Trigger	Description of Trigger	Consequence of Trigger	Trigger occurred?
Mortgage Sale Agreement: Breach of these (or any other) conditions under Clause 4.2	Loans with an arrears amount which is more than three times the monthly payment due account for more than 5% of the aggregate outstanding principal balance of the Loans in the Mortgages Trust.	Seller unable to sell new portfolio to Mortgages Trustee and requirement for the Seller to repurchase any Loans subject to a Product Switch.	N
	The product of the weighted average foreclosure frequency (WAFF) and the weighted average loss severity (WALS) of the Loans exceeds the product of the WAFF and WALS of the Loans at the most recent closing date plus 0.25%.		
	The result of each of the Fitch Portfolio Tests exceeds the most recently agreed Fitch Portfolio Test Value. (a) The weighted average original LTV* exceeds that calculated at the latest closing date plus 2%. (b) The outstanding principal balance of Loans with an original LTV* in excess of 80% exceeds 40%. (c) The weighted average current LTV* exceeds that calculated at the latest closing date plus 2%. (d) The weighted average debt to income multiple of the Loans exceeds that calculated at the latest closing date plus 0.35. (e) Interest Only Loans account for more than 50% of the aggregate outstanding principal balance of the Loans in the Mortgages Trust. **calculated in the manner agreed by the Servicer with Fitch from time to time.*		
	The yield of the Loans in the Mortgages Trust is less than three month Sterling LIBOR plus the Minimum Trust Property Yield Margin.		
	The weighted average credit enhancement value as determined by the application of the LTV Test to the Loans exceeds the weighted average credit enhancement value as determined by the application of the LTV Test to the Loans at the most recent closing date plus 0.25%.		
	Loans other than Fixed Rate Loans which yield, post Funding Swap, less than three month Sterling LIBOR plus 0.50% and which have more than two years remaining on their incentive period account for more than 15% of the aggregate outstanding principal balance of the Loans in the Mortgages Trust.		
	Fixed Rate Loans which have more than one year remaining on their incentive period account for more than 50% of the aggregate outstanding principal balance of the Loans in the Mortgages Trust.		

Cashflows

Revenue receipts and principal receipts are allocated in accordance with 'The Mortgages Trust' and 'Cashflows' sections of the Base Prospectus. Briefly, 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 and 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 and their outstanding cash accumulation requirements, until their requirements have been satisfied, and then to the Seller. On a quarterly basis, Funding 1 will distribute its receipts to the previous Funding 1 issuers, Funding 2 will distribute its receipts to the Master Issuer and in turn the issuing entities will distribute their respective receipts to the noteholders, via the paying agents and issuing entity swap providers.

Mortgages Trust Waterfall 14 Dec 2011 & 6 Jan 2012

Mortgages Trust Revenue Receipts	£	104,144,874.25	Mortgages Trust Principal Receipts	£	569,828,972.40
Distribution					
Amounts due to the Servicer	£	1,427,957.15	Paid to Funding 1	£	-
Other amounts due	£	600.00	Paid to Funding 2	£	-
Paid to Funding 1	£	5,303,477.67	Paid to the Seller	£	569,828,972.40
Paid to Funding 2	£	64,574,594.71			
Paid to the Seller	£	32,838,244.72			
	£	104,144,874.25		£	569,828,972.40

Funding 2 Waterfall 17 Jan 2012

Funding 2 Available Revenue Receipts			Funding 2 Available Principal Receipts		
All Mortgages Trust Revenue Receipts distributed	£	182,707,398.53	All Mortgages Trust Principal Receipts distributed	£	625,601,450.39
Amounts paid by the Seller to Funding 2	£	1,216,607.46	Funding 2 Principal on Cash Accumulation Ledger	£	500,000,000.00
Interest on the Funding 2 bank accounts	£	3,544,484.72	Amounts to be credited to PDL	£	1,874,306.61
Amounts received under the Funding 2 Swap	£	-	Amounts made available from General Reserve	£	-
Amounts standing to credit General Reserve	£	405,000,000.00	Amounts made available from Liquidity Reserve	£	-
Amounts made available from Yield Reserve	£	-	Any other amount on Funding 2 Principal Ledger	£	305,429,159.63
Amounts made available from Liquidity Reserve	£	-			
Amount start-up loan not required for issue costs	£	-			
	£	592,468,490.71		£	1,432,904,916.63
Distribution					
Trustee and Agent fees	£	-	Towards replenishment General Reserve	£	-
Amounts due to the Master Issuer	£	1,215,199.47	CR Liquidity Reserve Fund to required amount	£	-
Other senior fees	£	71,742.00	Towards redeeming AAA Loan Tranches	£	1,349,940,000.00
Amounts due to the Cash Manager	£	1,044,742.52	Towards redeeming AA Loan Tranches	£	41,300,000.00
Amounts due to the Corporate Services Provider	£	-	Towards redeeming BBB Loan Tranches	£	41,300,000.00
Amounts payable under the Funding 2 Swap	£	46,961,845.80	CR Cash Accumulation Ledger	£	-
Interest on AAA non-Yield Reserve Loan Tranches	£	11,542,160.41	CR Funding 2 Principal Ledger	£	364,916.63
Towards Yield Reserve Primary Loan Interest Amt	£	91,388,271.97			
Interest on AA Loan Tranches	£	117,231.15			
Interest on BBB Loan Tranches	£	151,567.38			
CR to General Reserve Fund to required amount	£	405,000,000.00			
Towards a credit to the Z Loan PDL	£	1,874,306.61			
Interest on Z Loans	£	12,960,072.54			
Other amounts due to Master Issuer	£	11,168.22			
Payment to Funding 2 in respect of profit	£	15,704.85			
Amounts due under the Start-up Loans	£	20,114,477.79			
Deferred Consideration to the Seller	£	-			
	£	592,468,490.71		£	1,432,904,916.63

Master Issuer Waterfall 17 Jan 2012

Master Issuer Revenue Receipts			Master Issuer Principal Receipts		
Interest received in respect of Loan Tranches	£	111,682,182.44	Principal repaid by Funding 2 per Master ICL	£	1,432,540,000.00
Fees received under Master Intercompany Loan	£	1,226,367.69			
Interest on the Master Issuer bank accounts	£	323.15			
Any other net income	£	-			
	£	112,908,873.28		£	1,432,540,000.00
Distribution					
Trustee and Agent fees	£	101,016.97	Amounts due to swap providers re Class A Notes	£	849,940,000.00
Other senior fees	£	53,524.34	Principal due on Class A Notes	£	500,000,000.00
Amounts due to the Cash Manager	£	1,044,742.52	Amounts due to swap providers re Class B Notes	£	-
Amounts due to the Corporate Services Provider	£	15,915.64	Principal due on Class B Notes	£	41,300,000.00
Amounts due to swap providers re Class A Notes	£	61,892,007.11	Amounts due to swap providers re Class C Notes	£	-
Interest due on Class A Notes	£	49,521,376.80	Principal due on Class C Notes	£	41,300,000.00
Amounts due to swap providers re Class B Notes	£	-			
Interest due on Class B Notes	£	117,231.15			
Amounts due to swap providers re Class C Notes	£	-			
Interest due on Class C Notes	£	151,567.38			
Balance to the Master Issuer	£	11,491.37			
	£	112,908,873.28		£	1,432,540,000.00

Funding 1 Waterfall 12 Dec 2011

Funding 1 Available Revenue Receipts			Funding 1 Available Principal Receipts		
All Mortgages Trust Revenue Receipts distributed	£	29,484,598.84	All Mortgages Trust Principal Receipts distributed	£	1,257,215,226.41
Amounts paid by the Seller to Funding 1	£	178,993.74	Funding 1 Principal on Cash Accumulation Ledger	£	-
Interest on the Funding 1 bank accounts	£	1,084,620.93	Amounts to be credited to PDL	£	358,966.27
Amounts received under the Funding 1 Swap	£	-	Amounts made available from Liquidity Facility	£	-
Amounts standing to credit General Reserve	£	84,200,000.00	Amounts made available from General Reserve	£	-
Amounts made available from Liquidity Reserve	£	-	Amounts made available from Liquidity Reserve	£	-
	£	114,948,213.51		£	1,257,574,192.68
Distribution					
Trustee and Agent fees	£	10,622.78	Amounts due to Liquidity Facility Provider	£	-
Amounts due to the Funding 1 Issuers	£	141,492.25	Towards replenishment General Reserve	£	-
Other senior fees	£	62,691.19	CR Liquidity Reserve Ledger	£	-
Amounts due to Liquidity Facility Provider	£	29,917.81	Towards redeeming AAA Term Advances	£	1,257,574,192.68
Amounts due to the Cash Manager	£	137,123.29	Towards redeeming AA Term Advances	£	-
Amounts due to the Corporate Services Provider	£	-	Towards redeeming BBB Term Advances	£	-
Amounts payable under the Funding 1 Swap	£	7,858,797.16	CR Cash Accumulation Ledger	£	-
Interest on AAA Term Advances	£	5,755,892.12	CR Funding 1 Principal Ledger	£	-
Interest on AA Term Advances	£	-			
Interest on BBB Term Advances	£	-			
CR to General Reserve Fund to required amount	£	27,800,000.00			
Towards a credit to the Z Loan PDL	£	358,966.27			
Interest & fees on the Z Loan	£	4,876,041.20			
Other amounts due to Funding 1 Issuers	£	575.59			
Amounts due under the Start-up Loans	£	-			
Payment to Funding 1 in respect of profit	£	11,494.82			
Deferred Consideration to the Seller	£	67,904,599.03			
	£	114,948,213.51		£	1,257,574,192.68

Key Counterparties

Issuing Entities	Permanent Master Issuer plc (Master Issuer), Permanent Financing (No.7) plc, Permanent Financing (No.8) plc, Permanent Financing (No.9) plc
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
Account Bank	Bank of Scotland plc
Issuing Entity Account Bank	Bank of Scotland plc
Security & Note Trustee	The Bank of New York Mellon
Agent Bank & Paying Agent(s)	Citibank, N.A.
Funding 1 Swap Provider	Bank of Scotland plc
Funding 2 Swap Provider	Bank of Scotland plc
Issuing Entity Swap Providers	Bank of Scotland plc Barclays Bank plc Natixis The Royal Bank of Scotland plc

Glossary

Capitalised arrears	Arrears of interest may be capitalised with the agreement of the borrower once a borrower has made six consecutive scheduled payments of at least the contractual amount.
Constant Prepayment Rate	The Constant Prepayment Rate (CPR) is an annualised percentage reflecting the amount of principal prepaid in excess of scheduled principal receipts. CPR is currently unavailable.
Current LTV	Current LTV is calculated using the latest Indexed Valuation held in the Seller's records.
Indexed Valuation	Indexation is applied quarterly in January, April, July and October to property valuations using the Halifax House Price Index.
Excess Spread	Excess Spread (%) is calculated by dividing the annual equivalent of the remaining Available Revenue Receipts after crediting the General Reserve Fund into the weighted average principal amount outstanding of the notes during the Interest Period.
Months in arrears	The number of months in arrears based on the most recent payments due. It is not the amount of arrears divided by the current payment due. The arrears table on page 1 includes repossessions.
Mortgage Account	A mortgage account consists of one or more loans secured, by way of equal ranking first charge, on the same property and thereby forming a single mortgage account.
Original LTV	LTV at origination has been calculated using the valuation at origination of the initial loan in a mortgage account, where this is still held in the Seller's records. Where this original valuation is no longer held, the latest valuation has been used in the calculation. Any fees added to the initial loan at origination have been excluded from the calculation.
Outstanding principal balance	The aggregate principal balance of the loans including (without double counting) the initial advance, any further advance, any flexible loan drawing, capitalised expenses, capitalised arrears and capitalised interest less any prepayments, repayments or payments of the foregoing prior to the relevant date, plus accrued interest on the loans as at the relevant date.
Principal Payment Rate	Monthly PPR reflects the aggregate of scheduled and unscheduled principal receipts, including the proceeds from any loan repurchases by the Seller. It should be noted that in previous reports, this was labelled CPR.
Region	Reported regions are NUTS1 classifications. NUTS is Nomenclature of Units for Territorial Statistics.
Scheduled Maturity Date	The date or dates when principal is scheduled to be repaid on bullet and scheduled amortisation notes and from when principal becomes payable on pass-through notes.
Seasoning	Seasoning is reported on an aggregated basis for each mortgage account. It is calculated using the origination date of the original loan in the mortgage account and ignores any subsequent loans in the mortgage account.
Type of Loan	The 'Type of loan' and 'Distribution of fixed rate loans' tables have been prepared on the basis of the type of loan applicable to each mortgage accounts primary product holding. In addition to the primary product holding, a mortgage account may have other active product holdings which may or may not be the same type as the primary product holding.