

Santander UK Group Holdings plc and Santander UK plc

June 2022 Additional Capital and Risk Management Disclosures

Introduction

Santander UK Group Holdings plc’s Additional Capital and Risk Management Disclosures for the six months ended 30 June 2022 should be read in conjunction with our 2022 Half Yearly Financial Report.

As a wholly-owned large subsidiary of Banco Santander, S.A., under the retained EU law version of Capital Requirements Regulation (UK CRR) Santander UK Group Holdings plc (the Company) is required to produce and publish annually a specified number of Pillar 3 disclosures. In accordance with the European Banking Authority (EBA) guidelines on disclosure frequency^[1], the Company has assessed the need to publish capital-related disclosures more frequently than annually and the disclosures deemed appropriate for more frequent publication have been included in the additional capital disclosures set out in this document. All disclosures within Part 1 of this document on pages 2 to 36 cover the consolidated Santander UK Group Holdings plc group position.

The Company is the immediate parent company of Santander UK plc, a Ring Fenced Bank (RFB), and associated controlled entities and is the head of the Santander UK group for regulatory capital and leverage purposes. Part 2 of this document on pages 37-61 includes a specified number of Pillar 3 disclosures in accordance with the EBA guidelines on disclosure frequency for the Santander UK plc group, which are similar to those for the Company.

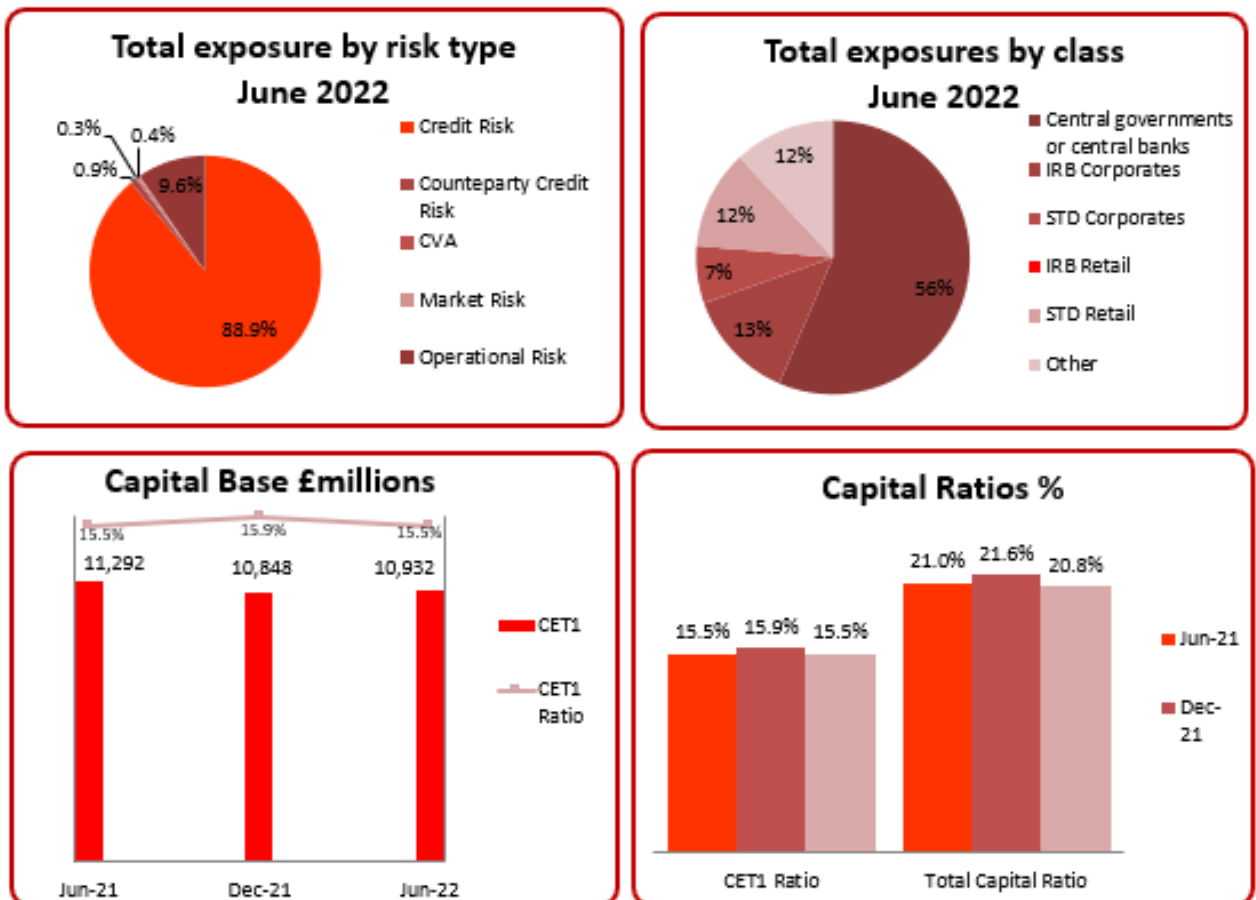
The regulatory and supervisory measures to alleviate the financial stability impact of the Coronavirus pandemic (Covid-19) and maintain the safety and soundness of authorised firms have been reflected in the Santander UK Group Holdings plc group and Santander UK plc group capital results. These measures are aimed at ensuring the Santander UK Group Holdings plc group and the Santander UK plc group are able to continue to lend to households and businesses, support the real economy, and provide robust and consistent market disclosures. While activity is disrupted, substantial and substantive Government and Central Bank measures have been put in place in the UK and internationally to support businesses and households.

Retained EU Law disclosures

This document contains disclosures required under UK CRR for the Company as a large subsidiary of an EU parent undertaking, some of which are not disclosed in the 2022 Half Yearly Financial Report. All disclosures cover the 30 June 2022 position or movement during 2022.

Additional Capital and Risk Management Disclosures for Santander UK Group Holdings plc group

Summary



^[1] EBA guidelines on materiality, proprietary and confidentiality and on disclosure frequency under Articles 432(1), 432(20) and 433 of Regulation (EU) No 575/2013.

Key metrics (KM1)

The following table summarises the Company's Own Funds and key risk-based capital ratios at 30 June 2022 together with the previously disclosed quarter end information at 31 March 2022, 31 December 2021, 30 September 2021 and 30 June 2021. Further detail on Risk Weighted Assets is included in the subsequent sections of this document:

	30 June 2022 £m	31 March 2022 £m	31 December 2021 £m	30 September 2021 £m	30 June 2021 £m
Available own funds (amounts)					
1 Common Equity Tier 1 (CET1) capital	10,927	10,731	10,848	11,450	11,292
2 Tier 1 capital	13,123	12,922	13,154	13,751	13,600
3 Total capital	14,615	14,408	14,727	15,336	15,298
Risk-weighted exposure amounts					
4 Total risk-weighted exposure amount	70,367	69,350	68,144	68,813	72,763
Capital ratios (as a percentage of risk-weighted exposure amount)					
5 Common Equity Tier 1 ratio (%)	15.53%	15.47%	15.90%	16.60%	15.50%
6 Tier 1 ratio (%)	18.65%	18.63%	19.30%	20.00%	18.70%
7 Total capital ratio (%)	20.77%	20.78%	21.60%	22.30%	21.00%
Additional own funds requirements based on SREP (as a percentage of risk-weighted exposure amount)					
UK 7a Additional CET1 SREP requirements (%)	2.95%	2.97%	2.98%	2.82%	2.78%
UK 7b Additional AT1 SREP requirements (%)	0.98%	0.99%	0.99%	0.94%	0.93%
UK 7c Additional T2 SREP requirements (%)	1.31%	1.32%	1.33%	1.26%	1.24%
UK 7d Total SREP own funds requirements (%)	5.25%	5.27%	5.30%	5.02%	4.94%
Combined buffer requirement (as a percentage of risk-weighted exposure amount)					
8 Capital conservation buffer (%)	2.50%	2.50%	2.50%	2.50%	2.50%
UK 8a Conservation buffer due to macro-prudential or systemic risk identified at the level of a Member State (%)	-	-	-	-	-
9 Institution specific countercyclical buffer (%)	-	-	-	-	-
UK 9a Systemic risk buffer (%)	-	-	-	-	-
10 Global Systemically Important Institution buffer (%)	-	-	-	-	-
UK 10a Other Systemically Important Institution buffer	-	-	-	-	-
11 Combined buffer requirement (%)	2.50%	2.50%	2.50%	2.50%	2.50%
UK 11a Overall capital requirements (%)	15.75%	15.77%	15.80%	15.52%	15.44%
12 CET1 available after meeting the total SREP own funds requirements (%)	5.02%	5.00%	5.80%	6.78%	5.56%
Leverage ratio					
13 Total exposure measuring excluding claims on central banks	248.6	248.1	246.3	250.3	254.7
14 Leverage ratio excluding claims on central banks (%)	5.2%	5.1%	5.2%	5.4%	5.2%
Additional leverage ratio disclosure requirements					
14a Fully loaded ECL accounting model leverage ratio excluding claims on central banks (%)	5.2%	5.1%	5.3%	5.4%	5.2%
14b Leverage ratio including claims on central banks (%)	4.4%	4.3%	4.3%	4.6%	4.5%
14c Average leverage ratio excluding claims on central banks (%)	5.2%	5.1%	5.5%	5.4%	5.3%
14d Average leverage ratio including claims on central banks (%)	4.3%	4.3%	4.5%	4.6%	4.5%
14e Countercyclical leverage ratio buffer (%)	0.0%	0.0%	0.0%	0.0%	0.0%
Liquidity Coverage Ratio					
15 Total high-quality liquid assets (HQLA) (Weighted value-average) ¹	49,177	50,485	51,266	44,284	46,802
UK 16a Cash outflows – Total weighted value ¹	30,608	32,049	32,204	32,075	33,690
UK 16b Cash inflows – Total weighted value ¹	1,983	3,662	1,313	1,539	1,182
16 Total net cash outflows (adjusted value) ¹	28,625	28,387	30,891	30,536	32,508
17 Liquidity coverage ratio (%) ¹	171.79%	177.85%	166.00%	145.00%	144.00%
Net Stable Funding Ratio					
18 Total available stable funding	233,946	232,204	232,056	219,607	220,193
19 Total required stable funding	176,991	175,211	172,308	165,841	167,366
20 NSFR ratio (%)	131.40%	132.53%	134.68%	132.42%	131.56%

Key Movements

The CET1 capital ratio decreased 40bps to 15.5%, largely due to the regulatory changes that took effect from January 2022. RWA growth in Retail Banking and Consumer Finance were offset by retained profit. The business remains strongly capitalised. The UK leverage ratio was unchanged as the impact of the change in treatment of software assets on 1 January 2022 was offset by retained profit, UK leverage exposure remained broadly stable. The Total capital ratio decreased by c. 80bps to 20.8%, due to the one-off regulatory changes that took effect on 1 January 2022 and the reduction in Additional Tier 1 and Tier 2 capital securities recognised following the end of the CRR Grandfathering period on 1 January 2022.

¹ Liquidity metrics is now reported for Santander UK, our Holding Company, from 1 January 2022 following adoption of CRR2 regulation. Metrics presented prior to 2022 is the Dolsub Group.

Key metrics – Minimum Requirement for Own Funds and Eligible Liabilities (MREL) requirements (KM2)

The following table summarises key metrics about Own Funds and Eligible Liabilities available, and MREL requirements applied, for the Santander UK Group Holdings plc group:

	30 June 2022 £m	31 March 2022 £m	31 December 2021 £	30 September 2021 £	31 June 2021 £m
1 Total Own Funds and Eligible Liabilities available	25,106	24,690	24,319	25,767	24,946
1a Fully loaded ECL accounting model Own Funds and Eligible Liabilities available	25,047	24,669	24,298	25,758	24,940
2 Total RWA at the level of the resolution group	70,367	69,350	68,144	68,813	72,763
3 Total Own Funds and Eligible Liabilities as a percentage of RWA	35.7%	35.6%	35.7%	37.4%	34.3%
3a Fully loaded ECL accounting model Own Funds and Eligible Liabilities as a percentage of fully loaded ECL accounting model RWA	35.6%	35.6%	35.7%	37.4%	34.4%
4 UK Leverage exposure measure at the level of the resolution group ¹	248,565	248,140	300,399	294,828	299,665
5 Total Own Funds and Eligible Liabilities as a percentage of UK leverage exposure	10.1%	10.0%	8.1%	8.7%	8.3%
5a Fully loaded ECL accounting model Own Funds and Eligible Liabilities as a percentage of fully loaded ECL accounting model UK leverage ratio exposure measure	10.1%	9.9%	8.1%	8.7%	8.3%
6a Does the subordination exemption in the antepenultimate paragraph of Section 11 of the FSB TLAC Term Sheet apply?	No	No	No	No	No
6b Does the subordination exemption in the penultimate paragraph of Section 11 of the FSB TLAC Term Sheet apply?	No	No	No	No	No
6c If the capped subordination exemption applies, the amount of funding issued that ranks pari passu with Excluded Liabilities and that is recognised as Own Funds and Eligible Liabilities, divided by funding issued that ranks pari passu with Excluded Liabilities and that would be recognised as Own Funds and Eligible Liabilities if no cap was applied (%)	n/a	n/a	n/a	n/a	n/a

¹ The UK leverage exposure as disclosed at 31 March 2022 excludes claims on central banks. Periods prior to the 1 Jan 2022 are based on CRR Leverage exposure including claims on central banks, reflecting the rules in force at that time.

The MREL requirement for Santander UK Group Holdings plc, excluding capital buffers, is 26.5% of RWAs (2*[P1+P2A]).

TLAC1: Total Loss Absorbing Capacity composition for G-SIBs (at resolution group level)

TLAC position of the Santander UK Group Holdings plc consolidated group (the resolution group):

	30 June 2022 £bn	31 December 2021 £bn	30 June 2021 £bn	
Regulatory capital elements of TLAC and adjustments				
1	Common Equity Tier 1 capital (CET1)	10.9	10.8	11.3
2	Additional Tier 1 capital (AT1) before TLAC adjustments	2.2	2.3	2.3
3	AT1 ineligible as TLAC as issued out of subsidiaries to third parties	-	-	-
4	Other adjustments	-	-	-
5	AT1 instruments eligible under the TLAC framework	2.2	2.3	2.3
6	Tier 2 capital (T2) before TLAC adjustments	1.5	1.6	1.6
7	Amortised portion of T2 instruments where remaining maturity > 1 year	0.2	0.1	0.1
8	T2 capital ineligible as TLAC as issued out of subsidiaries to third parties	0.8	-	-
9	Other adjustments	-	-	-
10	T2 instruments eligible under the TLAC framework	0.9	1.7	1.7
11	TLAC arising from regulatory capital	14.1	14.8	15.3
12	External TLAC instruments issued directly by the bank and subordinated to excluded liabilities	11.0	9.5	9.6
13	External TLAC instruments issued directly by the bank which are not subordinated to excluded liabilities but meet all other TLAC term sheet requirements.	-	-	-
14	Of which: amount eligible as TLAC after application of the caps	-	-	-
15	External TLAC instruments issued by funding vehicles prior to 1 January 2022	-	-	-
16	Eligible ex ante commitments to recapitalise a G-SIB in resolution	-	-	-
17	TLAC arising from non-regulatory capital instruments before adjustments	11.0	9.5	9.6
Non-regulatory capital elements of TLAC: adjustments				
18	TLAC before deductions	25.1	24.3	24.9
19	Deductions of exposures between MPE resolution groups that correspond to items eligible for TLAC (not applicable to SPE G-SIBs)	-	-	-
20	Deduction of investments in own other TLAC liabilities	-	-	-
21	Other adjustments to TLAC	-	-	-
22	TLAC after deductions	25.1	24.3	24.9
Risk-weighted assets and leverage exposure measure for TLAC purposes				
23	Total risk-weighted assets adjusted as permitted under the TLAC regime	70.4	68.1	72.8
24	Leverage exposure measure	248.6 ¹	300.4	299.7
TLAC ratios and buffers				
25	TLAC (as a percentage of risk-weighted assets adjusted as permitted under the TLAC regime)	35.7%	35.7%	34.3%
26	TLAC (as a percentage of leverage exposure)	10.1%	8.1%	8.3%
27	CET1 (as a percentage of risk-weighted assets) available after meeting the resolution group's minimum requirements	9.2%	9.2%	9.6%
28	Institution-specific buffer requirement (capital conservation buffer plus countercyclical buffer requirements plus higher loss absorbency requirement, expressed as a percentage of risk-weighted assets)	2.50%	2.50%	2.50%
29	Of which: capital conservation buffer requirement	2.50%	2.50%	2.50%
30	Of which: bank specific countercyclical buffer requirement	-	-	-
31	Of which: D-SIB / G-SIB buffer	-	-	-

In March 2020, UK countercyclical capital buffer was reduced to nil.

¹ From the 1st of January 2022, the Leverage Exposure excludes claims on central banks (previously the CRR Leverage Exposure was applied for TLAC and MREL purposes which included claims on central banks).

TLAC2 – Material subgroup entity – creditor ranking at legal entity level

Creditor Hierarchy of Material subsidiaries, Santander UK plc:

£bn	Creditor ranking							Sum of 1 to 6
	1 (most junior)	2	3	4	5	6		
1	Is the resolution entity the creditor/investor?	Yes	Yes	No	Yes	No	Yes	-
2	Description of creditor ranking	Share Capital	Additional Tier 1 Instruments	Additional Tier 1 Instruments	Subordinated Debt	Subordinated Debt	Bail-in Debt	-
3	Total capital and liabilities net of credit risk mitigation	3.1	2.0	0.3	0.9	1.0	10.9	18.2
4	Subset of row 3 that are excluded liabilities	-	-	-	-	-	-	-
5	Total capital and liabilities less excluded liabilities	3.1	2.0	0.3	0.9	1.0	10.9	18.2
6	Subset of row 5 that are eligible as TLAC	3.1	2.0	-	0.9	-	10.5	16.5
7	Subset of row 6 with 1 year ≤ residual maturity < 2 years	-	-	-	-	-	2.3	2.3
8	Subset of row 6 with 2 years ≤ residual maturity < 5 years	-	-	-	0.6	-	4.9	5.5
9	Subset of row 6 with 5 years ≤ residual maturity < 10 years	-	-	-	-	-	3.3	3.3
10	Subset of row 6 with residual maturity ≥ 10 years, but excluding perpetual securities	-	-	-	0.3	-	-	0.3
11	Subset of row 6 that is perpetual securities	3.1	2.0	-	-	-	-	5.1

TLAC3 – Resolution entity – creditor ranking at legal entity level

Creditor Hierarchy of the Company:

£bn	Creditor ranking					Sum of 1 to 4
	1 (most junior)	2	3	4 (most senior)		
1	Description of creditor ranking	Share Capital Book value	Additional Tier 1 Instruments Stated value	Subordinated Debt Par value	Bail-in Debt Par value	Total
2	Total capital and liabilities net of credit risk mitigation	7.1	2.2	0.9	11.0	21.2
3	Subset of row 2 that are excluded liabilities	-	-	-	-	-
4	Total capital and liabilities less excluded liabilities	7.1	2.2	0.9	11.0	21.2
5	Subset of row 4 that are potentially eligible as TLAC	7.1	2.2	0.9	11.0	21.2
6	Subset of row 5 with 1 year ≤ residual maturity < 2 years	-	-	-	2.3	2.3
7	Subset of row 5 with 2 years ≤ residual maturity < 5 years	-	-	0.6	5.4	6.0
8	Subset of row 5 with 5 years ≤ residual maturity < 10 years	-	-	-	3.3	3.3
9	Subset of row 5 with residual maturity ≥ 10 years, but excluding perpetual securities	-	-	0.3	-	0.3
10	Subset of row 5 that is perpetual securities	7.1	2.2	-	-	9.3

IFRS 9 Transitional Arrangements (IFRS9-FL)

The following table summarises the impact of IFRS 9 transitional arrangements at 30 June 2022 over the full allowable period:

	2022	2023	2024
IFRS9 Transitional Factor	25%		
IFRS9 Transitional Factor for credit loss-based provision movements post 1/1/20	75%	50%	25%
Available Capital (amounts)			
1 Common Equity Tier 1 (CET1) capital	10,927	10,904	10,886
CET1 Capital as if IFRS 9 STATIC transitional arrangements were not applied	10,923	10,904	10,886
CET1 Capital as if IFRS 9 DYNAMIC transitional arrangements were not applied	10,872	10,868	10,886
2 CET1 Capital as if ALL IFRS 9 transitional arrangements were not applied	10,868	10,868	10,868
3 Tier 1 Capital	13,123	13,100	13,082
4 Tier 1 Capital as if ALL IFRS 9 transitional arrangements were not applied	13,064	13,064	13,064
5 Total Capital	14,615	14,592	14,574
6 Total Capital as if ALL IFRS 9 transitional arrangements were not applied	14,556	14,556	14,556
Risk-weighted assets (amounts)			
7 Total risk-weighted assets (RWA)	70,367	70,339	70,313
Total RWA as if IFRS 9 STATIC transitional arrangements were not applied	70,395	70,339	70,313
Total RWA as if IFRS 9 DYNAMIC transitional arrangements were not applied	70,259	70,287	70,287
8 Total RWA as if ALL IFRS 9 transitional arrangements were not applied	70,287	70,287	70,287
Capital Ratios			
9 Common Equity Tier 1 ratio	15.5%	15.5%	15.5%
10 Common Equity Tier 1 as if ALL IFRS 9 transitional arrangements were not applied	15.5%	15.5%	15.5%
11 Tier 1 ratio	18.7%	18.6%	18.6%
12 Tier 1 as if ALL IFRS 9 transitional arrangements were not applied	18.6%	18.6%	18.6%
13 Total capital ratio	20.8%	20.7%	20.7%
14 Total Capital as if ALL IFRS 9 transitional arrangements were not applied	20.7%	20.7%	20.7%
UK leverage ratio including claims on central banks			
15 Leverage Ratio Total Exposure Measure	296,783	296,783	296,783
16 Leverage Ratio	4.4%	4.4%	4.4%
17 Leverage ratio as if ALL IFRS 9 transitional arrangements were not applied	4.4%	4.4%	4.4%

The Company is applying the IFRS 9 capital transitional arrangements set out in the onshored versions of EU Regulation 2017/2395 and EU Regulation 2020/873 that amend the Capital Requirements Regulation. Under the transitional arrangements, the Company is entitled to mitigate the effect to capital of Expected Credit Loss-based provisioning following the implementation of IFRS 9. The extended transitional arrangements last for a five-year period ending on 31st December 2024 with the amount of capital relief available reduced each year by the transitional factor, with an extended transitional period used for capital relief against provision movements from 1 January 2020. The transitional factor is 25 percent in 2022, and for post 1 January 2020 provision movements is 75 percent in 2022, 50 percent in 2023 and 25 percent in 2024.

The capital relief affects both the capital base and RWAs reported by the Company. The adjustment to CET1 capital is comprised of a static element and a dynamic element. The static element is based on the CET1 capital impact of the change in provision levels upon implementation of IFRS 9 (on 1st January 2018). The capital adjustments from this static element will only change over the five-year transition period due to the phased reduction of the transitional factor. The dynamic element is based on the capital impact of the change in provision levels for non-credit impaired exposures from the first day of the implementation of IFRS 9. The dynamic element will change over the transition period and is also subject to progressive reduction over the five-year transitional period and the extended period for provision movements post 1 January 2020 due to the transitional factor. In addition to this adjustment, the transitional arrangements also reduce associated capital position impacts for exposures modelled under the Standardised Approach for Credit Risk, deferred tax assets created upon adoption of IFRS 9 ECL-based provisioning and Tier 2 capital from an excess of provisions over expected losses for exposures modelled using the Internal Rating Based approach.

UK LRA: Disclosure of LR qualitative information

<p>Description of the processes used to manage the risk of excessive leverage</p> <p>The leverage ratio for the UK consolidated group is monitored and reported to Capital Committee and other governance bodies, and is included in the group's Risk Appetite framework. The current level of the leverage ratio and also forecast levels of the leverage ratio under a range of macroeconomic scenario, including stress scenarios, are considered. Under the Risk Appetite framework, limits and alert levels for the leverage ratio have been set to ensure that leverage is maintained at acceptable levels and in excess of minimum regulatory requirements.</p>
<p>Description of the factors that had an impact on the leverage ratio during the period to which the disclosed leverage ratio refers</p> <p>The Leverage ratio for the UK consolidated group has increased from 5.1% to 5.2%, as a result of Tier 1 Capital movements +£201m, including Profits after dividends paid £127m, Expected Loss – Provisions £86m, IFRS9 £38m reduced by defined benefit pension movements-£39m.</p>

UK LR1 - LRSum: Summary reconciliation of accounting assets and leverage ratio exposures

		30 June 2022 £m
1	Total assets as per published financial statements	290,833
2	Adjustment for entities which are consolidated for accounting purposes but are outside the scope of prudential consolidation	1,219
3	(Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference)	-
4	(Adjustment for exemption of exposures to central banks)	(48,218)
5	(Adjustment for fiduciary assets recognised on the balance sheet pursuant to the applicable accounting framework but excluded from the total exposure measure in accordance with point (i) of Article 429a(1) of the CRR)	-
6	Adjustment for regular-way purchases and sales of financial assets subject to trade date accounting	-
7	Adjustment for eligible cash pooling transactions	-
8	Adjustment for derivative financial instruments	(938)
9	Adjustment for securities financing transactions (SFTs)	336
10	Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)	7,752
11	(Adjustment for prudent valuation adjustments and specific and general provisions which have reduced tier 1 capital (leverage))	-
UK-11a	(Adjustment for exposures excluded from the total exposure measure in accordance with point (c) of Article 429a(1) of the CRR)	-
UK-11b	(Adjustment for exposures excluded from the total exposure measure in accordance with point (j) of Article 429a(1) of the CRR)	-
12	Other adjustments	(2,419)
13	Total exposure measure	248,565

UK LR2 - LRCOM: Leverage ratio common disclosure

		Leverage ratio exposures	
		30 June 2022 £m	31 March 2022 £m
On-balance sheet exposures (excluding derivatives and SFTs)			
1	On-balance sheet items (excluding derivatives, SFTs, but including collateral)	233,734	231,580
2	Gross-up for derivatives collateral provided, where deducted from the balance sheet assets pursuant to the applicable accounting framework	-	-
3	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	(3,142)	(1,683)
4	(Adjustment for securities received under securities financing transactions that are recognised as an asset)	-	-
5	(General credit risk adjustments to on-balance sheet items)	-	-
6	(Asset amounts deducted in determining tier 1 capital (leverage))	(3,426)	(3,695)
7	Total on-balance sheet exposures (excluding derivatives and SFTs)	227,166	226,202
Derivative exposures			
8	Replacement cost associated with SA-CCR derivatives transactions (i.e. net of eligible cash variation margin)	3,564	2,155
UK-8a	Derogation for derivatives: replacement costs contribution under the simplified standardised approach	-	-
9	Add-on amounts for potential future exposure associated with SA-CCR derivatives transactions	954	890
UK-9a	Derogation for derivatives: potential future exposure contribution under the simplified standardised approach	-	-
UK-9b	Exposure determined under the original exposure method	-	-
10	(Exempted CCP leg of client-cleared trade exposures) (SA-CCR)	-	-
UK-10a	(Exempted CCP leg of client-cleared trade exposures) (simplified standardised approach)	-	-
UK-10b	(Exempted CCP leg of client-cleared trade exposures) (original exposure method)	-	-
11	Adjusted effective notional amount of written credit derivatives	-	-
12	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-	-
13	Total derivatives exposures	4,518	3,045
Securities financing transaction (SFT) exposures			
14	Gross SFT assets (with no recognition of netting), after adjustment for sales accounting transactions	9,489	11,416
15	(Netted amounts of cash payables and cash receivables of gross SFT assets)	(696)	(874)
16	Counterparty credit risk exposure for SFT assets	336	381
UK-16a	Derogation for SFTs: counterparty credit risk exposure in accordance with Articles 429e(5) and 222 of the CRR	-	-
17	Agent transaction exposures	-	-
UK-17a	(Exempted CCP leg of client-cleared SFT exposures)	-	-
18	Total securities financing transaction exposures	9,129	10,923
Other off-balance sheet exposures			
19	Off-balance sheet exposures at gross notional amount	37,701	37,978
20	(Adjustments for conversion to credit equivalent amounts)	(29,949)	(30,008)
21	(General provisions deducted in determining tier 1 capital (leverage) and specific provisions associated with off-balance sheet exposures)	-	-
22	Off-balance sheet exposures	7,752	7,970
Excluded exposures			
UK-22a	(Exposures excluded from the total exposure measure in accordance with point (c) of Article 429a(1) of the CRR)	-	-
UK-22b	(Exposures exempted in accordance with point (j) of Article 429a(1) of the CRR (on- and off- balance sheet))	-	-
UK-22g	(Excluded excess collateral deposited at triparty agents)	-	-
UK-22k	(Total exempted exposures)	-	-
Capital and total exposure measure			
23	Tier 1 capital (leverage)	12,951	12,747
24	Total exposure measure including claims on central banks	296,783	298,370
UK-24a	(-) Claims on central banks excluded	(48,218)	(50,230)
UK-24b	Total exposure measure excluding claims on central banks	248,565	248,140
Leverage ratio			
25	Leverage ratio excluding claims on central banks (%)	5.2%	5.1%
UK-25a	Fully loaded ECL accounting model leverage ratio excluding claims on central banks (%)	5.2%	5.1%
UK-25b	Leverage ratio excluding central bank reserves as if the temporary treatment of unrealised gains and losses measured at fair value through other comprehensive income had not been applied (%)	5.2%	5.1%
UK-25c	Leverage ratio including claims on central banks (%)	4.4%	4.3%
26	Regulatory minimum leverage ratio requirement (%)	3.3%	3.3%
Additional leverage ratio disclosure requirements - leverage ratio buffers			

		30 June 2022 £m	31 March 2022 £m
27	Leverage ratio buffer (%)	0.35%	0.35%
UK-27a	Of which: G-SII or O-SII additional leverage ratio buffer (%)	0.35%	0.35%
UK-27b	Of which: countercyclical leverage ratio buffer (%)	0.00%	0.00%
Additional leverage ratio disclosure requirements - disclosure of mean values			
28	Mean of daily values of gross SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivable	9,736	10,935
29	Quarter-end value of gross SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables	9,668	11,613
UK-31	Average total exposure measure including claims on central banks	298,954	300,206
UK-32	Average total exposure measure excluding claims on central banks	249,596	247,903
UK-33	Average leverage ratio including claims on central banks	4.3%	4.2%
UK-34	Average leverage ratio excluding claims on central banks	5.2%	5.1%

UK LR3 - LRSpl: Split-up of on balance sheet exposures (excluding derivatives, SFTs and exempted exposures)

		Leverage ratio exposures 30 June 2022 £m
UK-1	Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures), of which:	233,734
UK-2	Trading book exposures	-
UK-3	Banking book exposures, of which:	233,734
UK-4	Covered bonds	1,279
UK-5	Exposures treated as sovereigns	2,672
UK-6	Exposures to regional governments, MDB, international organisations and PSE not treated as sovereigns	1,122
UK-7	Institutions	1,003
UK-8	Secured by mortgages of immovable properties	184,196
UK-9	Retail exposures	9,815
UK-10	Corporates	20,287
UK-11	Exposures in default	2,152
UK-12	Other exposures (e.g. equity, securitisations, and other non-credit obligation assets)	11,208

Liquidity Coverage Ratio (LIQ1)

This table shows RFB Group's 12-month average LCR as Company's 12-month average LCR is not available. The values presented below are the simple average of the preceding monthly periods ending on the reporting date as specified in the table:

UK 1a	Quarter ending on	Total unweighted value (average)				Total weighted value (average)			
		30 June 2022 £m	31 March 2022 £m	31 December 2021 £m	30 September 2021 £m	30 June 2022 £m	31 March 2022 £m	31 December 2021 £m	30 September 2021 £m
UK-1b	Number of data points used in the calculation of averages	12	12	12	12	12	12	12	12
	HIGH-QUALITY LIQUID ASSETS								
1	Total high-quality liquid assets (HQLA)			49,412	48,341	48,955	48,706	49,203	48,110
	CASH-OUTFLOWS								
	Retail deposits and deposits from small business customers, of which:								
2	Stable deposits	149,153	149,460	149,033	147,483	9,062	9,034	8,953	8,786
3	Less stable deposits	125,775	126,630	126,909	126,398	6,289	6,331	6,346	6,320
4	Unsecured wholesale funding	23,378	22,830	22,124	21,085	2,773	2,703	2,607	2,466
5	Operational deposits (all counterparties) and deposits in networks of cooperative banks	26,339	27,167	25,836	28,242	13,816	14,561	14,368	15,464
6	Non-operational deposits (all counterparties)	1,566	1,015	534	138	297	192	103	27
7	Unsecured debt	23,097	24,268	23,236	26,054	11,843	12,485	12,199	13,387
8	Secured wholesale funding	1,676	1,884	2,066	2,050	1,676	1,884	2,066	2,050
9	Additional requirements	13,243	14,545	16,528	18,830	5,796	6,273	7,067	7,941
10	Outflows related to derivative exposures and other collateral requirements	4,650	4,956	5,313	5,843	4,650	4,957	5,313	5,843
11	Outflows related to loss of funding on debt products	241	258	498	609	241	257	498	609
12	Credit and liquidity facilities	8352	9,331	10,717	12,378	905	1,059	1,256	1,489
13	Other contractual funding obligations	228	175	75	81	179	115	-	-
14	Other contingent funding obligations	29,178	28,607	27,908	27,510	2,565	2,481	2,399	2,323
15	TOTAL CASH OUTFLOWS			233,990	238,698	31,549	32,608	32,971	34,799
	CASH-INFLOWS								
16	Secured lending (e.g reverse repos)	4,208	5,423	8,806	9,675	13	12	22	20
17	Inflows from fully performing exposures	2,156	1,955	1,848	1,827	1,340	1,220	1,157	1,145
18	Other cash inflows	2,170	1,889	1,769	1,784	777	574	492	529
19	(Difference between total weighted inflows and total weighted outflows arising from transactions in third countries where there are transfer restrictions or which are denominated in non-convertible currencies)								
UK-19a	(Excess inflows from a related specialised credit institution)					-	-	-	-
UK-19b						-	-	-	-
20	TOTAL CASH INFLOWS	8,534	9,267	12,423	13,286	2,130	1,806	1,671	1,694
UK-20a	Fully exempt inflows								
UK-20b	Inflows Subject to 90% Cap								
UK-20c	Inflows Subject to 75% Cap	8,534	9,267	9,999	10,605	2,130	1,806	1,671	1,694
	TOTAL ADJUSTED VALUE								
UK-21	LIQUIDITY BUFFER					48,955	48,706	49,203	48,110
22	TOTAL NET CASH OUTFLOWS					29,419	30,802	32,265	33,408
23	LIQUIDITY COVERAGE RATIO (%)					166.41	158,13%	152.49	144.01

Key Movements

Strong LCR of 166%, weighted LCR per table shown with £5.3bn wholesale funding issuance transacted. Spot LCR is 171.8 % per KM1 table for the Company. Company's 12-month average LCR is not yet available and will be reported from Q4 2022.

Qualitative information on LCR (LIQB)

Explanations on the main drivers of LCR results and the evolution of the contribution of inputs to the LCR's calculation over time	The LCR requirement (weighted) is broadly consistent over time, driven mainly by deposits. Corporate deposits contribute a greater requirement despite Retail deposits being significantly larger in number, as a result of the standardised LCR weightings. HQLA has increased as a result of deposit growth and TFSME drawdowns (which have a significantly smaller impact on the requirement). The LCR maintains a significant surplus to both internal and regulatory requirements.
Explanations on the changes in the LCR over time	The LCR at HoldCo was 172% and 166% at the RFB DoLSub. The LCR has decreased in 2022 YTD primarily as a result of growth in Mortgage lending, partially offset by term funding issuances.
Explanations on the actual concentration of funding sources	Santander UK is largely funded through customer deposits (£191bn), with the significant proportion being Retail. We also have a c£37bn of wholesale funding which includes both secured and unsecured term funding and c£32bn of TFSME Funding.
High-level description of the composition of the institution's liquidity buffer.	The liquidity buffer is largely comprised (>95%) of Level 1 assets, primarily cash held in our Bank of England Reserve Account.
Derivative exposures and potential collateral calls	The main drivers of derivative exposures / potential collateral calls are the Historic Look Back Approach (HLBA) to calculating collateral requirements in the LCR and collateral outflows due to counterparties in the event of a deterioration of our own credit quality. As secured issuance volumes have been reduced as a result of our participation in the TFSME, this has in turn reduced these amounts.
Currency mismatch in the LCR	We have no material mismatch in our currency LCRs, with most of the funding raised in currency swapped back to GBP and the remainder being used to fund structural currency assets.
Other items in the LCR calculation that are not captured in the LCR disclosure template but that the institution considers relevant for its liquidity profile	n/a

Template UK LIQ2: Net Stable Funding Ratio

In accordance with Article 451a(3) CRR

(in currency amount)		Unweighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1yr	≥ 1yr	
Available stable funding (ASF) Items						
1	Capital items and instruments	-	-	-	18,431	18,431
2	Own funds	-	-	-	18,431	18,431
3	Other capital instruments	-	-	-	-	-
4	Retail deposits	-	148,916	419	726	141,367
5	Stable deposits	-	124,499	262	500	119,023
6	Less stable deposits	-	24,417	157	226	22,344
7	Wholesale funding:	-	42,617	3,592	37,425	51,199
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	-	42,617	3,592	37,425	51,199
10	Interdependent liabilities	-	-	-	-	-
11	Other liabilities:	-	8,431	1,778	22,060	22,949
12	NSFR derivative liabilities	-	-	-	-	-
13	All other liabilities and capital instruments not included in the above categories	-	8,431	1,778	22,060	22,949
14	Total available stable funding (ASF)	-	-	-	-	233,946
Required stable funding (RSF) Items						
15	Total high-quality liquid assets (HQLA)	-	-	-	-	207
UK-15a	Assets encumbered for more than 12m in cover pool	-	-	-	-	-
16	Deposits held at other financial institutions for operational purposes	-	-	-	-	-
17	Performing loans and securities:	-	15,853	3,740	386,775	165,889
18	Performing securities financing transactions with financial customers collateralised by Level 1 HQLA subject to 0% haircut	-	8,201	793	-	396
19	Performing securities financing transactions with financial customer collateralised by other assets and loans and advances to financial institutions	-	-	-	-	-
20	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, and PSEs, of which:	-	5,269	1,472	196,488	155,387
21	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	-	1,485	676	185,444	143,710
22	Performing residential mortgages, of which:	-	139	405	180,941	-
23	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	-	139	405	180,941	-
24	Other loans and securities that are not in default and do not qualify as HQLA, including exchange-traded equities and trade finance on-balance sheet products	-	2,244	1,070	9,346	10,106
25	Interdependent assets	-	-	-	-	-
26	Other assets:	-	3,148	81	8,041	10,109
27	Physical traded commodities	-	-	-	-	-
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	-	-	-	-	359
29	NSFR derivative assets	-	445	-	-	445
30	NSFR derivative liabilities before deduction of variation margin posted	-	615	-	-	31
10,10931	All other assets not included in the above categories	-	2,088	81	8,041	9,274
32	Off-balance sheet items	-	32,341	67	5,166	1,879
33	Total RSF	-	-	-	-	178,084
34	Net Stable Funding Ratio (%)	-	-	-	-	131.37%

RWA and Capital Requirements

Overview of risk weighted exposure amounts (OV1)

The following table details RWA and equivalent Own Funds Requirements. Own Funds Requirements are calculated as RWA multiplied by 8%:

		Risk Weighted Exposure Amounts (RWEAs)		Total Own Funds Requirements
		30 June 2022	31 March 2022	30 June 2022
		£bn	£bn	£bn ¹
1	Credit risk (excluding CRR) ¹	62.2	61.1	5.0
2	Of which the standardised approach	17.7	17.0	1.4
3	Of which the foundation IRB (FIRB) approach	2.2	1.9	0.4
4	Of which slotting approach	2.8	2.8	-
UK 4a	Of which equities under the simple risk weighted approach	0.2	0.2	-
5	Of which the advanced IRB (AIRB) approach	39.3	39.2	3.2
6	Counterparty credit risk - CCR ¹	0.6	0.6	-
7	Of which the standardised approach	0.4	0.3	-
8	Of which internal model method (IMM)	0.2	0.3	-
UK 8a	Of which exposures to a CCP	-	-	-
UK 8b	Of which credit valuation adjustment - CVA	0.2	0.2	-
9	Of which other CCR	-	-	-
15	Settlement risk	-	-	-
16	Securitisation exposures in the non-trading book (after the cap) ²	0.4	0.4	-
17	Of which SEC-IRBA approach	0.1	-	-
18	Of which SEC-ERBA (including IAA)	0.2	0.3	-
19	Of which SEC-SA approach	0.1	0.1	-
UK 19a	Of which 1250% / deduction	-	-	-
20	Position, foreign exchange and commodities risks (Market risk) ¹	0.3	0.3	-
21	Of which the standardised approach	0.3	0.3	-
22	Of which IMA	-	-	-
UK 22a	Large exposures	-	-	-
23	Operational risk ¹	6.7	6.7	0.6
UK 23a	Of which basic indicator approach	-	-	-
UK 23b	Of which standardised approach	6.7	6.7	-
UK 23c	Of which advanced measurement approach	-	-	-
24	Amounts below the thresholds for deduction (subject to 250% risk weight) (For information)	-	-	-
29	Total ¹	70.4	69.3	5.6

RWA flow statements of credit risk exposures under IRB and RWA flow statements of credit risk exposures under standardised³ (CR8)

RWA flow statements of credit risk exposures under IRB

	RWA £bn	Capital requirements
1 Risk weighted exposure amount as at 31 March	44.4	3.6
2 Asset size	0.5	-
3 Asset quality	(0.1)	-
4 Model updates	-	-
5 Methodology and policy	-	-
6 Acquisitions and disposals	-	-
7 Foreign exchange movements	-	-
8 Other	-	-
9 Risk weighted exposure amount as at 30 June	44.8	3.6

RWA flow statements of credit risk exposures under standardised approach

	RWA £bn	Capital requirements
1 Risk weighted exposure amount as at 31 March	17.7	1.4
2 Asset size	0.3	-
3 Asset quality	0.3	-
4 Model updates	-	-
5 Methodology and policy	-	-
6 Acquisitions and disposals	-	-
7 Foreign exchange movements	-	-
8 Other	-	-
9 Risk weighted exposure amount as at 30 June	18.3	1.4

RWA increase of £0.5bn in the IRB table is primarily due to strong mortgage growth. RWA increases under the Standardised approach are driven by growth in Santander Consumer Finance.

Credit Risk Mitigation Techniques (CR3)

For more detail on the Company's approach to Credit Risk Mitigation refer to the Other Segments – Credit Risk Review section of our 2022 Half Yearly Financial Report.

¹ Balances which are not visible due to rounding have been included in the total.

² Includes 4 Significant Risk Transfer transactions which are subject to re-characterisation risk.

³ Table excludes CVA

The following table provides analysis of secured and collateralised exposures at 30 June 2022:

	Unsecured carrying amount	Secured carrying amount	Of which		
			secured by collateral	secured by financial guarantees	Of which secured by credit derivatives
30-Jun 2022	30-Jun 2022	30-Jun 2022	30-Jun 2022	30-Jun 2022	
	£m	£m	£m	£m	£m
1 Loans and advances	87,254	215,458	6,525	3,810	-
2 Debt securities ¹	3,775	-	1,294	-	-
3 Total	91,029	215,458	7,819	3,810	-
4 Of which non-performing exposures	1,493	1,944	1,873	71	-
5 Of which defaulted	1,493	1,944	-	-	-

Credit risk exposure and credit risk mitigation (CRM) effects (CR4)

Standardised approach

	Exposures before CCF and CRM		Exposure post-CCF and CRM		RWA and RWA density	
	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWAs	RWAs density
	30 June 2022	30 June 2022	30 June 2022	30 June 2022	30 June 2022	30 June 2022
	£bn	£bn	£bn	£bn	£bn	%
1 Central government or central banks	47.8	-	51.5	0.1	-	-
2 Regional government or local authorities	-	-	-	-	-	-
3 Public sector entities	-	0.1	-	-	-	20%
4 Multilateral Development Banks	1.1	-	1.1	-	-	-
5 International Organisations	-	-	-	-	-	-
6 Institutions	1.2	-	1.2	-	0.2	19%
7 Corporates	9.2	3.3	6.2	0.3	6.0	92%
8 Retail	10.2	10.5	9.6	-	7.2	74%
9 Secured by mortgages on immovable property	1.0	-	1.0	-	0.4	38%
10 Exposures in default	0.4	-	0.2	-	0.3	127%
11 Exposures associated with particularly high risk	-	-	-	-	-	150%
12 Covered bonds	1.3	-	1.3	-	0.2	15%
13 Institutions and corporations with a short-term credit assessment	-	-	-	-	-	-
14 Collective investment undertakings	-	-	-	-	-	-
15 Equity	-	-	-	-	-	-
16 Other items	6.2	-	6.2	-	3.7	61%
Securitisations	0.9	-	0.9	-	0.3	32%
Contributions to the default fund of a CCP	-	-	-	-	-	1250%
17 Total	79.3	13.9	79.2	0.4	18.3	23%

IRB approach

	Exposures before CCF and CRM		Exposure post-CCF and CRM		RWA and RWA density	
	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWAs	RWAs density
	30 June 2022	30 June 2022	30 June 2022	30 June 2022	30 June 2022	30 June 2022
	£bn	£bn	£bn	£bn	£bn	%
Corporates – Specialised Lending	4.6	0.4	4.6	0.2	3.2	68%
Corporates – SME	0.6	0.2	0.6	-	0.5	85%
Corporates – Other	6.9	5.6	6.9	3.6	3.8	37%
Institutions	0.9	-	0.9	-	0.2	21%
Retail Immovable Property	184.7	15.4	185.1	10.1	33.3	17%
Retail QRR	0.5	4.1	0.5	5.1	1.8	31%
Retail Other	2.1	-	2.1	-	1.7	83%
Equity	-	-	-	-	0.2	370%
Securitisations	0.1	0.3	0.1	0.3	0.1	16%
Total	200.4	26.0	200.8	19.3	44.8	20%

¹ Per note 20 Financial Investments in the Half Year Report, excluding debt securities.

Template UK CR7-A – IRB approach – Disclosure of the extent of the use of CRM techniques

A-IRB		Total exposures	Credit risk Mitigation techniques										Credit risk Mitigation methods in the calculation of RWEAs		
			Funded credit Protection (FCP)								Unfunded credit Protection (UFCP)		RWEA post all CRM assigned to the obligor exposure class	RWEA with substitution effects	
		£bn	Part of exposures covered by Financial Collaterals (%)	Part of exposures covered by Other eligible collaterals (%)	Part of exposures covered by Immovable property Collaterals (%)	Part of exposures covered by Receivables (%)	Part of exposures covered by Other physical collateral (%)	Part of exposures covered by Other funded credit protection (%)	Part of exposures covered by Cash on deposit (%)	Part of exposures covered by Life insurance policies (%)	Part of exposures covered by Instruments held by a third party (%)	Part of exposures covered by Guarantees (%)	Part of exposures covered by Credit Derivatives (%)	£bn	£bn
1	Central governments and central banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2	Institutions	1.0	-	-	-	-	-	-	-	-	-	-	-	0.3	0.2
3	Corporates	9.6	-	84.73%	84.73%	-	-	-	-	-	-	0.16%	-	2.6	2.6
3.1	<i>Of which Corporates – SMEs</i>	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.2	<i>Of which Corporates – Specialised lending</i>	0.4	-	-	-	-	-	-	-	-	-	-	-	0.3	0,3
3.3	<i>Of which Corporates – Other</i>	9.2	-	88.17%	88.17%	-	-	-	-	-	-	0.16%	-	2.3	2.3
4	Retail	202.9	-	96.22%	96.22%	-	-	-	-	-	-	-	-	36.9	36.9
4.1	<i>Of which Retail – Immovable property SMEs</i>	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2	<i>Of which Retail – Immovable property non-SMEs</i>	195.2	-	100.00%	100.00%	-	-	-	-	-	-	-	-	33.4	33.4
4.3	<i>Of which Retail – Qualifying revolving</i>	5.6	-	-	-	-	-	-	-	-	-	-	-	1.8	1.8
4.4	<i>Of which Retail – Other SMEs</i>	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.5	<i>Of which Retail – Other non-SMEs</i>	2.1	-	-	-	-	-	-	-	-	-	-	-	1.7	1.7
5	Total	213.5	-	95.27%	95.273%	-	-	-	-	-	-	0.01%	-	39.8	39.7

F-IRB		Total exposures	Credit risk Mitigation techniques											Credit risk Mitigation methods in the calculation of RWEAs	
			Funded credit Protection (FCP)									Unfunded credit Protection (UFCP)		RWEA post all CRM assigned to the obligor exposure class	RWEA with substitution effects
		£bn	Part of exposures covered by Financial Collaterals (%)	Part of exposures covered by Other eligible collaterals (%)	Part of exposures covered by Immovable property Collaterals (%)	Part of exposures covered by Receivables (%)	Part of exposures covered by Other physical collateral (%)	Part of exposures covered by Other funded credit protection (%)	Part of exposures covered by Cash on deposit (%)	Part of exposures covered by Life insurance policies (%)	Part of exposures covered by Instruments held by a third party (%)	Part of exposures covered by Guarantees (%)	Part of exposures covered by Credit Derivatives (%)	£bn	£bn
1	Central governments and central banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2	Institutions	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3	Corporates	6.5	-	6.20%	6.20%	-	0.01%	0.02%	0.02%	-	-	3.76%	-	5.0	5.0
3.1	<i>Of which Corporates – SMEs</i>	0.7	-	26.39%	26.38%	-	0.01%	0.09%	0.09%	-	-	16.90%	-	0.5	0.5
3.2	<i>Of which Corporates – Specialised lending</i>	4.4	-	-	-	-	-	-	-	-	-	0.53%	-	2.9	2.9
3.3	<i>Of which Corporates – Other</i>	1.4	-	15.64%	15.61%	-	-	0.047%	0.05%	-	-	7.46%	-	1.5	1.5
4	Total	6.5	-	6.20%	6.20%	-	0.01%	0.02%	0.02%	-	-	3.76%	-	5.0	5.0

Specialised lending and equity exposures under the simple risk weighted approach (CR10)

The following tables outlines the level of exposure assigned to each Specialised Lending Category and maturity.

Template UK CR10.1

		Specialised lending : Project finance (Slotting approach)					
Regulatory categories	Remaining maturity	On-balance sheet exposure £m	Off-balance sheet exposure £m	Risk weight %	Exposure value £m	Risk weighted exposure amount £m	Expected loss amount £m
Category 1	Less than 2.5 years	18,999	24,419	50%	25,744	10,795	-
	Equal to or more than 2.5 years	38,566	8,707	70%	41,118	21,933	164
Category 2	Less than 2.5 years	45,883	25,142	70%	52,290	33,990	209
	Equal to or more than 2.5 years	192,676	119,144	90%	221,950	171,536	1,776
Category 3	Less than 2.5 years	-	-	115%	-	-	-
	Equal to or more than 2.5 years	33,817	-	115%	33,817	36,988	947
Category 4	Less than 2.5 years	-	-	250%	-	-	-
	Equal to or more than 2.5 years	-	977	250%	208	390	17
Category 5	Less than 2.5 years	-	-	0%	-	-	-
	Equal to or more than 2.5 years	-	-	0%	-	-	-
Total	Less than 2.5 years	64,882	49,561		78,034	44,785	209
	Equal to or more than 2.5 years	265,059	128,828		297,093	230,847	2,904

Template UK CR10.2

		Specialised lending : Income-producing real estate and high volatility commercial real estate (Slotting approach)					
Regulatory categories	Remaining maturity	On-balance sheet exposure £m	Off-balance sheet exposure £m	Risk weight %	Exposure value £m	Risk weighted exposure amount £m	Expected loss amount £m
Category 1	Less than 2.5 years	825,795	63,995	50%	857,792	399,621	-
	Equal to or more than 2.5 years	997,266	71,638	70%	1,048,085	665,427	4,191
Category 2	Less than 2.5 years	1,233,858	10,666	70%	1,238,441	830,580	4,953
	Equal to or more than 2.5 years	1,076,158	36,832	90%	1,093,624	902,639	8,749
Category 3	Less than 2.5 years	27,293	-	115%	27,293	30,327	764
	Equal to or more than 2.5 years	35,733	11	115%	35,734	40,193	1,001
Category 4	Less than 2.5 years	16,883	-	250%	16,883	40,497	1,351
	Equal to or more than 2.5 years	13,470	3	250%	13,471	29,396	1,078
Category 5	Less than 2.5 years	11,830	-	0%	11,830	-	5,915
	Equal to or more than 2.5 years	18,232	-	0%	18,232	-	9,116
Total	Less than 2.5 years	2,115,659	74,661		2,152,239	1,301,025	12,983
	Equal to or more than 2.5 years	2,140,859	108,484		2,209,146	1,637,655	24,135

Template UK CR10.5

		Equity exposures under the simple risk-weighted approach					
Categories		On-balance sheet exposure £m	Off-balance sheet exposure £m	Risk weight %	Exposure value £m	Risk weighted exposure amount £m	Expected loss amount £m
Private equity exposures		-	-	190%	-	-	-
Exchange-traded equity exposures		-	-	290%	-	-	-
Other equity exposures		49.1	-	370%	49.1	181.8	0.1
Total		49.1	-		49.1	181.8	0.1

Geographical distribution of credit exposures relevant for the calculation of the countercyclical buffer (CCyB1)

The following table outlines the geographical distribution of credit risk exposures relevant for the calculation of the countercyclical capital buffer at 30 June 2022:

Country	General credit exposures		Relevant credit exposures – Market risk			Own funds requirement							
	Exposure value under the standardised approach £bn	Exposure value under the IRB approach £bn	Sum of long and short positions of trading book exposures for SA £bn	Value of trading book exposures for internal models £bn	Securitisation exposures Exposure value for non-trading book £bn	Total exposure value £bn	Relevant credit risk exposure-Credit Risk £bn	Relevant credit exposures–Market risk £bn	Relevant credit exposures–Securitisation positions in the non-trading book £bn	Total £bn	Risk-weighted exposure amounts £bn	Own funds requirements weights (%)	Countercyclical buffer rate (%)
United Kingdom	24	218	-	-	1.3	243.3	4.9	-	-	4.9	61.3	98.38%	0.00%
Isle of Man	0.4	-	-	-	-	0.4	-	-	-	-	0.2	0.29%	0.00%
Jersey	0.7	0.1	-	-	-	0.8	-	-	-	-	0.4	0.63%	0.00%
Guernsey	0.1	0.2	-	-	-	0.2	-	-	-	-	0.2	0.27%	0.00%
United States	-	-	-	-	-	-	-	-	-	-	-	0.00%	0.00%
Spain	-	-	-	-	-	-	-	-	-	-	-	0.00%	0.00%
Australia	-	-	-	-	-	-	-	-	-	-	-	0.01%	0.00%
Luxembourg	-	-	-	-	-	-	-	-	-	-	-	0.02%	0.50%
Denmark	-	-	-	-	-	-	-	-	-	-	-	0.02%	0.00%
Canada	0.2	-	-	-	-	0.2	-	-	-	-	-	0.05%	0.00%
Netherlands	0.1	-	-	-	-	0.1	-	-	-	-	-	0.03%	0.00%
Ireland	-	0.1	-	-	-	0.1	-	-	-	-	0.1	0.09%	0.00%
Norway	-	-	-	-	-	-	-	-	-	-	-	0.01%	1.50%
Sweden	-	-	-	-	-	-	-	-	-	-	-	0.00%	0.00%
France	0.2	-	-	-	-	0.2	-	-	-	-	-	0.07%	0.00%
Belgium	0.1	-	-	-	-	0.1	-	-	-	-	-	0.02%	0.00%
Finland	-	-	-	-	-	-	-	-	-	-	-	0.00%	0.00%
Austria	-	-	-	-	-	-	-	-	-	-	-	0.00%	0.00%
British Virgin Islands	-	-	-	-	-	0.1	-	-	-	-	-	0.07%	0.00%
Czech Republic	-	-	-	-	-	-	-	-	-	-	-	0.00%	1.00%
Germany	-	-	-	-	-	-	-	-	-	-	-	0.00%	0.00%
Hong Kong	-	-	-	-	-	-	-	-	-	-	-	0.00%	1.00%
Iceland	-	-	-	-	-	-	-	-	-	-	-	0.00%	0.00%
Saudi Arabia	-	-	-	-	-	-	-	-	-	-	-	0.00%	0.00%
Slovakia	-	-	-	-	-	-	-	-	-	-	-	0.00%	1.00%
Other	-	-	-	-	-	-	-	-	-	-	-	0.02%	0.00%
Total	25.9	218.4	-	-	1.3	245.6	5	-	-	5	62.6	100%	

Exposure value of relevant credit exposures defined in accordance with Article 140(4) of Directive 2013/36/EU.

Amount of institution-specific countercyclical capital buffer (CCyB2)

The following table shows the amount of institution-specific countercyclical capital buffer:

	£bn
Total risk exposure	62.3
Institution specific countercyclical capital buffer rate	0.00%
Institution specific countercyclical capital buffer requirement	-

The level of the Countercyclical Capital Buffer for the Company at 30 June 2022 was 0%.

Credit quality of loans and advances to non-financial corporations by industry (CQ5)

Breakdown of exposures by industry class and Credit Quality:

		At 30 June 2022		Gross carrying amount		Accumulated impairment	Accumulated negative changes in fair value due to credit risk on non-performing exposures
				Of which non-performing	Of which defaulted		
010	Agriculture, forestry and fishing	157	16	16	157	(12)	-
020	Mining and quarrying	54	-	-	54	(4)	-
030	Manufacturing	782	28	28	782	(40)	-
	Electricity, gas, steam and air conditioning supply	146	1	1	146	-	-
040	Water supply	101	1	1	101	(1)	-
060	Construction	1,298	66	66	1,274	(24)	-
070	Wholesale and retail trade	2,003	204	204	2,003	(46)	-
080	Transport and storage	324	18	18	324	(11)	-
	Accommodation and food service activities	1,534	75	75	1,534	(84)	-
090	Information and communication	501	40	40	501	(26)	-
110	Financial and insurance activities	-	-	-	-	-	-
120	Real estate activities	8,801	73	73	8,801	(62)	-
	Professional, scientific and technical activities	1,259	67	67	1,259	(31)	-
130	Administrative and support service activities	940	42	42	940	(26)	-
	Public administration and defence, compulsory social security	8	-	-	8	-	-
150	Education	318	9	9	318	(5)	-
160	Human health services and social work activities	1,152	53	53	1,152	(27)	-
170	Arts, entertainment and recreation	239	12	12	239	(3)	-
180	Other services	207	10	10	207	(5)	-
190							
200	Total	19,824	715	715	19,800	(407)	-

Quality of non-performing exposures by geography (CQ4)

Non-domestic original exposures in all exposure classes are less than 10% of the total (domestic and non-domestic) original exposures.

At 30 June 2022		Gross carrying/nominal amount			Accumulated impairment	Provisions on off-balance-sheet commitments and financial guarantees given	Accumulated negative changes in fair value due to credit risk on non-performing exposures
		Of which non-performing		Of which subject to impairment			
		Of which defaulted					
010	On-balance-sheet exposures	276,687	3,329	3,329	231,589	(907)	-
020	UK	268,866	3,324	3,324	223,768	(881)	-
030	Ireland	5,678	-	-	5,678	-	-
040	Jersey	869	-	-	869	(2)	-
050	Isle Of Man	430	3	3	430	(22)	-
060	Japan	250	-	-	250	-	-
070	Other countries	594	2	2	594	(2)	-
080	Off-balance-sheet exposures	37,701	108	108		46	
090	UK	37,473	108	108		43	
100	Ireland	1	-	-		-	
110	Jersey	10	-	-		-	
120	Isle Of Man	-	-	-		-	
130	Japan	-	-	-		-	
140	Other countries	217	-	-		3	
150	Total	314,388	3,437	3,437	231,589	(907)	46

Changes in the stock of Stage 3 loans and advances (CR2)

Following the implementation of a new definition of default, the Stage 3 assets increased by £0.2bn. This was due to the inclusion of non-performing forbearance accounts which were previously reported in Stage 2 and are now reported in Stage3, subject to a 12 month probation period in line with our regulatory default definition.

		Gross carrying amount
		£m
010	Initial stock of Stage 3 loans and advances	3,021
020	Inflows to Stage 3 portfolios	796
030	Outflows from Stage 3 portfolios	(1,177)
040	Outflows due to write-offs	(187)
050	Outflows due to other situations	(990)
060	Final stock of Stage 3 loans and advances	2,640

Maturity of exposures (CR1-A)

	At 30 June 2022	Net exposure value					Total
		On demand	<= 1 year	>1 year <= 5 years	> 5 years	No stated maturity	
1	Loans and advances	1,874	10,649	26,350	182,257	-	221,130
2	Debt securities	1,590	5,642	13,164	14,244	-	34,640
3	Total	3,464	16,291	39,514	196,501	-	255,770

Credit quality of forborne exposures (CQ1)

The following table provides an overview of the quality of forborne exposures at 30 June 2022.

	Gross carrying amount/nominal amount of exposures with forbearance measures				Accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions		Collateral received and financial guarantees received on forborne exposures	
	Performing forborne	Non-performing forborne		On performing forborne exposures	On non-performing forborne exposures			Of which collateral and financial guarantees received on non-performing exposures with forbearance measures
		Of which defaulted	Of which impaired					
	£m	£m	£m	£m	£m	£m	£m	£m
005	Cash balance at central banks and other demand deposits	-	-	-	-	-	-	-
010	Loans and advances	1,620	622	622	622	(43)	(111)	2,041
020	Central banks	-	-	-	-	-	-	-
030	General governments	-	-	-	-	-	-	-
040	Credit Institutions	-	-	-	-	-	-	-
050	Other financial corporations	-	-	-	-	-	-	-
060	Non-financial corporations	345	199	199	199	(20)	(62)	446
070	Households	1,275	423	423	423	(23)	(49)	1,595
080	Debt Securities	-	-	-	-	-	-	-
090	Loan commitments given	-	-	-	-	-	-	-
100	Total	1,620	622	622	622	(43)	(111)	2,041

Credit quality of performing and non-performing exposures by past due days (CQ3)

The following table provides an overview of credit quality of non-performing exposures at 30 June 2022:

		Gross carrying amount/nominal amount											
		Performing exposures			Non-performing exposures								Of which defaulted
		Not past due or past due ≤ 30 days	Past due > 30 days ≤ 90 days	Past due > 90 days ≤ 180 days	Unlikely to pay not past due or are past due ≤ 90 days	Past due > 90 days ≤ 180 days	Past due > 180 days ≤ 1 year	Past due > 1 year ≤ 2 years	Past due > 2 years ≤ 5 years	Past due > 5 years ≤ 7 years	Past due > 7 years		
		£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	
005	Cash balances at central banks and other demand deposits	44,681	44,681	-	-	-	-	-	-	-	-	-	
010	Loans and advances	228,829	228,400	429	3,329	1,664	498	529	598	33	4	2	3,329
020	Central banks	-	-	-	-	-	-	-	-	-	-	-	-
030	General governments	152	152	-	-	-	-	-	-	-	-	-	-
040	Credit institutions	1,218	1,218	-	-	-	-	-	-	-	-	-	-
050	Other financial corporations	13,935	13,935	-	-	-	-	-	-	-	-	-	-
060	Non-financial corporations	19,109	18,923	186	715	360	141	153	22	33	4	2	715
070	Of which SMEs	10,269	10,130	139	371	87	126	130	12	12	3	1	370
080	Households	194,415	194,172	243	2,614	1,304	357	376	576	-	-	-	2,614
090	Debt securities	5,146	5,146	-	-	-	-	-	-	-	-	-	-
100	Central banks	-	-	-	-	-	-	-	-	-	-	-	-
110	General governments	2,195	2,195	-	-	-	-	-	-	-	-	-	-
120	Credit institutions	2,662	2,662	-	-	-	-	-	-	-	-	-	-
130	Other financial corporations	283	283	-	-	-	-	-	-	-	-	-	-
140	Non-financial corporations	6	6	-	-	-	-	-	-	-	-	-	-
150	Off-balance-sheet exposures	37,612			108								108
160	Central banks	-			-								-
170	General governments	-			-								-
180	Credit institutions	-			-								-
190	Other financial corporations	233			-								-
200	Non-financial corporations	8,597			57								57
210	Households	28,782			51								51
220	Total	316,268	278,227	429	3,437	1,664	498	529	598	33	4	2	3,437

Performing and non-performing exposures and related provisions (CR1)

The following table provides an overview of the credit quality of non-performing exposures and related impairments, provisions and valuation adjustments by portfolio and exposure class at 30 June 2022:

	Gross carrying amount/nominal amount						Accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions						Accumulated Partial write-off	Collateral and financial guarantees received		
	Performing exposures		Non-performing exposures				Performing exposures – accumulated impairment and provisions			Non-performing exposures – accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions				On performing exposures	On non-performing exposures	
		Of which stage 1	Of which stage 2	Of which stage 2	Of which stage 3		Of which stage 1	Of which stage 2		Of which stage 2	Of which stage 3					
	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	
005	Cash balances at central banks and other demand deposits	44,681	44,681	-	-	-	-	-	-	-	-	-	-	-	-	-
010	Loans and advances	228,829	214,220	15,478	3,329	777	2,552	(621)	(136)	(484)	(286)	-	(286)	-	217,918	1,944
020	<i>Central banks</i>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
030	<i>General governments</i>	152	152	-	-	-	-	-	-	-	-	-	-	-	-	-
040	<i>Credit institutions</i>	1,218	1,428	-	-	-	-	-	-	-	-	-	-	-	475	-
	<i>Other financial corporations</i>	13,935	13,935	-	-	-	-	-	-	-	-	-	-	-	10,118	-
050	<i>Non-financial corporations</i>	19,109	15,718	3,391	714	130	584	(290)	(66)	(223)	(115)	-	(115)	-	17,650	153
060	<i>Of which SMEs</i>	10,269	8,161	2,108	370	-	370	(264)	(41)	(223)	(52)	-	(52)	-	9,499	34
070	Households	194,415	182,987	12,087	2,615	647	1,968	(331)	(70)	(261)	(171)	-	(171)	-	189,675	1,791
080	Debt securities	5,146	5,146	-	-	-	-	-	-	-	-	-	-	-	-	-
090	Central banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
100	General governments	2,195	2,195	-	-	-	-	-	-	-	-	-	-	-	-	-
110	Credit institutions	2,662	2,662	-	-	-	-	-	-	-	-	-	-	-	-	-
120	Other financial corporations	283	283	-	-	-	-	-	-	-	-	-	-	-	-	-
130	Non-financial corporations	6	6	-	-	-	-	-	-	-	-	-	-	-	-	-
140	Off-balance-sheet exposures	37,612	36,935	678	108	-	88	40	18	22	6	-	6	-	-	-
150	Central banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
160	General governments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
170	Credit institutions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
180	Other financial corporations	233	233	-	-	-	-	-	-	-	-	-	-	-	-	-
190	Non-financial corporations	8,597	8,204	394	57	20	37	17	8	9	5	-	5	-	-	-
200	Households	28,782	28,498	284	51	-	51	23	10	13	1	-	1	-	-	-
210	Total	316,268	300,982	16,156	3,437	797	2,640	(581)	(118)	(462)	(280)	-	(280)	-	217,918	1,944

Collateral obtained by taking possession and execution processes (CQ7)

The following table provides an overview of foreclosed assets obtained from non-performing exposures at 30 June 2022.

		Collateral obtained by taking possession	
		Value at initial recognition	Accumulated negative changes
		£m	£m
010	Property, plant and equipment (PP&E)	-	-
020	Other than PP&E	18	-
030	<i>Residential immovable property</i>	18	-
040	<i>Commercial Immovable property</i>	-	-
050	<i>Movable property (auto, shipping, etc.)</i>	-	-
060	<i>Equity and debt instruments</i>	-	-
070	<i>Other collateral</i>	-	-
080	Total	18	-

Own Funds disclosure – balance sheet reconciliation

The scope of consolidation and method for consolidation of the Company's balance sheet is substantially the same as that used for regulatory purposes. A reconciliation of regulatory own funds to the relevant balance sheet items for the Company is included in the table below at 30 June 2022. This outlines the impact of the difference in scope of consolidation outlined above:

	Own Funds Type		
	CET1 £m	Additional Tier 1 £m	Tier 2 £m
Santander UK Balance Sheet elements			
Shareholder's equity and Non-controlling interests	13,753	2,196	-
Subordinated Liabilities	-	-	2,335
UK CRR Adjustments			
Additional value adjustments	(20)	-	-
Intangible Assets (net of related tax liability)	(1,474)	-	-
Fair value reserves related to gains or losses on cash flow hedges	669	-	-
Negative amounts resulting from the calculation of regulatory expected loss amounts	(533)	-	-
Gains or losses on liabilities valued at fair value resulting from changes in own credit standing	(26)	-	-
Deferred tax assets arising from temporary differences	(4)	-	-
Defined benefit pension fund assets	(1,447)	-	-
- Dividend accrual	(2)	-	-
- Deduction for minority interests	-	-	-
- NPE Backstop	(1)	-	-
- Capital Add-on	(47)	-	-
- IFRS 9 Transitional Adjustments	59	-	-
Amount excluded from Tier 2 due to transitional recognition cap	-	-	(843)
Total	10,927	2,196	1,492

Reconciliation of regulatory own funds to balance sheet in the audited financial statements (CC2)

The scope of consolidation and method for consolidation of the Company's balance sheet is substantially the same as that used for regulatory purposes. A reconciliation of regulatory own funds to the relevant balance sheet items for the Company is included in the table below at 30 June 2022. This outlines the impact of the difference in scope of consolidation outlined above:

		Balance sheet as in published financial statements	Under regulatory scope of consolidation	Reference
		As at period end 30 June 2022	As at period end 30 June 2022	
Assets - Breakdown by asset class according to the balance sheet in the published financial statements				
1	Cash and balances at central banks	45,172	45,172	
2	Financial assets at fair value through profit or loss:			
3	- Trading assets			
4	- Derivative financial instruments	2,314	2,314	
5	- Other financial assets at fair value through profit or loss	561	561	
6	Financial assets at amortised cost:			
7	- Loans and advances to customers	221,130	220,972	
8	- Loans and advances to banks	953	1,060	
9	- Reverse repurchase agreements - non trading	8,793	8,793	
10	- Other financial assets at amortised cost	156	156	
11	Financial assets at fair value through other comprehensive income	4,913	4,913	
12	Financial investments			
13	Interests in other entities	234	3	
14	Intangible assets	1,538	1,538	
15	Property, plant and equipment	1,496	1,987	
16	Current tax assets	432	444	
17	Deferred tax assets		1	
18	Retirement benefit assets	2,012	2,012	
19	Other assets	1,080	1,157	
20	Assets held for sale	49	49	
21	Total assets	290,833	291,132	
Liabilities - Breakdown by liability class according to the balance sheet in the published financial statements				
1	Financial liabilities at fair value through profit or loss:			
2	- Trading liabilities			
3	- Derivative financial instruments	839	839	
4	- Other financial liabilities at fair value through profit or loss	827	827	
5	Financial liabilities at amortised cost:			
6	- Deposits by customers	190,720	189,754	
7	- Deposits by banks	35,189	36,089	
8	- Repurchase agreements - non trading	6,910	6,910	
9	- Debt securities in issue	34,640	34,640	
10	- Subordinated liabilities	2,335	2,335	
11	Other liabilities	2,647	2,745	
12	Provisions	363	363	
13	Current tax liabilities		4	
14	Deferred tax liabilities	385	410	
15	Retirement benefit obligations	29	29	
16	Liabilities held for sale			
17	Total liabilities	274,884	274,946	
Shareholders' Equity				
1	Equity			
2	Share capital	7,060	7,213	
3	Share premium			
4	Other equity instruments	2,196	2,196	
5	Retained earnings	7,339	7,423	
6	Other reserves	(646)	(646)	
7	Non-controlling interests			
	Total shareholders' equity	15,949	16,186	

Composition of regulatory own funds (CC1)

The following table provides disclosure of the Company's own funds items. The UK CRR end point position can be derived as the sum of the 30 June 2022 results and the associated end point adjustment. The Common Equity Tier 1 (CET1) Capital before regulatory adjustments below differs from other disclosures in this document as this template requires an alternative treatment of CET1 Minority Interests and foreseeable dividends:

		30 June 2022 Amounts £m	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
Common Equity Tier 1 (CET1) capital: instruments and reserves			
1	Capital Instruments and the related share premium accounts	7,060	Share Capital
	of which: Instrument type 1	-	
	of which: Instrument type 2	-	
	of which: Instrument type 3	-	
2	Retained Earnings	7,337	Retained Earnings
3	Accumulated other comprehensive income (and other reserves)	(635)	Other Reserves
UK-3a	Funds for general banking risk	-	
4	Amount of qualifying items referred to in Article 484 (3) CRR and the related share premium accounts subject to phase out from CET1	-	
5	Minority interests (amount allowed in consolidated CET1)	-	
UK-5a	Independently reviewed interim profits net of any foreseeable charge or dividend	-	
6	Common Equity Tier 1 (CET1) capital before regulatory adjustments	13,762	
Common Equity Tier 1 (CET1) capital: regulatory adjustments			
7	Additional value adjustments (negative amount)	(20)	
8	Intangible assets (net of related tax liability) (negative amount)	(1,474)	Intangible Assets
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability where the conditions in Article 38 (3) are met) (negative amount)	(4)	Deferred Tax Assets
11	Fair value reserves related to gains or losses on cash flow hedges of financial instruments that are not valued at fair value	669	Other Reserves
12	Negative amounts resulting from the calculation of expected loss amounts	(533)	
13	Any increase in equity that results from securitised assets (negative amount)	-	
14	Gains of losses on liabilities valued at fair value resulting from changes in own credit standing	(26)	
15	Defined-benefit pension fund assets (negative amount)	(1,447)	Retirement Benefit Assets
16	Direct and indirect holdings by an institution of own CET1 instruments (negative amount)	-	
17	Direct, indirect and synthetic holdings of the CET 1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)	-	
18	Direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	-	
19	Direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	-	
UK-20a	Exposure amount of the following items which qualify for a RW of 1250%, where the institution opts for the deduction alternative	-	
UK-20b	of which: qualifying holdings outside the financial sector (negative amount)	-	
UK-20c	of which: securitisation positions (negative amount)	-	
UK-20d	of which: free deliveries (negative amount)	-	
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability where the conditions in Article 38 (3) are met) (negative amount)	-	
22	Amount exceeding the 17.65% threshold (negative amount)	-	
23	of which: direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities	-	
25	of which: deferred tax assets arising from temporary differences	-	
UK-25a	Losses for the current financial year (negative amount)	-	
UK-25b	Foreseeable tax charges relating to CET1 items except where the institution suitably adjusts the amount of CET1 items insofar as such tax charges reduce the amount up to which those items may be used to cover risks or losses (negative amount)	-	
27	Qualifying AT1 deductions that exceed the AT1 capital of the institution (negative amount)	-	
27a	Other regulatory adjustments to CET1 capital (including IFRS 9 transitional adjustments when relevant)	11	
28	Total regulatory adjustments to Common Equity Tier 1 (CET1)	(2,835)	
29	Common Equity Tier 1 (CET1) capital	10,927	
Additional Tier 1 (AT1) capital: instruments			
30	Capital instruments and the related share premium accounts	2,196	Other Equity Instruments
31	of which: classified as equity under applicable accounting standards	2,196	Other Equity Instruments
32	of which: classified as liabilities under applicable accounting standards	-	
33	Amount of qualifying items referred to in Article 484 (4) and the related share premium accounts subject to phase out from AT1	-	
UK-33a	Amount of qualifying items referred to in Article 494a(1) CRR subject to phase out from AT1	-	
UK-33b	Amount of qualifying items referred to in Article 494b(1) CRR subject to phase out from AT1	-	
34	Qualifying Tier 1 capital included in consolidated AT1 capital (including minority interests not included in row 5) issued by subsidiaries and held by third parties	-	
35	of which: instruments issued by subsidiaries subject to phase out	-	
36	Additional Tier 1 (AT1) capital before regulatory adjustments	2,196	
Additional Tier 1 (AT1) capital: regulatory adjustments			
37	Direct and indirect and synthetic holdings by an institution of own AT1 instruments (negative amount)	-	

		30 June 2022 Amounts £m	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
38	Direct, indirect and synthetic holdings of AT1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)	-	
39	Direct, indirect and synthetic holdings of the AT1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	-	
40	Direct, indirect and synthetic holdings by the institution of the AT1 instruments of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount)	-	
42	Qualifying T2 deductions that exceed the T2 capital of the institution (negative amount)	-	
42a	Other regulatory adjustments to AT1 capital	-	
43	Total regulatory adjustments to Additional Tier 1 (AT1) capital	-	
44	Additional Tier 1 (AT1) capital	2,196	
45	Tier 1 capital (T1 = CET1 + AT1)	13,123	
Tier 2 (T2) capital: instruments and provisions			
46	Capital instruments and the related share premium accounts	718	Subordinated Liabilities
47	Amount of qualifying items referred to in Article 484 (5) and the related share premium accounts subject to phase out from T2	-	
UK-47a	Amount of qualifying items referred to in Article 494a (2) CRR subject to phase out from T2	-	
UK-47b	Amount of qualifying items referred to in Article 494b (2) CRR subject to phase out from T2	-	
48	Qualifying own funds instruments included in consolidated T2 capital (including minority interests and AT1 instruments not included in row 5 or 34) issued by subsidiaries and held by third parties	774	Subordinated Liabilities
49	of which: instruments issued by subsidiaries subject to phase out	-	
50	Credit risk adjustments	-	
51	Tier 2 (T2) capital before regulatory adjustments	1,492	
Tier 2 (T2) capital: regulatory adjustments			
52	Direct, indirect and synthetic holdings by an institution of own T2 instruments and subordinated loans (negative amount)	-	
53	Direct, indirect and synthetic holdings of the T2 instruments and subordinated loans of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)	-	
54	Direct, indirect and synthetic holdings of the T2 instruments and subordinated loans of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	-	
55	Direct, indirect and synthetic holdings by the institution of the T2 instruments and subordinated loans of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount)	-	
UK-56a	Qualifying eligible liabilities deductions that exceed the eligible liabilities items of the institution (negative amount)	-	
UK-56b	Other regulatory adjustments to T2 capital	-	
57	Total regulatory adjustments to Tier 2 (T2) capital	-	
58	Tier 2 (T2) capital	1,492	
59	Total Capital (TC = T1 + T2)	14,615	
60	Total Risk exposure amount	70,367	
Capital ratios and buffers			
61	Common Equity Tier 1 (as a percentage of total risk exposure amount)	15.5%	
62	Tier 1 (as a percentage of total risk exposure amount)	18.6%	
63	Total capital (as a percentage of total risk exposure amount)	20.8%	
64	Institution CET1 overall capital requirement (CET1 requirement in accordance with Article 92 (1) CRR, plus additional CET1 requirement which the institution is required to hold in accordance with point (a) of Article 104(1) CRD, plus combined buffer requirement in accordance with Article 128(6) CRD) expressed as a percentage of risk exposure amount)	3.50%	
65	of which: capital conservation buffer requirement	2.50%	
66	of which: countercyclical buffer requirement	-	
67	of which: systemic risk buffer requirement	-	
UK-67a	of which: Global Systemically Important Institution (G-SII) or Other Systemically Important Institution (O-SII) buffer	1%	
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk exposure amount)	15.5%	
Amounts below the thresholds for deduction (before risk weighting)			
72	Direct and indirect holdings of own funds and eligible liabilities of financial sector entities where the institution does not have a significant investment in those entities (amount below 10% threshold and net of eligible short positions)	-	
73	Direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount below 17.65% thresholds and net of eligible short positions)	-	
75	Deferred tax assets arising from temporary differences (amount below 17.65% threshold, net of related tax liability where the conditions in Article 38 (3) CRR are met)	-	
Applicable caps on the inclusion of provisions in Tier 2			
76	Credit risk adjustments included in T2 in respect of exposures subject to standardised approach (prior to the application of the cap)	-	
77	Cap on inclusion if credit risk adjustment in T2 under standardised approach	224	
78	Credit risk adjustments included in T2 in respect of exposures subject to internal ratings-based approach (prior to the application of the cap)	-	
79	Cap for inclusion of credit risk adjustment in T2 under internal ratings-based approach	269	
Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2014 and 1 Jan 2022)			
80	Current cap on CET1 instruments subject to phase out arrangements	-	
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)	-	
82	Current cap on AT1 instruments subject to phase out arrangements	-	
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)	-	
84	Current cap on T2 instruments subject to phase out arrangements	-	
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)	-	

Own Funds disclosure – capital instruments main features

The following table outlines the main features of Santander UK’s Common Equity Tier 1, Additional Tier 1 and Tier 2 instruments as shown in June 2022 Half Year report and the relevant notes.

1	Issuer	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK plc	Santander UK plc
2	ISIN	XS2473776974	XS2300344863	XS2040071016	XS1592884123	US80281LAA35 XS1291333760	US80281LAB18 XS1291352711	GB0000064393	GB0000044221	
2a	Public or Private Placement	Private	Private	Private	Public	Public	Public	Public	Public	Public
3	Governing law(s) of the instrument	English	English	English	English	English	English	English	English	English
3a	Contractual recognition of write down and conversion powers of resolution authorities	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Regulatory treatment										
4	Current treatment taking into account, where applicable, transitional CRR rules	Additional Tier 1	Additional Tier 1	Additional Tier 1	Additional Tier 1	Tier 2	Tier 2	Tier 2	Tier 2	Tier 2
5	Post-transitional CRR rules	Additional Tier 1	Additional Tier 1	Additional Tier 1	Additional Tier 1	Tier 2	Tier 2	Tier 2	Tier 2	Tier 2
6	Eligible at solo/(sub-)consolidated/ solo&(sub-)consolidated	Consolidated	Consolidated	Consolidated	Consolidated	Consolidated	Consolidated	Solo and Consolidated	Solo and Consolidated	Solo and Consolidated
7	Instrument type (types to be specified by each jurisdiction)	Additional Tier 1	Additional Tier 1	Additional Tier 1	Additional Tier 1	Subordinated	Subordinated	Preferred	Preferred	Preferred
8	Amount recognised in regulatory capital (£m)	750	450	500	496	388	331	212	132	132
9	Nominal amount of instrument (£m)	750	450	500	500	597	329	200	125	125
9a	Issue Price of Instrument ³	100%	100%	100%	100%	99.724%	99.412%	100m @ 101.52% 100m @ 108.935%	101.55%	101.55%
9b	Redemption Price of Instrument	100% (call)	100% (call)	100% (call)	100% (call)	100%	100%	n/a	n/a	n/a
10	Accounting classification	Shareholders Equity	Shareholders Equity	Shareholders Equity	Shareholders Equity	Liability-amortised cost	Liability-amortised cost	Liability-amortised cost	Liability-amortised cost	Liability-amortised cost
11	Original date of issuance	05/05/2022	01/03/2021	09/08/2019	10/04/2017	15/09/2015	15/09/2015	23/10/1995	09/06/1997	09/06/1997
12	Perpetual or dated	Perpetual	Perpetual	Perpetual	Perpetual	Dated	Dated	Perpetual	Perpetual	Perpetual
13	Original maturity date	n/a	n/a	n/a	n/a	15/09/2025	15/09/2045	n/a	n/a	n/a
14	Issuer call subject to prior supervisory approval	Yes	Yes	Yes	Yes	No	No	No	No	No
15	Optional call date, contingent call dates and redemption amount	Next issuer call option 24/06/2027 to 24/09/2027, Tax event call option at any time, Regulatory Capital Event call option / par	Next issuer call option 24/03/2026 to 24/9/2026, Tax event call option at any time, Regulatory Capital Event call option / par	Next issuer call option 24/03/2025, Tax event call option at any time, Regulatory Capital Event call option / par	Next issuer call option 24/06/2024, Tax event call option at any time, Regulatory Capital Event call option / par	Tax event at any time, Regulatory Capital Event call option / par	Tax event at any time, Regulatory Capital Event call option / par	n/a	n/a	n/a
16	Subsequent call dates, if applicable	Quarterly	Quarterly	Quarterly	5 years	n/a	n/a	n/a	n/a	n/a
Coupons / dividends										
17	Fixed or floating dividend/coupon	Fixed to Floating	Fixed to Floating	Fixed to Floating	Fixed to Floating	Fixed	Fixed	Fixed	Fixed	Fixed
18	Coupon rate and any related index	6.5%	4.25%	6.3%	6.75%	4.75%	5.625%	10.375%	8.625%	8.625%
19	Existence of a dividend stopper	No	No	No	No	No	No	Yes	Yes	Yes
20a & b	Fully discretionary, partially discretionary or mandatory	Fully Discretionary	Fully Discretionary	Fully Discretionary	Fully Discretionary	Mandatory	Mandatory	Partially discretionary	Partially discretionary	Partially discretionary

21	Existence of step up or other incentive to redeem	No	No	No	No	No	No	No	No
22	Noncumulative or cumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Cumulative	Cumulative	Noncumulative	Noncumulative
23	Convertible or non-convertible	Convertible	Convertible	Convertible	Convertible	Convertible	Convertible	Convertible	Convertible
24	If convertible, conversion trigger(s)	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA
25	If convertible, fully or partially	May convert fully or partially	May convert fully or partially	May convert fully or partially	May convert fully or partially	May convert fully or partially	May convert fully or partially	May convert fully or partially	May convert fully or partially
26	If convertible, conversion rate	To be determined at conversion	To be determined at conversion	To be determined at conversion	To be determined at conversion	To be determined at conversion	To be determined at conversion	To be determined at conversion	To be determined at conversion
27	If convertible, mandatory or optional conversion	Mandatory upon satisfaction of certain conditions	Mandatory upon satisfaction of certain conditions	Mandatory upon satisfaction of certain conditions	Mandatory upon satisfaction of certain conditions	Mandatory upon satisfaction of certain conditions	Mandatory upon satisfaction of certain conditions	Mandatory upon satisfaction of certain conditions	Mandatory upon satisfaction of certain conditions
28	If convertible, specify instrument type convertible into	CET1 or other securities	CET1 or other securities	CET1 or other securities	CET1 or other securities	CET1 or other securities	CET1 or other securities	CET1 or other securities	CET1 or other securities
29	If convertible, specify issuer of instrument it converts into	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK plc	Santander UK plc
30	Write-down feature	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
31	If write-down, write-down trigger(s)	Statutory: Bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA Contractual: CET1 Capital Ratio of the Group < 7% (Loss Absorption Event)	Statutory: Bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA Contractual: CET1 Capital Ratio of the Group < 7% (Loss Absorption Event)	Statutory: Bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA Contractual: CET1 Capital Ratio of the Group < 7% (Loss Absorption Event)	Statutory: Bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA Contractual: CET1 Capital Ratio of the Group < 7% (Loss Absorption Event)	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA Contractual: CET1 Capital Ratio of the Group < 7% (Loss Absorption Event)	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA Contractual: CET1 Capital Ratio of the Group < 7% (Loss Absorption Event)	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA Contractual: CET1 Capital Ratio of the Group < 7% (Loss Absorption Event)	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA Contractual: CET1 Capital Ratio of the Group < 7% (Loss Absorption Event)
32	If write-down, full or partial	Contractual: Full Statutory: May write-down fully or partially	Contractual: Full Statutory: May write-down fully or partially	Contractual: Full Statutory: May write-down fully or partially	Contractual: Full Statutory: May write-down fully or partially	May write-down fully or partially	May write-down fully or partially	May write-down fully or partially	May write-down fully or partially
33	If write-down, permanent or temporary	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent
34	If temporary write-down, description of write-up mechanism	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
34b	Ranking of the instrument in normal insolvency proceedings	2	2	2	2	3	3	n/a	n/a
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Tier 2	Tier 2	Tier 2	Tier 2	Senior	Senior	Tier 2	Tier 2
36	Non-compliant transitioned features	No	No	No	No	No	No	No	No
37	If yes, specify non-compliant features								

Own Funds disclosure – capital instruments main features

		Santander UK plc	Santander UK plc	Santander UK plc	Santander UK plc	Santander UK plc	Santander UK Group Holdings plc	Santander UK plc
1	Issuer							
2	ISIN	XS0103012893	XS0060837068	US002920AC09	XS0133956168	XS0989359756 US80283LAA17	n/a	XS0103012893
2a	Public or Private Placement	Public	Public	Public	Public	Public	Private	Public
3	Governing law(s) of the instrument	English	English	New York	English	English	English	English
3a	Contractual recognition of write down and conversion powers of resolution authorities	Yes	Yes	No	Yes	Yes	n/a	Yes
Regulatory treatment								

	Current treatment taking into account, where applicable, transitional CRR rules	Tier 2	Tier 2	Tier 2	Tier 2	Tier 2	Common Equity Tier 1	Tier 2
4	Post-transitional CRR rules	Tier 2	Tier 2	Ineligible	Tier 2	Tier 2	Common Equity Tier 1	Tier 2
5	Eligible at solo/(sub-)consolidated/ solo&(sub-)consolidated	Solo and Consolidated	Solo and Consolidated	Solo and Consolidated	Solo and Consolidated	Solo and Consolidated	Consolidated	Solo and Consolidated
6	Instrument type (types to be specified by each jurisdiction)	Subordinated	Subordinated	Subordinated	Subordinated	Subordinated	Equity	Subordinated
7	Amount recognised in regulatory capital (£m)	25	205	217	8	159	7,060	25
8	Nominal amount of instrument (£m)	22	200	176	11	583	7,060	22
9a	Issue Price of Instrument	99.561%	100.432%	99.626%	98.878%	99.681%	100%	99.561%
9b	Redemption Price of Instrument	100%	n/a	100%	100%	100%	n/a	100%
10	Accounting classification	Liability-amortised cost	Liability-amortised cost	Liability-amortised cost	Liability-amortised cost	Liability-amortised cost	Shareholders Equity	Liability-amortised cost
11	Original date of issuance	21/10/1999	23/10/1995	26/10/1999	14/08/2001	07/11/2013	10/01/2014	21/10/1999
12	Perpetual or dated	Dated	Perpetual	Dated	Dated	Dated	Perpetual	Dated
13	Original maturity date	21/10/2030	n/a	26/10/2029	14/08/2031	07/11/2023	n/a	21/10/2030
14	Issuer call subject to prior supervisory approval	No	No	No	n/a	No	No	No
15	Optional call date, contingent call dates and redemption amount	Tax event at any time/par	Tax event at any time/par	Tax event at any time/par	Tax event at any time/par	Tax event at any time, Regulatory Capital Event call option / par	n/a	Tax event at any time/par
16	Subsequent call dates, if applicable	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Coupons / dividends								
17	Fixed or floating dividend/coupon	Fixed	Fixed	Fixed	Fixed	Fixed	Variable	Fixed
18	Coupon rate and any related index	6.5%	10.0625%	7.95%	5.875%	5%	n/a	6.5%
19	Existence of a dividend stopper	No	No	No	No	No	No	No
20a & b	Fully discretionary, partially discretionary or mandatory	Mandatory	Partially discretionary	Partially discretionary	Mandatory	Mandatory	Fully Discretionary	Mandatory
21	Existence of step up or other incentive to redeem	No	No	No	No	No	No	No
22	Noncumulative or cumulative	Cumulative	Cumulative	Cumulative	Cumulative	Cumulative	Noncumulative	Cumulative
23	Convertible or non-convertible	Convertible	Convertible	Convertible	Convertible	Convertible	Non-Convertible	Convertible
24	If convertible, conversion trigger(s)	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA	Contractual: None Statutory: Bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA	n/a	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA
25	If convertible, fully or partially	May convert fully or partially	May convert fully or partially	May convert fully or partially	May convert fully or partially	May convert fully or partially	n/a	May convert fully or partially
26	If convertible, conversion rate	To be determined at conversion	Contractual:100% Statutory: To be determined at conversion	To be determined at conversion	To be determined at conversion	To be determined at conversion	n/a	To be determined at conversion
27	If convertible, mandatory or optional conversion	Mandatory upon satisfaction of certain conditions	Contractual : at the option of the issuer Statutory: Mandatory upon satisfaction of certain conditions	Mandatory upon satisfaction of certain conditions	Mandatory upon satisfaction of certain conditions	Mandatory upon satisfaction of certain conditions	n/a	Mandatory upon satisfaction of certain conditions
28	If convertible, specify instrument type convertible into	CET1 or other securities	Contractual: Additional Tier 1 Statutory: CET1 or other securities	CET1 or other securities	CET1 or other securities	CET1 or other securities	n/a	CET1 or other securities
29	If convertible, specify issuer of instrument it converts into	Santander UK plc	Santander UK plc	Santander UK plc	Santander UK plc	Santander UK plc	n/a	Santander UK plc
30	Write-down feature	Yes	Yes	Yes	Yes	Yes	No	Yes
31	If write-down, write-down trigger(s)	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA	n/a	Triggers to statutory bail-in power under UK Banking Act 2009 at PONV – UK BoE/PRA

										Banking Act 2009 at PONV – UK BoE/PRA									
32	If write-down, full or partial	May write-down fully or partially	May write-down fully or partially	May write-down fully or partially	May write-down fully or partially	May write-down fully or partially	May write-down fully or partially	May write-down fully or partially	May write-down fully or partially	May write-down fully or partially	May write-down fully or partially	May write-down fully or partially	May write-down fully or partially	May write-down fully or partially	May write-down fully or partially	May write-down fully or partially	May write-down fully or partially	May write-down fully or partially	May write-down fully or partially
33	If write-down, permanent or temporary	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent
34	If temporary write-down, description of write-up mechanism	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
34b	Ranking of the instrument in normal insolvency proceedings	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Senior	Tier 2	Senior	Senior	Senior	Senior	Senior	Senior	Senior	Senior	Senior	Senior	Senior	Senior	Senior	Senior	Senior	Senior
36	Non-compliant transitioned features	No	No	Yes	No	No	No	No	No	No	No	No	No	No	No	No	No	No	No
37	If yes, specify non-compliant features			No contractual recognition of bail-in and conversion powers															

CCA Bail In- Main features of other TLAC-eligible instruments

1	Issuer	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc	Santander UK Group Holdings plc
2	ISIN	XS1487315860	US80281LAG05	US80281LAH87	XS1799039976	XS1816338914	US80281LA444	XS1345415472	XS1435163859	XS1569879304	XS1573245864	XS2126058168	US80281LAM72	US80281LAN55	US80281LAP04	US80281LAQ86	XS2385791046	US80281LAR69	XS2432519317
2a	Public or Private Placement	Public	Public	Public	Public	Public	Public	Public	Private	Private	Private	Public	Public	Public	Public	Public	Public	Public	Public
3	Governing law(s) of the instrument	English	New York	New York	English	English	New York	English	English	English	English	English	New York	New York	New York	New York	English	New York	English
3a	Contractual recognition of write down and conversion powers of resolution authorities	n/a	Yes	Yes	n/a	n/a	Yes	n/a	n/a	n/a	n/a	n/a	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Regulatory treatment																			
4	Current treatment taking into account, where applicable, transitional CRR rules	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
5	Post-transitional Basel III rules	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
6	Eligible at solo/(sub-)consolidated/ solo/(sub-)consolidated	Consolidated	Consolidated	Consolidated	Consolidated	Consolidated	Consolidated	Consolidated	Consolidated	Consolidated	Consolidated	Consolidated	Consolidated	Consolidated	Consolidated	Consolidated	Consolidated	Consolidated	Consolidated
7	Instrument type (types to be specified by each jurisdiction)	Bond	Bond	Bond	Bond	Bond	Bond	Bond	Bond	Bond	Bond	Bond	Bond	Bond	Bond	Bond	Bond	Bond	Bond
8	Amount recognised in regulatory capital (€m)	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a

9	Nominal amount of instrument (€m)	860	823	823	645	500	823	500	38	17	61	645	823	1152	494	823	645	823	500
10	Accounting classification	Liability – Amortised Cost	Liability – Amortised Cost	Liability – Amortised Cost	Liability – Amortised Cost	Liability – Amortised Cost	Liability – Amortised Cost	Liability – Amortised Cost	Liability – Amortised Cost	Liability – Amortised Cost	Liability – Amortised Cost	Liability – Amortised Cost	Liability – Amortised Cost	Liability – Amortised Cost	Liability – Amortised Cost	Liability – Amortised Cost	Liability – Amortised Cost	Liability – Amortised Cost	Liability – Amortised Cost
11	Original date of issuance	08/09/2016	03/11/2017	05/01/2018	27/03/2018	08/05/2018	15/11/2018	14/01/2016	22/06/2016	22/02/2017	10/03/2017	28/02/2020	21/08/2020	15/03/2021	15/03/2021	14/06/2021	13/09/2021	11/01/2022	17/01/2022
12	Perpetual or dated	Dated	Dated	Dated	Dated	Dated	Dated	Dated	Dated	Dated	Dated	Dated	Dated	Dated	Dated	Dated	Dated	Dated	Dated
13	Original maturity date	08/09/2023	03/11/2028	05/01/2024	27/03/2024	08/05/2026	15/11/2024	14/01/2026	22/06/2026	22/02/2027	10/03/2027	28/02/2025	21/08/2026	15/03/2025	15/03/2032	14/06/2027	13/09/2029	11/01/2028	17/01/2029
14	Issuer call subject to prior supervisory approval	n/a	Yes	Yes	Yes	Yes	Yes	n/a	n/a	n/a	n/a	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
15	Optional call date, contingent call dates and redemption amount	Tax event at any time / par	Next issuer call option 03/11/2027 / Tax event at any time, Loss absorption disqualification event call option / par	Next issuer call option 05/01/2023 / Tax event at any time, Loss absorption disqualification event call option / par	Next issuer call option 27/03/2023 / Tax event at any time, Loss absorption disqualification event call option / par	Next issuer call option 08/05/2025 / Tax event at any time, Loss absorption disqualification event call option / par	Next issuer call option 15/11/2023 / Tax event at any time, Loss absorption disqualification event call option / par	Tax event at any time / par	Tax event at any time / par	Tax event at any time / par	Tax event at any time, Loss absorption disqualification event call option / par	Next issuer call option 28/02/2024 / Tax event at any time, Loss absorption disqualification event call option / par	Next issuer call option 21/08/2025 / Tax event at any time, Loss absorption disqualification event call option / par	Next issuer call option 15/03/2024 / Tax event at any time, Loss absorption disqualification event call option / par	Next issuer call option 15/03/2031 / Tax event at any time, Loss absorption disqualification event call option / par	Next issuer call option 14/06/2026 / Tax event at any time, Loss absorption disqualification event call option / par	Next issuer call option 13/09/2028 / Tax event at any time, Loss absorption disqualification event call option / par	Next issuer call option 11/01/2027 / Tax event at any time, Loss absorption disqualification event call option / par	Next issuer call option 17/01/2028 / Tax event at any time, Loss absorption disqualification event call option / par
16	Subsequent call dates, if applicable ⁽¹⁾	n/a	None	None	None	None	None	n/a	n/a	n/a	n/a	None	None	None	None	None	None	None	None
Coupons / dividends																			
17	Fixed or floating dividend/coupon	Fixed	Fixed to Floating	Fixed to Floating	Floating	Fixed	Fixed to Floating	Fixed	Fixed	Fixed	Fixed	Fixed	Fixed	Fixed	Fixed	Fixed	Fixed	Fixed	Fixed
18	Coupon rate and any related index	1.125%	3.823%	3.373%	3m EURBOR + 85bps	2.920%	4.796%	3.625%	0.790%	3.450%	0.900%	0.391%	1.532%	1.089%	2.896%	1.673%	0.603%	2.469%	2.421%
19	Existence of a dividend stopper	No	No	No	No	No	No	No	No	No	No	No	No	No	No	No	No	No	No
20	Fully discretionary, partially discretionary or mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory
21	Existence of step up or other incentive to redeem	No	No	No	No	No	No	No	No	No	No	No	No	No	No	No	No	No	No
22	Noncumulative or cumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative

35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument]	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
36	Non-compliant transitioned features	Yes	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	No	No	No	No	No	No	No	No
37	If yes, specify non-compliant features	Right to accelerate the future scheduled payment of interest or principal, other than in the case of insolvency or the liquidation of the resolution entity	No disapplication of the right of set-off	No disapplication of the right of set-off	-	-	No disapplication of the right of set-off	Right to accelerate the future scheduled payment of interest or principal, other than in the case of insolvency or the liquidation of the resolution entity	Right to accelerate the future scheduled payment of interest or principal, other than in the case of insolvency or the liquidation of the resolution entity	Right to accelerate the future scheduled payment of interest or principal, other than in the case of insolvency or the liquidation of the resolution entity	Right to accelerate the future scheduled payment of interest or principal, other than in the case of insolvency or the liquidation of the resolution entity	-	-	-	-	-	-	-	-
		Permanently Grandfathered	Permanently Grandfathered	Permanently Grandfathered			Permanently Grandfathered	Permanently Grandfathered	Permanently Grandfathered	Permanently Grandfathered	Permanently Grandfathered								

(1) Not considering contingent call events

(2) Permanent subject to any write-up in accordance with s.48Y Banking Act 2009

(3) Section 48Y Banking Act 2009

Part 2

June 2022 Additional Capital and Risk Management Disclosures for Santander UK plc Group

Introduction

As a wholly-owned large subsidiary under UK CRR, Santander UK plc (the RFB) is required to produce and publish annually a specified number of Pillar 3 disclosures rather than a complete set of Pillar 3 disclosures. In accordance with the EBA guidelines on disclosure frequency¹, the RFB has assessed the need to publish capital-related disclosures more frequently than annually, and the disclosures deemed appropriate for more frequent publication have been included in the additional capital disclosures set out in this document. All disclosures cover the consolidated RFB Group position.

¹ EBA guidelines on materiality, proprietary and confidentiality and on disclosure frequency under Articles 432(1), 432(20) and 433 of Regulation (EU) No 575/2013.

Key metrics (KM1)

The following table summarises the RFB Group's Own Funds and key risk-based capital ratios at 30 June 2022, together with the previously disclosed quarter end information at 31 March 2022, 31 December 2021, 30 September 2021 and 30 June 2021. Further detail on Risk Weighted Assets is included in the subsequent sections of this document:

	30 June 2022 £m	31 March 2022 £m	31 December 2021 £m	30 September 2021 £m	30 June 2021 £m	
Available own funds (amounts)						
1	Common Equity Tier 1 (CET1) capital	10,908	10,698	10,820	11,446	11,289
2	Tier 1 capital	12,865	12,654	12,939	13,565	13,407
3	Total capital	14,541	14,332	14,755	15,027	15,026
Risk-weighted exposure amounts						
4	Total risk-weighted exposure amount	69,212	68,234	67,148	67,637	71,673
Capital ratios (as a percentage of risk-weighted exposure amount)						
5	Common Equity Tier 1 ratio (%)	15.76%	15.68%	16.10%	16.90%	15.80%
6	Tier 1 ratio (%)	18.59%	18.55%	19.20%	20.10%	18.70%
7	Total capital ratio (%)	21.01%	21.00%	21.90%	22.20%	21.00%
Additional own funds requirements based on SREP (as a percentage of risk-weighted exposure amount)						
UK 7a	Additional CET1 SREP requirements (%)	2.91%	2.92%	2.94%	2.81%	2.76%
UK 7b	Additional AT1 SREP requirements (%)	0.97%	0.97%	0.98%	0.94%	0.92%
UK 7c	Additional T2 SREP requirements (%)	1.29%	1.30%	1.31%	1.25%	1.23%
UK 7d	Total SREP own funds requirements (%)	5.18%	5.20%	5.23%	5.00%	4.91%
Combined buffer requirement (as a percentage of risk-weighted exposure amount)						
8	Capital conservation buffer (%)	2.50%	2.50%	2.50%	2.50%	2.50%
UK 8a	Conservation buffer due to macro-prudential or systemic risk identified at the level of a Member State (%)	-	-	-	-	-
9	Institution specific countercyclical buffer (%)	-	-	-	-	-
UK 9a	Systemic risk buffer (%)	-	-	-	-	-
10	Global Systemically Important Institution buffer (%)	-	-	-	-	-
UK 10a	Other Systemically Important Institution buffer	1.00%	1.00%	1.00%	1.00%	1.00%
11	Combined buffer requirement (%)	3.50%	3.50%	3.50%	3.50%	3.50%
UK 11a	Overall capital requirements (%)	16.68%	16.70%	16.73%	16.50%	16.41%
12	CET1 available after meeting the total SREP own funds requirements (%)	4.33%	4.30%	5.17%	5.70%	4.59%
Leverage ratio						
13	Total exposure measuring excluding claims on central banks	243.8	243.6	242.1	246.1	250.5
14	Leverage ratio excluding claims on central banks (%)	5.3%	5.2%	5.3%	5.4%	5.3%
Additional leverage ratio disclosure requirements						
14a	Fully loaded ECL accounting model leverage ratio excluding claims on central banks (%)	5.3%	5.2%	5.3%	5.4%	5.3%
14b	Leverage ratio including claims on central banks (%)	4.4%	4.3%	4.3%	4.6%	4.5%
14c	Average leverage ratio excluding claims on central banks (%)	5.2%	5.2%	5.5%	5.4%	5.3%
14d	Average leverage ratio including claims on central banks (%)	4.3%	4.3%	4.5%	4.6%	4.5%
14e	Countercyclical leverage ratio buffer (%)	0.0%	0.0%	0.0%	0.0%	0.0%
Liquidity Coverage Ratio						
15	Total high-quality liquid assets (HQLA) (Weighted value-average) ¹	47,039	48,359	51,266	44,284	46,802
UK 16a	Cash outflows – Total weighted value ¹	29,405	30,787	31,893	31,787	33,435
UK 16b	Cash inflows – Total weighted value ¹	1,962	3,330	1,454	1,675	1,322
16	Total net cash outflows (adjusted value) ¹	27,443	27,457	30,439	30,112	32,113
17	Liquidity coverage ratio (%) ¹	171.40%	176.12%	168.40%	147.10%	145.70%
Net Stable Funding Ratio						
18	Total available stable funding	235,019	232,598	232,469	219,969	222,163
19	Total required stable funding	175,458	173,738	171,059	164,161	167,333
20	NSFR ratio (%)	133.17%	133.88%	135.90%	134.00%	132.77%

Key Movements

The CET1 capital ratio decreased 30bps to 15.8%, largely due to the regulatory changes that took effect from January 2022. RWA growth in Retail Banking and Consumer Finance were offset by retained profit. The business remains strongly capitalised. The UK leverage ratio was unchanged as the impact of the change in treatment of software assets on 1 January 2022 was offset by retained profit, UK leverage exposure remained broadly stable. The Total capital ratio decreased by c. 90bps to 21.0%, due to the one-off regulatory changes that took effect on 1 January 2022 and the reduction in Additional Tier 1 and Tier 2 capital securities recognised following the end of the CRR Grandfathering period on 1 January 2022.

¹ Liquidity metrics is now reported for Santander UK, our Holding Company, from 1 January 2022 following adoption of CRR2 regulation. Metrics presented prior to 2022 is the Dolsub Group.

IFRS 9 Transitional Arrangements (IFRS9 – FL)

The following table summarises the impact of IFRS 9 transitional arrangements at 30 June 2022 over the full allowable period:

	2022	2023	2024
IFRS9 Transitional Factor	25%		
IFRS9 Transitional Factor for credit loss-based provision movements post 1/1/20	75%	50%	25%
Available Capital (amounts)			
1 Common Equity Tier 1 (CET1) capital	10,908	10,886	10,868
CET1 Capital as if IFRS 9 STATIC transitional arrangements were not applied	10,904	10,886	10,868
CET1 Capital as if IFRS 9 DYNAMIC transitional arrangements were not applied	10,854	10,850	10,850
2 CET1 Capital as if ALL IFRS 9 transitional arrangements were not applied	10,850	10,850	10,850
3 Tier 1 Capital	12,864	12,842	12,824
4 Tier 1 Capital as if ALL IFRS 9 transitional arrangements were not applied	12,806	12,806	12,806
5 Total Capital	14,540	14,518	14,500
6 Total Capital as if ALL IFRS 9 transitional arrangements were not applied	14,482	14,482	14,482
Risk-weighted assets (amounts)			
7 Total risk-weighted assets (RWA)	69,212	69,184	69,158
Total RWA as if IFRS 9 STATIC transitional arrangements were not applied	69,240	69,184	69,158
Total RWA as if IFRS 9 DYNAMIC transitional arrangements were not applied	69,104	69,132	69,132
8 Total RWA as if ALL IFRS 9 transitional arrangements were not applied	69,132	69,132	69,132
Capital Ratios			
9 Common Equity Tier 1 ratio	15.8%	15.7%	15.7%
10 Common Equity Tier 1 as if ALL IFRS 9 transitional arrangements were not applied	15.7%	15.7%	15.7%
11 Tier 1 ratio	18.5%	18.5%	18.4%
12 Tier 1 as if ALL IFRS 9 transitional arrangements were not applied	18.5%	18.5%	18.5%
13 Total capital ratio	20.9%	20.9%	20.9%
14 Total Capital as if ALL IFRS 9 transitional arrangements were not applied	20.9%	20.9%	20.9%
UK leverage ratio including claims on central banks			
15 Leverage Ratio Total Exposure Measure	290,213	290,213	290,213
16 Leverage Ratio	4.4%	4.4%	4.4%
17 Leverage ratio as if ALL IFRS 9 transitional arrangements were not applied	4.4%	4.4%	4.4%

The RFB group is applying the IFRS 9 capital transitional arrangements set out in the onshored versions of EU Regulation 2017/2395 and EU Regulation 2020/873 that amend the Capital Requirements Regulation. Under the transitional arrangements, the RFB group is entitled to mitigate the effect to capital of ECL-based provisioning following the implementation of IFRS 9. The extended transitional arrangements last for a five-year period ending on 31st December 2024 with the amount of capital relief available reduced each year by the transitional factor, with an extended transitional period used for capital relief against provision movements from 1 January 2020. The transitional factor is 25 percent in 2021, and for post 1 January 2020 provision movements is 75 percent in 2022, 50 percent in 2023 and 25 percent in 2024.

The capital relief affects both the capital base and RWAs reported by RFB group. The adjustment to CET1 capital is comprised of a static element and a dynamic element. The static element is based on the CET1 capital impact of the change in provision levels upon implementation of IFRS 9 (on 1st January 2018). The capital adjustments from this static element will only change over the five-year transition period due to the phased reduction of the transitional factor. The dynamic element is based on the capital impact of the change in provision levels for non-credit impaired exposures from the first day of the implementation of IFRS 9. The dynamic element will change over the transition period and is also subject to progressive reduction over the five-year transitional period and the extended period for provision movements post 1 January 2020 due to the transitional factor. In addition to this adjustment, the transitional arrangements also reduce associated capital position impacts for exposures modelled under the Standardised Approach for Credit Risk, deferred tax assets created upon adoption of IFRS 9 ECL-based provisioning and Tier 2 capital from an excess of provisions over expected losses for exposures modelled using the Internal Rating Based approach.

UK LRA: Disclosure of LR qualitative information**Description of the processes used to manage the risk of excessive leverage**

The leverage ratio for the RFB group is monitored and reported to Capital Committee and other governance bodies, and is included in the RFB's Risk Appetite framework. The current level of the leverage ratio and also forecast levels of the leverage ratio under a range of macroeconomic scenario, including stress scenarios, are considered. Under the Risk Appetite framework, limits and alert levels for the leverage ratio have been set to ensure that leverage is maintained at acceptable levels and in excess of minimum regulatory requirements.

Description of the factors that had an impact on the leverage ratio during the period to which the disclosed leverage ratio refers

The Leverage ratio for the RFB group has increased from 5.2% to 5.3%, as a result of Tier 1 Capital movements +£210m, including Profits after dividends paid £136m, Expected Loss – Provisions £87m, IFRS9 adjustments £37m slightly reduced by defined benefit pension movements -£39m.

UK LR1 - LRSum: Summary reconciliation of accounting assets and leverage ratio exposures

		30 June 2022 £m
1	Total assets as per published financial statements	284,317
2	Adjustment for entities which are consolidated for accounting purposes but are outside the scope of prudential consolidation	1,219
3	(Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference)	-
4	(Adjustment for exemption of exposures to central banks)	(46,437)
5	(Adjustment for fiduciary assets recognised on the balance sheet pursuant to the applicable accounting framework but excluded from the total exposure measure in accordance with point (i) of Article 429a(1) of the CRR)	-
6	Adjustment for regular-way purchases and sales of financial assets subject to trade date accounting	-
7	Adjustment for eligible cash pooling transactions	-
8	Adjustment for derivative financial instruments	(968)
9	Adjustment for securities financing transactions (SFTs)	336
10	Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)	7,719
11	(Adjustment for prudent valuation adjustments and specific and general provisions which have reduced tier 1 capital (leverage))	-
UK-11a	(Adjustment for exposures excluded from the total exposure measure in accordance with point (c) of Article 429a(1) of the CRR)	-
UK-11b	(Adjustment for exposures excluded from the total exposure measure in accordance with point (j) of Article 429a(1) of the CRR)	-
12	Other adjustments	(2,410)
13	Total exposure measure	243,776

UK LR2 - LRCom: Leverage ratio common disclosure

		Leverage ratio exposures	
		30 June 2022 £m	31 March 2022 £m
On-balance sheet exposures (excluding derivatives and SFTs)			
1	On-balance sheet items (excluding derivatives, SFTs, but including collateral)	229,042	228,002
2	Gross-up for derivatives collateral provided, where deducted from the balance sheet assets pursuant to the applicable accounting framework	-	-
3	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	(3,122)	(1,667)
4	(Adjustment for securities received under securities financing transactions that are recognised as an asset)	-	-
5	(General credit risk adjustments to on-balance sheet items)	-	-
6	(Asset amounts deducted in determining tier 1 capital (leverage))	(3,417)	(3,687)
7	Total on-balance sheet exposures (excluding derivatives and SFTs)	222,503	222,648
Derivative exposures			
8	Replacement cost associated with SA-CCR derivatives transactions (i.e. net of eligible cash variation margin)	3,523	2,120
UK-8a	Derogation for derivatives: replacement costs contribution under the simplified standardised approach	-	-
9	Add-on amounts for potential future exposure associated with SA-CCR derivatives transactions	902	857
UK-9a	Derogation for derivatives: potential future exposure contribution under the simplified standardised approach	-	-
UK-9b	Exposure determined under the original exposure method	-	-
10	(Exempted CCP leg of client-cleared trade exposures) (SA-CCR)	-	-
UK-10a	(Exempted CCP leg of client-cleared trade exposures) (simplified standardised approach)	-	-
UK-10b	(Exempted CCP leg of client-cleared trade exposures) (original exposure method)	-	-
11	Adjusted effective notional amount of written credit derivatives	-	-
12	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-	-
13	Total derivatives exposures	4,425	2,977
Securities financing transaction (SFT) exposures			
14	Gross SFT assets (with no recognition of netting), after adjustment for sales accounting transactions	9,489	10,480
15	(Netted amounts of cash payables and cash receivables of gross SFT assets)	(696)	(874)
16	Counterparty credit risk exposure for SFT assets	336	381
UK-16a	Derogation for SFTs: counterparty credit risk exposure in accordance with Articles 429e(5) and 222 of the CRR	-	-
17	Agent transaction exposures	-	-
UK-17a	(Exempted CCP leg of client-cleared SFT exposures)	-	-
18	Total securities financing transaction exposures	9,129	9,987
Other off-balance sheet exposures			
19	Off-balance sheet exposures at gross notional amount	37,654	37,926
20	(Adjustments for conversion to credit equivalent amounts)	(29,935)	(29,966)
21	(General provisions deducted in determining tier 1 capital (leverage) and specific provisions associated with off-balance sheet exposures)	-	-
22	Off-balance sheet exposures	7,719	7,960
Excluded exposures			
UK-22a	(Exposures excluded from the total exposure measure in accordance with point (c) of Article 429a(1) of the CRR)	-	-
UK-22b	(Exposures exempted in accordance with point (j) of Article 429a(1) of the CRR (on- and off- balance sheet))	-	-
UK-22g	(Excluded excess collateral deposited at triparty agents)	-	-
UK-22k	(Total exempted exposures)	-	-
Capital and total exposure measure			
23	Tier 1 capital (leverage)	12,865	12,654
24	Total exposure measure including claims on central banks	290,213	292,079
UK-24a	(-) Claims on central banks excluded	(46,437)	(48,506)
UK-24b	Total exposure measure excluding claims on central banks	243,776	243,572
Leverage ratio			
25	Leverage ratio excluding claims on central banks (%)	5.3%	5.2%
UK-25a	Fully loaded ECL accounting model leverage ratio excluding claims on central banks (%)	5.3%	5.2%
UK-25b	Leverage ratio excluding central bank reserves as if the temporary treatment of unrealised gains and losses measured at fair value through other comprehensive income had not been applied (%)	5.3%	5.2%
UK-25c	Leverage ratio including claims on central banks (%)	4.4%	4.3%
26	Regulatory minimum leverage ratio requirement (%)	3.3%	3.3%
Additional leverage ratio disclosure requirements - leverage ratio buffers			
		30 June 2022 £m	31 March 2022 £m
27	Leverage ratio buffer (%)	0.35%	0.35%

UK-27a	Of which: G-SII or O-SII additional leverage ratio buffer (%)	0.35%	0.35%
UK-27b	Of which: countercyclical leverage ratio buffer (%)	0.00%	0.00%
Additional leverage ratio disclosure requirements - disclosure of mean values			
28	Mean of daily values of gross SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivable	9,736	10,935
29	Quarter-end value of gross SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables	9,668	11,613
UK-31	Average total exposure measure including claims on central banks	292,885	291,791
UK-32	Average total exposure measure excluding claims on central banks	243,527	240,814
UK-33	Average leverage ratio including claims on central banks	4.3%	4.3%
UK-34	Average leverage ratio excluding claims on central banks	5.2%	5.2%

UK LR3 - LRSpl: Split-up of on balance sheet exposures (excluding derivatives, SFTs and exempted exposures)

		Leverage ratio exposures 30 June 2022 £m
UK-1	Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures), of which:	229,042
UK-2	Trading book exposures	-
UK-3	Banking book exposures, of which:	229,042
UK-4	Covered bonds	1,279
UK-5	Exposures treated as sovereigns	2,634
UK-6	Exposures to regional governments, MDB, international organisations and PSE not treated as sovereigns	1,122
UK-7	Institutions	972
UK-8	Secured by mortgages of immovable properties	180,204
UK-9	Retail exposures	9,796
UK-10	Corporates	19,945
UK-11	Exposures in default	2,148
UK-12	Other exposures (e.g. equity, securitisations, and other non-credit obligation assets)	10,942

Liquidity Coverage Ratio (LIQ1)

The values presented below are the simple average of the preceding monthly periods ending on the reporting date as specified in the table:

Additional Capital and Risk Management Disclosures

UK 1a	Quarter ending on	Total unweighted value (average)				Total weighted value (average)			
		30 June 2022 £m	31 March 2022 £m	31 December 2021 £m	30 September 2021 £m	30 June 2022 £m	31 March 2022 £m	31 December 2021 £m	30 September 2021 £m
UK-1b	Number of data points used in the calculation of averages	12	12	12	12	12	12	12	12
	HIGH-QUALITY LIQUID ASSETS								
1	Total high-quality liquid assets (HQLA)			49,412	48,341	48,955	48,706	49,203	48,110
	CASH-OUTFLOWS								
2	Retail deposits and deposits from small business customers, of which:	149,153	149,460	149,033	147,483	9,062	9,034	8,953	8,786
3	Stable deposits	125,775	126,630	126,909	126,398	6,289	6,331	6,346	6,320
4	Less stable deposits	23,378	22,830	22,124	21,085	2,773	2,703	2,607	2,466
5	Unsecured wholesale funding	26,339	27,167	25,836	28,242	13,816	14,561	14,368	15,464
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	1,566	1,015	534	138	297	192	103	27
7	Non-operational deposits (all counterparties)	23,097	24,268	23,236	26,054	11,843	12,485	12,199	13,387
8	Unsecured debt	1,676	1,884	2,066	2,050	1,676	1,884	2,066	2,050
9	Secured wholesale funding			14,610	16,552	131	144	184	285
10	Additional requirements	13,243	14,545	16,528	18,830	5,796	6,273	7,067	7,941
11	Outflows related to derivative exposures and other collateral requirements	4,650	4,956	5,313	5,843	4,650	4,957	5,313	5,843
12	Outflows related to loss of funding on debt products	241	258	498	609	241	257	498	609
13	Credit and liquidity facilities	8352	9,331	10,717	12,378	905	1,059	1,256	1,489
14	Other contractual funding obligations	228	175	75	81	179	115	-	-
15	Other contingent funding obligations	29,178	28,607	27,908	27,510	2,565	2,481	2,399	2,323
16	TOTAL CASH OUTFLOWS			233,990	238,698	31,549	32,608	32,971	34,799
	CASH-INFLOWS								
17	Secured lending (e.g reverse repos)	4,208	5,423	8,806	9,675	13	12	22	20
18	Inflows from fully performing exposures	2,156	1,955	1,848	1,827	1,340	1,220	1,157	1,145
19	Other cash inflows	2,170	1,889	1,769	1,784	777	574	492	529
	(Difference between total weighted inflows and total weighted outflows arising from transactions in third countries where there are transfer restrictions or which are denominated in non-convertible currencies)								
UK-19a						-	-	-	-
UK-19b	(Excess inflows from a related specialised credit institution)					-	-	-	-
20	TOTAL CASH INFLOWS	8,534	9,267	12,423	13,286	2,130	1,806	1,671	1,694
UK-20a	Fully exempt inflows								
UK-20b	Inflows Subject to 90% Cap								
UK-20c	Inflows Subject to 75% Cap	8,534	9,267	9,999	10,605	2,130	1,806	1,671	1,694
	TOTAL ADJUSTED VALUE								
UK-21	LIQUIDITY BUFFER					48,955	48,706	49,203	48,110
22	TOTAL NET CASH OUTFLOWS					29,419	30,802	32,265	33,408
23	LIQUIDITY COVERAGE RATIO (%)					166.41	158,13%	152.49	144.01

Key Movements

Strong LCR of 166%, weighted LCR per table shown with £5.3bn wholesale funding issuance transacted. Spot LCR is 171.4% per KM1 table for the RFB Group.

Qualitative information on LCR (LIQB)

Explanations on the main drivers of LCR results and the evolution of the	The LCR requirement (weighted) is broadly consistent over time, driven mainly by deposits. Corporate deposits contribute a greater requirement despite Retail deposits being significantly larger in number, as a result of the standardised LCR weightings. HQLA has increased as a result of deposit growth and TFSME drawdowns (which
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contribution of inputs to the LCR's calculation over time	have a significantly smaller impact on the requirement). The LCR maintains a significant surplus to both internal and regulatory requirements.
Explanations on the changes in the LCR over time	The LCR at RFB was 171% and 166% at the RFB DoI Sub. The LCR has decreased in 2022 YTD primarily as a result of growth in Mortgage lending, partially offset by term funding issuances.
Explanations on the actual concentration of funding sources	Santander UK is largely funded through customer deposits (£190bn), with the significant proportion being Retail. We also have c£37bn of wholesale funding which includes both secured and unsecured term funding and c£32bn of TFSME Funding.
High-level description of the composition of the institution's liquidity buffer.	The liquidity buffer is largely comprised (>95%) of Level 1 assets, primarily cash held in our Bank of England Reserve Account.
Derivative exposures and potential collateral calls	The main drivers of derivative exposures / potential collateral calls are the Historic Look Back Approach (HLBA) to calculating collateral requirements in the LCR and collateral outflows due to counterparties in the event of a deterioration of our own credit quality. As secured issuance volumes have been reduced as a result of our participation in the TFSME, this has in turn reduced these amounts.
Currency mismatch in the LCR	We have no material mismatch in our currency LCRs, with most of the funding raised in currency swapped back to GBP and the remainder being used to fund structural currency assets.
Other items in the LCR calculation that are not captured in the LCR disclosure template but that the institution considers relevant for its liquidity profile	n/a

Template UK LIQ2: Net Stable Funding Ratio

In accordance with Article 451a(3) CRR

		Unweighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1yr	≥ 1yr	
Available stable funding (ASF) Items						
1	Capital items and instruments	-	-	-	19,500	19,500
2	Own funds	-	-	-	19,500	19,500
3	Other capital instruments	-	-	-	-	-
4	Retail deposits	-	148,916	419	726	141,367
5	Stable deposits	-	124,499	262	500	119,023
6	Less stable deposits	-	24,417	157	226	22,344
7	Wholesale funding:	-	41,730	3,602	37,425	51,204
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	-	41,730	3,602	37,425	51,204
10	Interdependent liabilities	-	-	-	-	-
11	Other liabilities:	-	8,655	1,778	22,060	22,949
12	NSFR derivative liabilities	-	-	-	-	-
13	All other liabilities and capital instruments not included in the above categories	-	8,655	1,778	22,060	22,949
14	Total available stable funding (ASF)					235,020
Required stable funding (RSF) Items						
15	Total high-quality liquid assets (HQLA)					207
UK-15a	Assets encumbered for more than 12m in cover pool		-	-	-	-
16	Deposits held at other financial institutions for operational purposes		-	-	-	-
17	Performing loans and securities:		16,825	4,740	384,809	163,972
18	Performing securities financing transactions with financial customers collateralised by Level 1 HQLA subject to 0% haircut		8,201	793	-	396
19	Performing securities financing transactions with financial customer collateralised by other assets and loans and advances to financial institutions		-	-	-	-
20	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, and PSEs, of which:		6,596	2,339	199,871	158,788
21	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk		2,326	1,465	188,421	146,484
22	Performing residential mortgages, of which:		139	405	180,941	-
23	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk		139	405	180,941	-
24	Other loans and securities that are not in default and do not qualify as HQLA, including exchange-traded equities and trade finance on-balance sheet products		1,889	1,203	3,997	4,788
25	Interdependent assets		-	-	-	-
26	Other assets:	-	3,233	82	8,366	10,477
27	Physical traded commodities		-	-	-	-
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs		-	-	-	359
29	NSFR derivative assets		445	-	-	445
30	NSFR derivative liabilities before deduction of variation margin posted		615	-	-	31
31	All other assets not included in the above categories		2,173	82	8,366	9,642
32	Off-balance sheet items		32,358	67	5,166	1,879
33	Total RSF					176,535
34	Net Stable Funding Ratio (%)					133.13%

RWA and Capital Requirements**Overview of risk weighted exposure amounts (OV1)**

The following table details RWA and equivalent Own Funds Requirements. Own Funds Requirements are calculated as RWA multiplied by 8%:

		Risk Weighted Exposure Amounts (RWEAs)		Total Own Funds Requirements
		30 June 2022	31 March 2022	30 June 2022
		£bn	£bn	£bn ¹
1	Credit risk (excluding CCR) ¹	61.1	60.1	5.0
2	Of which the standardised approach	17.3	16.6	1.4
3	Of which the foundation IRB (FIRB) approach	5.0	1.9	0.4
4	Of which slotting approach	-	2.8	3.2
UK 4a	Of which equities under the simple risk weighted approach	-	-	-
5	Of which the advanced IRB (AIRB) approach	38.8	38.8	-
6	Counterparty credit risk - CCR ¹	0.5	0.6	-
7	Of which the standardised approach	0.3	0.3	-
8	Of which internal model method (IMM)	0.2	0.3	-
UK 8a	Of which exposures to a CCP	-	-	-
UK 8b	Of which credit valuation adjustment - CVA	0.2	0.2	-
9	Of which other CCR	-	-	-
15	Settlement risk	-	-	-
16	Securitisation exposures in the non-trading book (after the cap) ²	0.4	0.4	-
17	Of which SEC-IRBA approach	0.1	-	-
18	Of which SEC-ERBA (including IAA)	0.2	0.3	-
19	Of which SEC-SA approach	0.1	0.1	-
UK 19a	Of which 1250% / deduction	-	-	-
20	Position, foreign exchange and commodities risks (Market risk) ¹	0.3	0.2	-
21	Of which the standardised approach	0.3	0.2	-
22	Of which IMA	-	-	-
UK 22a	Large exposures	-	-	-
23	Operational risk ¹	6.7	6.7	0.6
UK 23a	Of which basic indicator approach	-	-	-
UK 23b	Of which standardised approach	6.7	6.7	-
UK 23c	Of which advanced measurement approach	-	-	-
24	Amounts below the thresholds for deduction (subject to 250% risk weight) (For information)	-	-	-
29	Total ¹	69.2	68.2	5.6

RWA flow statements of credit risk exposures under IRB and RWA flow statements of credit risk exposures under standardised³ (CR8)**RWA flow statements of credit risk exposures under IRB**

	RWA £bn	Capital requirements
1 Risk weighted exposure amount as at 31 March	43.8	3.5
2 Asset size	0.4	-
3 Asset quality	(0.1)	-
4 Model updates	-	-
5 Methodology and policy	-	-
6 Acquisitions and disposals	-	-
7 Foreign exchange movements	-	-
8 Other	-	-
9 Risk weighted exposure amount as at 30 June	44.1	3.5

RWA flow statements of credit risk exposures under standardised approach

	RWA £bn	Capital requirements
1 Risk weighted exposure amount as at 31 March	17.3	1.4
2 Asset size	0.3	-
3 Asset quality	0.3	-
4 Model updates	-	-
5 Methodology and policy	-	-
6 Acquisitions and disposals	-	-
7 Foreign exchange movements	-	-
8 Other	-	-
9 Risk weighted exposure amount as at 30 June	17.9	1.4

RWA increase of £0.4bn in the IRB table is primarily due to strong mortgage growth. RWA increases under the Standardised approach are driven by growth in Santander Consumer Finance.

¹ Balances which are not visible due to rounding have been included in the total.

² Includes 4 Significant Risk Transfer transactions which are subject to re-characterisation risk.

³ Table excludes CVA.

Credit Risk Mitigation Techniques (CR3)

For more detail on the Company's approach to Credit Risk Mitigation refer to the Other Segments – Credit Risk Review section of the our 2022 Half Yearly Financial Report .

The following table provides analysis of secured and collateralised exposures at 30 June 2022:

	Unsecured carrying amount	Secured carrying amount	Of which		Of which secured by credit derivatives
			secured by collateral	secured by financial guarantees	
			30-Jun 2022	30-Jun 2022	
	£m	£m	£m	£m	£m
1 Loans and advances	81,148	215,458	6,525	3,810	-
2 Debt securities ¹	3,775	-	-	-	-
3 Total	84,923	215,458	6,525	3,810	-
4 Of which non-performing exposures	1,492	1,938	1,863	71	-
5 Of which defaulted	1,492	1,938			

Credit risk exposure and credit risk mitigation (CRM) effects (CR4)**Standardised approach**

	Exposures before CCF and CRM		Exposure post-CCF and CRM		RWA and RWA density	
	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWAs	RWAs density
	30 June 2022 £bn	30 June 2022 £bn	30 June 2022 £bn	30 June 2022 £bn	30 June 2022 £bn	30 June 2022 %
1 Central government or central banks	46.0	-	49.7	0.1	-	-
2 Regional government or local authorities	-	-	-	-	-	-
3 Public sector entities	-	0.1	-	-	-	20%
4 Multilateral Development Banks	1.1	-	1.1	-	-	-
5 International Organisations	-	-	-	-	-	-
6 Institutions	1.1	-	1.1	-	0.2	18%
7 Corporates	8.9	3.3	6.2	0.3	6.0	92%
8 Retail	10.2	10.5	9.6	-	7.1	74%
9 Secured by mortgages on immovable property	0.1	-	0.1	-	0.1	66%
10 Exposures in default	0.4	-	0.2	-	0.3	127%
11 Exposures associated with particularly high risk	-	-	-	-	-	150%
12 Covered bonds	1.3	-	1.3	-	0.2	15%
13 Institutions and corporations with a short-term credit assessment	-	-	-	-	-	-
14 Collective investment undertakings	-	-	-	-	-	-
15 Equity	-	-	-	-	-	-
16 Other items	6.1	-	6.1	-	3.7	60%
Securitisations	0.9	-	0.9	-	0.3	32%
Contributions to the default fund of a CCP	-	-	-	-	-	1250%
17 Total	76.1	13.9	76.3	0.4	17.9	23%

IRB approach

	Exposures before CCF and CRM		Exposure post-CCF and CRM		RWA and RWA density	
	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWAs	RWAs density
	30 June 2022 £bn	30 June 2022 £bn	30 June 2022 £bn	30 June 2022 £bn	30 June 2022 £bn	30 June 2022 %
Corporates – Specialised Lending	4.6	0.4	4.6	0.2	3.2	68%
Corporates – SME	0.6	0.2	0.6	-	0.5	85%
Corporates – Other	6.9	5.6	6.9	3.6	3.8	37%
Institutions	0.9	-	0.9	-	0.2	21%
Retail Immovable Property	181.7	15.4	182.1	10.1	32.8	17%
Retail QRR	0.5	4.1	0.5	5.1	1.8	31%
Retail Other	2.1	-	2.1	-	1.7	83%
Equity	-	-	-	-	-	-
Securitisations	0.1	0.3	0.1	0.3	0.1	16%
Total	197.4	26.0	197.8	19.3	44.1	20%

¹ Per note 20 Financial Investments in the Annual Report, excluding debt securities.

Template UK CR7-A – IRB approach – Disclosure of the extent of the use of CRM techniques

A-IRB		Total exposures	Credit risk Mitigation techniques										Credit risk Mitigation methods in the calculation of RWEAs		
			Funded credit Protection (FCP)										Unfunded credit Protection (UFCP)		RWEA post all CRM assigned to the obligor exposure class
		£bn	Part of exposures covered by Financial Collaterals (%)	Part of exposures covered by Other eligible collaterals (%)	Part of exposures covered by Immovable property Collaterals (%)	Part of exposures covered by Receivables (%)	Part of exposures covered by Other physical collateral (%)	Part of exposures covered by Other funded credit protection (%)	Part of exposures covered by Cash on deposit (%)	Part of exposures covered by Life insurance policies (%)	Part of exposures covered by Instruments held by a third party (%)	Part of exposures covered by Guarantees (%)	Part of exposures covered by Credit Derivatives (%)	£bn	£bn
1	Central governments and central banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2	Institutions	0.9	-	-	-	-	-	-	-	-	-	-	-	0.2	0.2
3	Corporates	9.6	-	84.73%	84.73%	-	-	-	-	-	-	0.16%	-	2.6	2.6
3.1	<i>Of which Corporates – SMEs</i>	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.2	<i>Of which Corporates – Specialised lending</i>	0.4	-	-	-	-	-	-	-	-	-	-	-	0.3	0.3
3.3	<i>Of which Corporates – Other</i>	9.2	-	88.17%	88.17%	-	-	-	-	-	-	0.16%	-	2.3	2.3
4	Retail	199.8	-	96.17%	96.17%	-	-	-	-	-	-	-	-	36.3	36.3
4.1	<i>Of which Retail – Immovable property SMEs</i>	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2	<i>Of which Retail – Immovable property non-SMEs</i>	192.2	-	100.00%	100.00%	-	-	-	-	-	-	-	-	32.8	32.8
4.3	<i>Of which Retail – Qualifying revolving</i>	5.6	-	-	-	-	-	-	-	-	-	-	-	1.8	1.8
4.4	<i>Of which Retail – Other SMEs</i>	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.5	<i>Of which Retail – Other non-SMEs</i>	2.1	-	-	-	-	-	-	-	-	-	-	-	1.7	1.7
5	Total	210.3	-	95.21%	95.21%	-	-	-	-	-	-	0.01%	-	39.1	39.1

F-IRB		Total exposures	Credit risk Mitigation techniques										Credit risk Mitigation methods in the calculation of RWEAs		
			Funded credit Protection (FCP)										Unfunded credit Protection (UFCP)		RWEA post all CRM assigned to the obligor exposure class
		£bn	Part of exposures covered by Financial Collaterals (%)	Part of exposures covered by Other eligible collaterals (%)	Part of exposures covered by Immovable property Collaterals (%)	Part of exposures covered by Receivables (%)	Part of exposures covered by Other physical collateral (%)	Part of exposures covered by Other funded credit protection (%)	Part of exposures covered by Cash on deposit (%)	Part of exposures covered by Life insurance policies (%)	Part of exposures covered by Instruments held by a third party (%)	Part of exposures covered by Guarantees (%)	Part of exposures covered by Credit Derivatives (%)	£bn	£bn
1	Central governments and central banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2	Institutions	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3	Corporates	6.5	-	6.20%	6.20%	-	0.01%	0.02%	0.02%	-	-	3.76%	-	5.0	5.0
3.1	<i>Of which Corporates – SMEs</i>	0.7	-	26.39%	26.38%	-	0.01%	0.09%	0.09%	-	-	16.69%	-	0.5	0.5
3.2	<i>Of which Corporates – Specialised lending</i>	4.4	-	-	-	-	-	-	-	-	-	0.53%	-	2.9	2.9
3.3	<i>Of which Corporates – Other</i>	1.4	-	15.64%	15.61%	-	-	0.05%	0.05%	-	-	7.46%	-	1.5	1.5
4	Total	6.5	-	6.20%	6.20%	-	0.01%	0.02%	0.02%	-	-	3.76%	-	5.0	5.0

Specialised lending and equity exposures under the simple risk weighted approach (CR10)

The following tables outlines the level of exposure assigned to each Specialised Lending Category and maturity.

Template UK CR10.1

		Specialised lending : Project finance (Slotting approach)					
Regulatory categories	Remaining maturity	On-balance sheet exposure £m	Off-balance sheet exposure £m	Risk weight %	Exposure value £m	Risk weighted exposure amount £m	Expected loss amount £m
Category 1	Less than 2.5 years	18,999	24,419	50%	25,744	10,795	-
	Equal to or more than 2.5 years	38,566	8,707	70%	41,118	21,933	164
Category 2	Less than 2.5 years	45,883	25,142	70%	52,290	33,990	209
	Equal to or more than 2.5 years	192,676	119,144	90%	221,950	171,536	1,776
Category 3	Less than 2.5 years	-	-	115%	-	-	-
	Equal to or more than 2.5 years	33,817	-	115%	33,817	36,988	947
Category 4	Less than 2.5 years	-	-	250%	-	-	-
	Equal to or more than 2.5 years	-	977	250%	208	390	17
Category 5	Less than 2.5 years	-	-	0%	-	-	-
	Equal to or more than 2.5 years	-	-	0%	-	-	-
Total	Less than 2.5 years	64,882	49,561		78,034	44,785	209
	Equal to or more than 2.5 years	265,059	128,828		297,093	230,847	2,904

Template UK CR10.2

		Specialised lending : Income-producing real estate and high volatility commercial real estate (Slotting approach)					
Regulatory categories	Remaining maturity	On-balance sheet exposure £m	Off-balance sheet exposure £m	Risk weight %	Exposure value £m	Risk weighted exposure amount £m	Expected loss amount £m
Category 1	Less than 2.5 years	825,795	63,995	50%	857,792	399,621	-
	Equal to or more than 2.5 years	997,266	71,638	70%	1,048,085	665,427	4,191
Category 2	Less than 2.5 years	1,233,858	10,666	70%	1,238,441	830,580	4,953
	Equal to or more than 2.5 years	1,076,158	36,832	90%	1,093,624	902,639	8,749
Category 3	Less than 2.5 years	27,293	-	115%	27,293	30,327	764
	Equal to or more than 2.5 years	35,733	11	115%	35,734	40,193	1,001
Category 4	Less than 2.5 years	16,883	-	250%	16,883	40,497	1,351
	Equal to or more than 2.5 years	13,470	3	250%	13,471	29,396	1,078
Category 5	Less than 2.5 years	11,830	-	0%	11,830	-	5,915
	Equal to or more than 2.5 years	18,232	-	0%	18,232	-	9,116
Total	Less than 2.5 years	2,115,659	74,661		2,152,239	1,301,025	12,983
	Equal to or more than 2.5 years	2,140,859	108,484		2,209,146	1,637,655	24,135

Template UK CR10.5

		Equity exposures under the simple risk-weighted approach					
Categories		On-balance sheet exposure £m	Off-balance sheet exposure £m	Risk weight %	Exposure value £m	Risk weighted exposure amount £m	Expected loss amount £m
Private equity exposures		-	-	190%	-	-	-
Exchange-traded equity exposures		-	-	290%	-	-	-
Other equity exposures		0.2	-	370%	0.2	0.8	-
Total		0.2	-		0.2	0.8	-

Geographical distribution of credit exposures relevant for the calculation of the countercyclical buffer (CCyB1)

The following table outlines the geographical distribution of credit risk exposures relevant for the calculation of the countercyclical capital buffer at 30 June 2022:

Country	General credit exposures		Relevant credit exposures – Market risk			Own funds requirement							Countercyclical buffer rate (%)
	Exposure value under the standardised approach £bn	Exposure value under the IRB approach £bn	Sum of long and short positions of trading book exposures for SA £bn	Value of trading book exposures for internal models £bn	Securitisation exposures for non-trading book £bn	Total exposure value £bn	Relevant credit risk exposure – Credit Risk £bn	Relevant credit exposures – Market risk £bn	Relevant credit exposures – Securitisation positions in the non-trading book £bn	Total £bn	Risk-weighted exposure amounts £bn	Own funds requirements weights (%)	
United Kingdom	24	214.9	-	-	1.3	240.2	4.8	-	-	4.8	60.6	98.92%	0.00%
Isle of Man	-	-	-	-	-	0.1	-	-	-	-	0.1	0.10%	0.00%
Jersey	0.1	0.1	-	-	-	0.2	-	-	-	-	0.2	0.27%	0.00%
Guernsey	0.1	0.2	-	-	-	0.2	-	-	-	-	0.2	0.27%	0.00%
United States	-	-	-	-	-	-	-	-	-	-	-	0.00%	0.00%
Spain	-	-	-	-	-	-	-	-	-	-	-	0.00%	0.00%
Australia	-	-	-	-	-	-	-	-	-	-	-	0.01%	0.00%
Luxembourg	-	-	-	-	-	-	-	-	-	-	-	0.02%	0.50%
Denmark	-	-	-	-	-	-	-	-	-	-	-	0.02%	0.00%
Canada	0.2	-	-	-	-	0.2	-	-	-	-	-	0.05%	0.00%
Netherlands	0.1	-	-	-	-	0.1	-	-	-	-	-	0.03%	0.00%
Ireland	-	0.1	-	-	-	0.1	-	-	-	-	0.1	0.09%	0.00%
Norway	-	-	-	-	-	-	-	-	-	-	-	0.01%	1.50%
Sweden	-	-	-	-	-	-	-	-	-	-	-	0.00%	0.00%
France	0.2	-	-	-	-	0.2	-	-	-	-	-	0.07%	0.00%
Belgium	0.1	-	-	-	-	0.1	-	-	-	-	-	0.02%	0.00%
Finland	-	-	-	-	-	-	-	-	-	-	-	0.00%	0.00%
Austria	-	-	-	-	-	-	-	-	-	-	-	0.00%	0.00%
British Virgin Islands	-	-	-	-	-	0.1	-	-	-	-	-	0.07%	0.00%
Czech Republic	-	-	-	-	-	-	-	-	-	-	-	0.00%	1.00%
Germany	-	-	-	-	-	-	-	-	-	-	-	0.00%	0.00%
Hong Kong	-	-	-	-	-	-	-	-	-	-	-	0.00%	1.00%
Iceland	-	-	-	-	-	-	-	-	-	-	-	0.00%	0.00%
Saudi Arabia	-	-	-	-	-	-	-	-	-	-	-	0.00%	0.00%
Slovakia	-	-	-	-	-	-	-	-	-	-	-	0.00%	1.00%
Other	-	-	-	-	-	-	-	-	-	-	-	0.02%	0.00%
Total	24.9	215.3	-	-	1.3	241.5	4.9	-	-	4.9	61.3	100%	

Exposure value of relevant credit exposures defined in accordance with Article 140(4) of Directive 2013/36/EU.

Amount of institution-specific countercyclical capital buffer (CCyB2)

The following table shows the amount of institution-specific countercyclical capital buffer:

	£bn
Total risk exposure	61.3
Institution specific countercyclical capital buffer rate	0.00%
Institution specific countercyclical capital buffer requirement	-

The level of the Countercyclical Capital Buffer for the Company at 30 June 2022 was 0%.

Credit quality of loans and advances to non-financial corporations by industry (CQ5)

Breakdown of exposures by industry class and Credit Quality:

At 30 June 2022		Gross carrying amount			Of which loans and advances subject to impairment	Accumulated impairment	Accumulated negative changes in fair value due to credit risk on non-performing exposures
			Of which non-performing	Of which defaulted			
010	Agriculture, forestry and fishing	157	16	16	157	(12)	-
020	Mining and quarrying	54	-	-	54	(4)	-
030	Manufacturing	782	28	28	782	(40)	-
	Electricity, gas, steam and air conditioning supply	146	1	1	146	-	-
040	Water supply	101	1	1	101	(1)	-
050	Construction	1,298	66	66	1,274	(24)	-
060	Wholesale and retail trade	2,003	204	204	2,003	(46)	-
070	Transport and storage	324	18	18	324	(11)	-
080	Accommodation and food service activities	1,534	75	75	1,534	(84)	-
090	Information and communication	486	40	40	486	(26)	-
100	Financial and insurance activities						
110	Real estate activities	8,801	73	73	8,801	(62)	-
120	Professional, scientific and technical activities	1,259	67	67	1,259	(31)	-
130	Administrative and support service activities	940	42	42	940	(26)	-
140	Public administration and defence, compulsory social security	8	-	-	8	-	-
150	Education	318	9	9	318	(5)	-
160	Human health services and social work activities	1,152	53	53	1,152	(27)	-
170	Arts, entertainment and recreation	239	12	12	239	(3)	-
180	Other services	205	10	10	205	(5)	-
190							
200	Total	19,807	715	715	19,783	(407)	-

Quality of non-performing exposures by geography (CQ4)

Non-domestic original exposures in all exposure classes are less than 10% of the total (domestic and non-domestic) original exposures.

At 30 June 2022		Gross carrying/nominal amount			Accumulated impairment	Provisions on off-balance-sheet commitments and financial guarantees given	Accumulated negative changes in fair value due to credit risk on non-performing exposures
		Of which non-performing		Of which subject to impairment			
		Of which defaulted					
010	On-balance-sheet exposures	270,259	3,323	3,323	227,366	(897)	-
020	UK	220,833	3,319	3,319	220,638	(871)	-
030	Ireland	5,676	0	0	5,676	(0)	-
040	Jersey	235	-	-	235	(2)	-
050	Isle Of Man	102	2	2	102	(22)	-
060	Japan	250	-	-	250	-	-
070	Other countries	43,163	2	2	465	(2)	-
080	Off-balance-sheet exposures	37,654	107	107		46	
090	UK	37,473	107	107		43	
100	Ireland	1	-	-		-	
110	Jersey	10	-	-		-	
120	Isle Of Man	-	-	-		-	
130	Japan	-	-	-		-	
140	Other countries	170	-	-		3	
150	Total	307,913	3,430	3,430	227,366	(897)	46

Changes in the stock of Stage 3 loans and advances (CR2)

Following the implementation of a new definition of default, the Stage 3 assets increased by £0.2bn. This was due to the inclusion of non-performing forbearance accounts which were previously reported in Stage 2 and are now reported in Stage3, subject to a 12 month probation period in line with our regulatory default definition.

		Gross carrying amount	£m
010	Initial stock of Stage 3 loans and advances		3,017
020	Inflows to Stage 3 portfolios		796
030	Outflows from Stage 3 portfolios		(1,179)
040	Outflows due to write-offs		(186)
050	Outflows due to other situations		(993)
060	Final stock of Stage 3 loans and advances		2,634

Maturity of exposures (CR1-A)

At 30 June 2022		Net exposure value				No stated maturity	Total
		On demand	<= 1 year	> 1 year <= 5 years	> 5 years		
1	Loans and advances	1,875	10,639	26,236	178,263	-	217,013
2	Debt securities	1,573	5,642	9,990	12,315	-	29,520
3	Total	3,448	16,281	36,226	190,578	-	246,533

Credit quality of forborne exposures (CQ1)

The following table provides an overview of the quality of forborne exposures at 30 June 2022.

	Gross carrying amount/nominal amount of exposures with forbearance measures				Accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions		Collateral received and financial guarantees received on forborne exposures	
	Performing forborne	Non-performing forborne		On performing forborne exposures	On non-performing forborne exposures			Of which collateral and financial guarantees received on non-performing exposures with forbearance measures
		Of which defaulted	Of which impaired					
	£m	£m	£m	£m	£m	£m	£m	£m
005 Cash balance at central banks and other demand deposits	-	-	-	-	-	-	-	-
010 Loans and advances	1,618	622	622	622	(43)	(111)	2,039	480
020 Central banks	-	-	-	-	-	-	-	-
030 General governments	-	-	-	-	-	-	-	-
040 Credit Institutions	-	-	-	-	-	-	-	-
050 Other financial corporations	-	-	-	-	-	-	-	-
060 Non-financial corporations	345	199	199	199	(20)	(62)	446	127
070 Households	1,273	423	423	423	(23)	(49)	1,593	353
080 Debt Securities	-	-	-	-	-	-	-	-
090 Loan commitments given	-	-	-	-	-	-	-	-
100 Total	1,618	622	622	622	(43)	(111)	2,039	480

Credit quality of performing and non-performing exposures by past due days (CQ3)

The following table provides an overview of credit quality of non-performing exposures at 30 June 2022:

		Gross carrying amount/nominal amount												
		Performing exposures			Non-performing exposures									Of which defaulted
		£m	Not past due or past due ≤ 30 days	Past due > 30 days ≤ 90 days	£m	Unlikely to pay not past due or are past due ≤ 90 days	Past due > 90 days ≤ 180 days	Past due > 180 days ≤ 1 year	Past due > 1 year ≤ 2 years	Past due > 2 years ≤ 5 years	Past due > 5 years ≤ 7 years	Past due > 7 years	£m	
£m	£m													
005	Cash balances at central banks and other demand deposits	42,833	42,833	-	-	-	-	-	-	-	-	-	-	
010	Loans and advances	224,256	223,828	428	3,323	1,662	496	528	597	33	4	2	3,323	
020	Central banks	-	-	-	-	-	-	-	-	-	-	-	-	
030	General governments	152	152	-	-	-	-	-	-	-	-	-	-	
040	Credit institutions	1,123	1,123	-	-	-	-	-	-	-	-	-	-	
050	Other financial corporations	13,492	13,492	-	-	-	-	-	-	-	-	-	-	
060	Non-financial corporations	19,092	18,906	186	714	360	141	153	22	33	4	2	714	
070	Of which SMEs	10,267	10,128	139	371	87	126	130	12	12	3	1	371	
080	Households	190,397	190,155	242	2,609	1,302	355	375	575	-	-	-	2,609	
090	Debt securities	5,145	5,145	-	-	-	-	-	-	-	-	-	-	
100	Central banks	-	-	-	-	-	-	-	-	-	-	-	-	
110	General governments	2,195	2,195	-	-	-	-	-	-	-	-	-	-	
120	Credit institutions	2,662	2,662	-	-	-	-	-	-	-	-	-	-	
130	Other financial corporations	282	282	-	-	-	-	-	-	-	-	-	-	
140	Non-financial corporations	6	6	-	-	-	-	-	-	-	-	-	-	
150	Off-balance-sheet exposures	37,565			107								107	
160	Central banks	-			-								-	
170	General governments	-			-								-	
180	Credit institutions	-			-								-	
190	Other financial corporations	233			-								-	
200	Non-financial corporations	8,597			56								56	
210	Households	28,735			51								51	
220	Total	309,799	271,806	428	3,430	1,662	496	528	597	33	4	2	3,430	

Performing and non-performing exposures and related provisions (CR1)

The following table provides an overview of the credit quality of non-performing exposures and related impairments, provisions and valuation adjustments by portfolio and exposure class at 30 June 2022:

	Gross carrying amount/nominal amount						Accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions						Accumulated Partial write-off	Collateral and financial guarantees received	
	Performing exposures		Non-performing exposures				Performing exposures – accumulated impairment and provisions		Non-performing exposures – accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions					On performing exposures	On non-performing exposures
	Of which stage 1	Of which stage 2	Of which stage 2	Of which stage 3	Of which stage 1	Of which stage 2	Of which stage 2	Of which stage 3							
£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	
Cash balances at central banks and other demand deposits	42,833	42,833	-	-	-	-	-	-	-	-	-	-	-	-	-
005															
010 Loans and advances	224,256	208,788	15,407	3,323	777	2,546	(611)	(127)	(483)	(286)	-	(286)	-	213,338	1,938
020 <i>Central banks</i>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
030 <i>General governments</i>	152	152	-	-	-	-	-	-	-	-	-	-	-	-	-
040 <i>Credit institutions</i>	1,123	1,123	-	-	-	-	-	-	-	-	-	-	-	475	-
050 <i>Other financial corporations</i>	13,492	13,455	-	-	-	-	-	-	-	-	-	-	-	9,572	-
060 <i>Non-financial corporations</i>	19,092	15,678	3,391	714	130	584	(290)	(66)	(223)	(115)	-	(115)	-	17,634	153
070 <i>Of which SMEs</i>	10,267	8,155	2,108	370	-	370	(255)	(32)	(223)	(52)	-	(52)	-	9,497	34
080 <i>Households</i>	190,397	178,380	12,016	2,609	647	1,962	(321)	(61)	(260)	(171)	-	(171)	-	185,657	1,785
090 Debt securities	5,145	5,050	-	-	-	-	-	-	-	-	-	-	-	-	-
100 <i>Central banks</i>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
110 <i>General governments</i>	2,195	2,195	-	-	-	-	-	-	-	-	-	-	-	-	-
120 <i>Credit institutions</i>	2,662	2,662	-	-	-	-	-	-	-	-	-	-	-	-	-
130 <i>Other financial corporations</i>	282	187	-	-	-	-	-	-	-	-	-	-	-	-	-
140 <i>Non-financial corporations</i>	6	6	-	-	-	-	-	-	-	-	-	-	-	-	-
150 Off-balance-sheet exposures	37,565	36,889	678	107	19	88	40	18	22	6	-	6	-	-	-
160 <i>Central banks</i>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
170 <i>General governments</i>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
180 <i>Credit institutions</i>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
190 <i>Other financial corporations</i>	233	233	-	-	-	-	-	-	-	-	-	-	-	-	-
200 <i>Non-financial corporations</i>	8,597	8,204	394	56	19	37	17	8	9	5	-	5	-	-	-
210 <i>Households</i>	28,735	28,452	284	51	-	51	23	10	13	1	-	1	-	-	-
220 Total	309,799	293,560	16,085	3,430	796	2,634	(571)	(109)	(461)	(280)	-	(280)	-	213,338	1,938

Collateral obtained by taking possession and execution processes (CQ7)

The following table provides an overview of foreclosed assets obtained from non-performing exposures at 30 June 2022.

		Collateral obtained by taking possession	
		Value at initial recognition	Accumulated negative changes
		£m	£m
010	Property, plant and equipment (PP&E)	-	-
020	Other than PP&E	18	-
030	<i>Residential immovable property</i>	18	-
040	<i>Commercial Immovable property</i>	-	-
050	<i>Movable property (auto, shipping, etc.)</i>	-	-
060	<i>Equity and debt instruments</i>	-	-
070	<i>Other collateral</i>	-	-
080	Total	18	-

Own Funds disclosure – balance sheet reconciliation

The scope of consolidation and method for consolidation of the Company's balance sheet is substantially the same as that used for regulatory purposes. A reconciliation of regulatory own funds to the relevant balance sheet items for the Company is included in the table below at 30 June 2022. This outlines the impact of the difference in scope of consolidation outlined above:

	Own Funds Type		
	CET1 £m	Additional Tier 1 £m	Tier 2 £m
Santander UK Balance Sheet elements			
Shareholder's equity and Non-controlling interests	13,718	1,956	-
Subordinated Liabilities	-	-	2,335
UK CRR Adjustments			
Additional value adjustments	(19)	-	-
Intangible Assets (net of related tax liability)	(1,474)	-	-
Fair value reserves related to gains or losses on cash flow hedges	676	-	-
Negative amounts resulting from the calculation of regulatory expected loss amounts	(525)	-	-
Gains or losses on liabilities valued at fair value resulting from changes in own credit standing	(26)	-	-
Deferred tax assets arising from temporary differences	(4)	-	-
Defined benefit pension fund assets	(1,446)	-	-
- Dividend accrual	(2)	-	-
- Deduction for minority interests	-	-	-
- NPE Backstop	(1)	-	-
- Capital Add-on	(47)	-	-
- IFRS 9 Transitional Adjustments	58	-	-
Amount excluded from Tier 2 due to transitional recognition cap	-	-	(659)
Total	10,908	1,956	1,676

Reconciliation of regulatory own funds to balance sheet in the audited financial statements (CC2)

The scope of consolidation and method for consolidation of the RFB Group balance sheet is substantially the same as that used for regulatory purposes. A reconciliation of regulatory own funds to the relevant balance sheet items for the RFB Group is included in the table below at 30 June 2022. This outlines the impact of the difference in scope of consolidation outlined above:

		Balance sheet as in published financial statements	Under regulatory scope of consolidation	Reference
		As at period end 30 June 2022	As at period end 30 June 2022	
Assets - Breakdown by asset class according to the balance sheet in the published financial statements				
1	Cash and balances at central banks	43,390	43,390	
2	Financial assets at fair value through profit or loss:			
3	– Trading assets			
4	– Derivative financial instruments	2,271	2,271	
5	– Other financial assets at fair value through profit or loss	155	155	
6	Financial assets at amortised cost:			
7	– Loans and advances to customers	217,012	216,854	
8	– Loans and advances to banks	793	900	
9	– Reverse repurchase agreements – non trading	8,793	8,793	
10	– Other financial assets at amortised cost	156	156	
11	Financial assets at fair value through other comprehensive income	4,913	4,913	
12	Financial investments			
13	Interests in other entities	234	3	
14	Intangible assets	1,538	1,538	
15	Property, plant and equipment	1,490	1,981	
16	Current tax assets	430	442	
17	Deferred tax assets		1	
18	Retirement benefit assets	2,011	2,011	
19	Other assets	1,082	1,159	
20	Assets held for sale	49	49	
21	Total assets	284,317	284,616	
Liabilities - Breakdown by liability class according to the balance sheet in the published financial statements				
1	Financial liabilities at fair value through profit or loss:			
2	– Trading liabilities			
3	– Derivative financial instruments	720	720	
4	– Other financial liabilities at fair value through profit or loss	827	827	
5	Financial liabilities at amortised cost:			
6	– Deposits by customers	189,729	188,763	
7	– Deposits by banks	35,182	36,082	
8	– Repurchase agreements – non trading	6,910	6,910	
9	– Debt securities in issue	29,521	29,521	
10	– Subordinated liabilities	2,335	2,335	
11	Other liabilities	2,636	2,734	
12	Provisions	363	363	
13	Current tax liabilities		4	
14	Deferred tax liabilities	392	417	
15	Retirement benefit obligations	29	29	
16	Liabilities held for sale			
17	Total liabilities	268,644	268,706	
Shareholders' Equity				
1	Equity			
2	Share capital	3,105	3,258	
3	Share premium	5,620	5,620	
4	Other equity instruments	1,956	1,956	
5	Retained earnings	5,646	5,730	
6	Other reserves	-654	-654	
7	Non-controlling interests			
	Total shareholders' equity	15,673	15,910	

Composition of regulatory own funds (CC1)

The following table provides disclosure of the Company's own funds items. The UK CRR end point position can be derived as the sum of the 30 June 2022 results and the associated end point adjustment. The Common Equity Tier 1 (CET1) Capital before regulatory adjustments below differs from other disclosures in this document as this template requires an alternative treatment of CET1 Minority Interests and foreseeable dividends:

		30 June 2022 Amounts £m	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
Common Equity Tier 1 (CET1) capital: instruments and reserves			
1	Capital Instruments and the related share premium accounts of which: Instrument type 1 of which: Instrument type 2 of which: Instrument type 3	8,725 - - -	Share Capital
2	Retained Earnings	5,644	Retained Earnings
3	Accumulated other comprehensive income (and other reserves)	(643)	Other Reserves
UK-3a	Funds for general banking risk	-	
4	Amount of qualifying items referred to in Article 484 (3) CRR and the related share premium accounts subject to phase out from CET1	-	
5	Minority interests (amount allowed in consolidated CET1)	-	
UK-5a	Independently reviewed interim profits net of any foreseeable charge or dividend	-	
6	Common Equity Tier 1 (CET1) capital before regulatory adjustments	13,726	
Common Equity Tier 1 (CET1) capital: regulatory adjustments			
7	Additional value adjustments (negative amount)	(19)	
8	Intangible assets (net of related tax liability) (negative amount)	(1,474)	Intangible Assets
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability where the conditions in Article 38 (3) are met) (negative amount)	(4)	Deferred Tax Assets
11	Fair value reserves related to gains or losses on cash flow hedges of financial instruments that are not valued at fair value	676	Other Reserves
12	Negative amounts resulting from the calculation of expected loss amounts	(525)	
13	Any increase in equity that results from securitised assets (negative amount)	-	
14	Gains of losses on liabilities valued at fair value resulting from changes in own credit standing	(26)	
15	Defined-benefit pension fund assets (negative amount)	(1,446)	Retirement Benefit Assets
16	Direct and indirect holdings by an institution of own CET1 instruments (negative amount)	-	
17	Direct, indirect and synthetic holdings of the CET 1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)	-	
18	Direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	-	
19	Direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	-	
UK-20a	Exposure amount of the following items which qualify for a RW of 1250%, where the institution opts for the deduction alternative	-	
UK-20b	of which: qualifying holdings outside the financial sector (negative amount)	-	
UK-20c	of which: securitisation positions (negative amount)	-	
UK-20d	of which: free deliveries (negative amount)	-	
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability where the conditions in Article 38 (3) are met) (negative amount)	-	
22	Amount exceeding the 17.65% threshold (negative amount)	-	
23	of which: direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities	-	
25	of which: deferred tax assets arising from temporary differences	-	
UK-25a	Losses for the current financial year (negative amount)	-	
UK-25b	Foreseeable tax charges relating to CET1 items except where the institution suitably adjusts the amount of CET1 items insofar as such tax charges reduce the amount up to which those items may be used to cover risks or losses (negative amount)	-	
27	Qualifying AT1 deductions that exceed the AT1 capital of the institution (negative amount)	-	
27a	Other regulatory adjustments to CET1 capital (including IFRS 9 transitional adjustments when relevant)	11	
28	Total regulatory adjustments to Common Equity Tier 1 (CET1)	(2,818)	
29	Common Equity Tier 1 (CET1) capital	10,908	
Additional Tier 1 (AT1) capital: instruments			
30	Capital instruments and the related share premium accounts	1,956	Other Equity Instruments
31	of which: classified as equity under applicable accounting standards	1,956	Other Equity Instruments
32	of which: classified as liabilities under applicable accounting standards	-	
33	Amount of qualifying items referred to in Article 484 (4) and the related share premium accounts subject to phase out from AT1	-	
UK-33a	Amount of qualifying items referred to in Article 494a(1) CRR subject to phase out from AT1	-	
UK-33b	Amount of qualifying items referred to in Article 494b(1) CRR subject to phase out from AT1	-	
34	Qualifying Tier 1 capital included in consolidated AT1 capital (including minority interests not included in row 5) issued by subsidiaries and held by third parties	-	
35	of which: instruments issued by subsidiaries subject to phase out	-	
36	Additional Tier 1 (AT1) capital before regulatory adjustments	1,956	
Additional Tier 1 (AT1) capital: regulatory adjustments			
37	Direct and indirect and synthetic holdings by an institution of own AT1 instruments (negative amount)	-	

		30 June 2022 Amounts £m	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
38	Direct, indirect and synthetic holdings of AT1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)	-	
39	Direct, indirect and synthetic holdings of the AT1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	-	
40	Direct, indirect and synthetic holdings by the institution of the AT1 instruments of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount)	-	
42	Qualifying T2 deductions that exceed the T2 capital of the institution (negative amount)	-	
42a	Other regulatory adjustments to AT1 capital	-	
43	Total regulatory adjustments to Additional Tier 1 (AT1) capital	-	
44	Additional Tier 1 (AT1) capital	1,956	
45	Tier 1 capital (T1 = CET1 + AT1)	12,865	
Tier 2 (T2) capital: instruments and provisions			
46	Capital instruments and the related share premium accounts	718	Subordinated Liabilities
47	Amount of qualifying items referred to in Article 484 (5) and the related share premium accounts subject to phase out from T2	-	
UK-47a	Amount of qualifying items referred to in Article 494a (2) CRR subject to phase out from T2	-	
UK-47b	Amount of qualifying items referred to in Article 494b (2) CRR subject to phase out from T2	-	
48	Qualifying own funds instruments included in consolidated T2 capital (including minority interests and AT1 instruments not included in row 5 or 34) issued by subsidiaries and held by third parties	958	Subordinated Liabilities
49	of which: instruments issued by subsidiaries subject to phase out	-	
50	Credit risk adjustments	-	
51	Tier 2 (T2) capital before regulatory adjustments	1,676	
Tier 2 (T2) capital: regulatory adjustments			
52	Direct, indirect and synthetic holdings by an institution of own T2 instruments and subordinated loans (negative amount)	-	
53	Direct, indirect and synthetic holdings of the T2 instruments and subordinated loans of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)	-	
54	Direct, indirect and synthetic holdings of the T2 instruments and subordinated loans of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	-	
55	Direct, indirect and synthetic holdings by the institution of the T2 instruments and subordinated loans of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount)	-	
UK-56a	Qualifying eligible liabilities deductions that exceed the eligible liabilities items of the institution (negative amount)	-	
UK-56b	Other regulatory adjustments to T2 capital	-	
57	Total regulatory adjustments to Tier 2 (T2) capital	-	
58	Tier 2 (T2) capital	1,676	
59	Total Capital (TC = T1 + T2)	14,541	
60	Total Risk exposure amount	69,212	
Capital ratios and buffers			
61	Common Equity Tier 1 (as a percentage of total risk exposure amount)	15.8%	
62	Tier 1 (as a percentage of total risk exposure amount)	18.6%	
63	Total capital (as a percentage of total risk exposure amount)	21.0%	
64	Institution CET1 overall capital requirement (CET1 requirement in accordance with Article 92 (1) CRR, plus additional CET1 requirement which the institution is required to hold in accordance with point (a) of Article 104(1) CRD, plus combined buffer requirement in accordance with Article 128(6) CRD) expressed as a percentage of risk exposure amount	3.50%	
65	of which: capital conservation buffer requirement	2.50%	
66	of which: countercyclical buffer requirement	-	
67	of which: systemic risk buffer requirement	-	
UK-67a	of which: Global Systemically Important Institution (G-SII) or Other Systemically Important Institution (O-SII) buffer	1.00%	
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk exposure amount)	15.8%	
Amounts below the thresholds for deduction (before risk weighting)			
72	Direct and indirect holdings of own funds and eligible liabilities of financial sector entities where the institution does not have a significant investment in those entities (amount below 10% threshold and net of eligible short positions)	-	
73	Direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount below 17.65% thresholds and net of eligible short positions)	-	
75	Deferred tax assets arising from temporary differences (amount below 17.65% threshold, net of related tax liability where the conditions in Article 38 (3) CRR are met)	-	
76	Credit risk adjustments included in T2 in respect of exposures subject to standardised approach (prior to the application of the cap)	-	
77	Cap on inclusion if credit risk adjustment in T2 under standardised approach	220	
78	Credit risk adjustments included in T2 in respect of exposures subject to internal ratings-based approach (prior to the application of the cap)	-	
79	Cap for inclusion of credit risk adjustment in T2 under internal ratings-based approach	264	
80	Current cap on CET1 instruments subject to phase out arrangements	-	
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)	-	
82	Current cap on AT1 instruments subject to phase out arrangements	-	
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)	-	
84	Current cap on T2 instruments subject to phase out arrangements	-	
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)	-	

Glossary

Advanced Internal Ratings Based Approach (AIRB)	A method of calculation using internal estimates for all risk components.
Basel III	In December 2010, the Basel Committee on Banking Supervision issued the Basel III rules text, which presents the details of strengthened global regulatory standards on bank capital adequacy and liquidity. The standards were implemented in the EU in January 2014.
Capital Conservation Buffer	A capital buffer required under Basel III to ensure banks build up capital buffers outside of periods of stress.
Common Equity Tier 1 (CET1) capital	The called-up share capital and eligible reserves less deductions calculated in accordance with the UK CRR implementation rules as per the PRA Policy Statement PS7/13. CET1 capital ratio is CET1 capital as a percentage of risk-weighted assets.
Common Equity Tier 1 ratio	CET1 capital as a percentage of risk weighted assets.
Countercyclical capital buffer (CCyB)	A capital buffer required under Basel III to ensure that capital requirements take account of the macro-financial environment in which banks operate.
Counterparty credit risk	A subset of credit risk and is the risk that a counterparty defaults.
UK CRR	An EU legislative package covering prudential rules for banks, building societies and investment firms.
Credit Conversion Factor (CCF)	An estimate of the amount Santander expects a customer to have drawn further on a facility limit at the point of default.
Credit Risk	The risk that a counterparty will default and will be unable to fulfil the obligations of their contract.
Credit Valuation Adjustment (CVA)	Adjustments to the fair values of derivative assets to reflect the creditworthiness of the counterparty.
EU Banking Group	Banco Santander group, a leading and commercial bank headquartered in Spain.
Expected Loss (EL)	The Santander UK Group Holdings plc group measure of anticipated loss for exposures captured under an internal ratings-based credit risk approach for capital adequacy calculations. It is measured as the Santander UK Group Holdings plc group-modelled view of anticipated loss based on Probability of Default, Loss Given Default and Exposure at Default, with a one-year time horizon.
Exposure	The maximum loss that a financial institution might suffer if a borrower, counterparty or group fails to meet their obligations or assets and off-balance sheet positions have to be realised.
Exposure at Default (EAD)	The estimation of the extent to which the Santander UK Group Holdings plc group may be exposed to a customer or counterparty in the event of, and at the time of, that counterparty's default. At default, the customer may not have drawn the loan fully or may already have repaid some of the principal, so that exposure is typically less than the approved loan limit.
Fair Value	The value of an asset or liability when the transaction is on an arm's length basis.
Financial Policy Committee	An independent committee at the Bank of England with the objective of overseeing and taking action to remove or reduce systemic risks to protect and enhance the resilience of the UK financial system.
Foundation Internal Ratings Based Approach (FIRB)	A method of calculation for credit risk capital requirements using internal estimate of PD with supervisory estimates for LGD and supervisory calculations for EAD.
Global Systemically Important Bank (G-SIB)	G-SIBs are subject to higher capital buffer requirements, total loss-absorbing capacity requirements, resolvability requirements and higher supervisory expectations and have been phased in from 1 January 2016.
Institution	An investment firm or credit institution.
Internal Models Approach (IMA)	Approved by the PRA this model is used to calculate market risk capital and RWA.
Internal Ratings-Based Approach (IRB)	The Santander UK Group Holdings plc group's method, under the UK CRR framework, for calculating credit risk capital requirements using the Santander UK Group Holdings plc group's internal Probability of Default models but with supervisory estimates of Loss Given Default and conversion factors for the calculation of Exposure at Default.
Leverage Ratio	UK CRR end-point Tier 1 capital divided by exposures as defined by the European Commission Delegated Regulation 2015/62 of October 2014. In July 2016, the definition was amended to exclude from the calculation for total exposure those assets held against central banks that are matched by deposits in the same currency and of equal or longer maturity.
Loss Given Default (LGD)	The fraction of Exposure at Default that will not be recovered following default. LGD comprises the actual loss (the part that is not recovered), together with the economic costs associated with the recovery process.
Mark-to-Market Approach	An approach available to banks to calculate the exposure value associated with derivative transactions.
Market Risk	The risk of loss of earnings or economic value due to adverse changes in the financial market.
Maturity or Residual Maturity (for RWAs)	Remaining time until a transaction expires.
Minimum Capital Requirement	Minimum capital required for credit, market and operational risk.
Multilateral Development Banks	An institution created by a group of countries to provide financing for the purpose of development.
Operational Risk	The risk of loss due to the failure of people, process or technology.
Pillar 1	The first pillar of the Basel III approach which provides the approach to the calculation of the minimum capital requirements. This is 8% of the banks risk-weighted assets.
Pillar 3	The part of the UK CRR Accord which sets out the disclosure requirements for firms to publish details of their risks, capital and risk management. The aims are greater transparency and strengthening market discipline.
Probability of Default (PD)	The degree of likelihood that the counterparty fails to meet their financial obligation, within a period of one year.
Prudential Regulation Authority (PRA)	The UK financial services regulator formed as one of the successors to the FSA. The PRA is part of the Bank of England and is responsible for the prudential regulation and supervision of banks, building societies, credit unions, insurers and major investment firms. It sets standards and supervises financial institutions at the level of the individual firm.
Prudential Valuation Adjustment (PVA)	These are adjustments to the tier 1 capital where the prudent value of the position in the trading book is seen by the bank as being below the fair value recognised in the financial statements.
Regulatory Capital	The amount of capital that the Santander UK Group Holdings plc group holds, determined in accordance with rules established by the UK PRA for the consolidated Santander UK Group Holdings plc group and by local regulators for individual Santander UK Group Holdings plc group companies.
Repurchase Agreement (repo)/Reverse Repurchase Agreement (reverse repo)	In a sale and repurchase agreement one party, the seller, sells a financial asset to another party, the buyer, under commitments to reacquire the asset at a later date. The buyer at the same time agrees to resell the asset at the same later date. From the seller's perspective such agreements are securities sold under repurchase agreements (repos) and from the buyer's securities purchased under commitments to resell (reverse repos).
Retail Internal Ratings Based Approach (Retail IRB)	The Santander UK Group Holdings plc group's internal method of calculating credit risk capital requirements for its key retail portfolios. The FSA approved the Santander UK Group Holdings plc group's application of the Retail IRB approach to the Santander UK Group Holdings plc group's credit portfolios with effect from 1 January 2008.
Risk-Weighted Assets (RWAs)	A measure of a bank's assets adjusted for their associated risks. Risk weightings are established in accordance with the Basel Capital Accord as implemented by the PRA.
RWA Density	The risk-weighted asset divided by exposure at default.
Securities Financing Transactions (SFT)	Transactions involving repurchase agreements and reverse repurchase agreements, stock borrow lending and other securities.
Securitisation Positions	The position assumed by the bank following the purchase of certain structured securities.

Specialised Lending	An exposure to an entity which was created specifically to finance and/or operate physical assets, where the contractual arrangements given the lender a substantial degree of control over the assets and the income that they generate and the primary source of repayment of the obligation is the income generated by the assets being financed.
Standardised Approach	In relation to credit risk, a method for calculating credit risk capital requirements under UK CRR, using External Credit Assessment Institutions ratings and supervisory risk weights. The Standardised approach is less risk-sensitive than IRB (see 'IRB' above). In relation to operational risk, a method of calculating the operational capital requirement under UK CRR, by the application of a supervisory defined percentage charge to the gross income of eight specified business lines.
Tier 1 Capital	A measure of a bank's financial strength defined by the PRA. It captures Core Tier 1 capital plus other Tier 1 securities in issue but is subject to a deduction in respect of material holdings in financial companies.
Tier 1 Capital ratio	The ratio expresses Tier 1 capital as a percentage of risk weighted assets.
Tier 2 Capital	Defined by the PRA. Broadly, it includes qualifying subordinated debt and other Tier 2 securities in issue, eligible collective impairment allowances, unrealised available for sale equity gains and revaluation reserves. It is subject to deductions relating to the excess of expected loss over regulatory impairment allowance, securitisation positions and material holdings in financial companies.
Trading Book	Positions in financial instruments held either with trading intent or in order to hedge other elements of the trading book, which must be free of restrictive covenants on their tradability or ability to be hedged.
Value at Risk (VaR)	An estimate of the potential loss which might arise from market movements under normal market conditions, if the current positions were to be held unchanged for one business day, measured to a confidence level.