TSB Bank plc
Large Subsidiary Disclosure
Q3 2026

1. Introduction

This document presents the TSB Bank Plc (TSB) Pillar III Large Subsidiary Disclosures as part of Grupo Santander as at 30 September 2026. TSB operates in the United Kingdom (UK) and is authorised and regulated by the Prudential Regulation Authority (PRA). The disclosures have been prepared in accordance with the Disclosure (CRR) part of the PRA Rulebook.

Where specific rows and columns in the tables prescribed by the PRA are not applicable or are immaterial to TSB's activities, TSB may omit them and follow the same approach for comparative disclosures.

2. Risk Weighted Assets

2.1 Risk weighted assets and Pillar 1 capital requirements

The risk weighted assets and Pillar 1 capital requirements of TSB as at 30 September 2026 are presented in the following table:

Table 1: Overview of risk-weighted assets (OV1)

	RWAs 30 September 2026 £000	RWAs 30 June 2026 £000	**Total own funds requirements[1] 30 September 2026 £000**
Credit risk (excluding CCR)	**9,853,148**	9,936,561	**788,252**
Of which the standardised approach[2]	471,184	496,705	37,695
Of which the advanced IRB (AIRB) approach	9,381,964	9,439,856	750,557
of which Non-credit obligations[3]	375,220	413,703	30,018
Counterparty credit risk (CCR)	**34,885**	34,475	**2,791**
Of which the standardised approach	5,244	4,665	419
Of which exposures to a CCP	1,372	1,434	110
Of which credit valuation adjustment - CVA	10,152	9,645	812
Of which other CCR	18,117	18,731	1,450
Operational risk	**1,716,199**	1,716,199	**137,296**
Of which Standardised Approach	1,716,199	1,716,199	137,296
Amounts below the thresholds for deduction (subject to 250% risk weight)[2]	**74,731**	77,600	**5,978**
Total	**11,678,963**	11,764,835	**934,317**

(1) Under Pillar 1, firms are required to maintain minimum regulatory capital levels at 8% of RWAs.
(2) Amounts below the thresholds for deduction subject to 250% risk weight has been presented as a separate row included in the overall total rather than an 'of which' of the standardised approach.
(3) Non-credit obligation assets (IRB approach) predominantly relate to other balance sheet assets that have no associated credit risk.

2.2 Risk weighted assets movements by key driver

Analysis of movements in IRB credit risk weighted exposure amounts (RWEAs) from 30 June 2026 to 30 September 2026 and from 31 March 2026 to 30 June 2026 is presented in table 2. The table excludes non-credit obligations reported under IRB approach.

Table 2: RWEA flow statements of credit risk exposures under the IRB approach (CR8)

	Risk weighted exposure amount	
	3 months to 30 September 2026 £000s	3 months to 30 June 2026 £000s
Risk weighted exposure amount as at the end of the previous reporting period	**9,026,153**	**9,071,360**
Asset size (+/-)	(12,528)	(55,644)
Asset quality (+/-)	(6,881)	(4,750)
Methodology and policy (+/-)	-	15,187
Risk weighted exposure amount as at the end of the reporting period	**9,006,744**	**9,026,153**

3. Liquidity

The Liquidity Coverage Ratio (LCR) is a key regulatory tool used to monitor the short-term liquidity adequacy of the bank.

The table below reflects the trailing 12 month-end average LCR balances at the applicable quarter end dates.

Table 3: Quantitative information of LCR (LIQ1)

Consolidated	Total unweighted value (average)				Total weighted value (average)			
£000's	30 September 2026	30 June 2026	31 March 2026	31 December 2025	30 September 2026	30 June 2026	31 March 2026	31 December 2025
Number of data points used in the calculation of averages	12	12	12	12	12	12	12	12
HIGH-QUALITY LIQUID ASSETS								
Total high-quality liquid assets (HQLA)					**6,526,978**	**6,551,659**	**6,549,116**	**6,476,199**
CASH - OUTFLOWS								
Retail deposits and deposits from small business customers, of which:	35,106,208	**35,130,208**	**35,166,207**	**35,155,161**	**2,204,847**	**2,245,134**	**2,283,894**	**2,317,967**
Stable deposits	27,102,499	26,648,134	26,175,130	25,674,260	1,355,125	1,332,407	1,308,757	1,283,713
Less stable deposits	5,682,228	6,105,559	6,524,966	6,928,769	849,722	912,728	975,137	1,034,254
Unsecured wholesale funding	**292,852**	**294,419**	**258,167**	**233,225**	**184,794**	**186,070**	**149,931**	**125,334**
Non-operational deposits (all Counterparties)	189,887	191,115	192,322	193,405	81,830	82,765	84,087	85,514
Unsecured debt	102,965	103,305	65,845	39,820	102,964	103,305	65,844	39,820
Secured wholesale funding						-		-
Additional requirements	**3,527,634**	**3,553,815**	**3,562,443**	**3,621,634**	**349,921**	**378,111**	**405,321**	**438,640**
Outflows related to derivative exposures and other collateral requirements	182,673	210,969	239,156	271,115	182,673	210,969	239,156	271,114
Credit and liquidity facilities	3,344,961	3,342,846	3,323,287	3,350,519	167,248	167,142	166,165	167,526
Other contractual funding obligations	**245,586**	**237,047**	**228,562**	**219,531**	**181,010**	**172,159**	**163,621**	**153,947**
Other contingent funding obligations	**1,737,651**	**1,779,192**	**1,799,998**	**1,852,479**	**747,380**	**755,086**	**734,963**	**729,771**
TOTAL CASH OUTFLOWS					**3,667,952**	**3,736,560**	**3,737,730**	**3,765,659**
CASH - INFLOWS								
Secured lending (e.g. reverse repos)	5,166	5,166	5,166	5,166	-	-	-	-
Inflows from fully performing exposures	338,848	348,743	341,069	344,072	250,249	257,545	247,974	248,659
Other cash inflows	8,349	7,109	6,694	5,792	3,998	2,883	2,641	1,851
TOTAL CASH INFLOWS	**352,363**	**361,018**	**352,929**	**355,030**	**254,247**	**260,428**	**250,615**	**250,510**
Inflows subject to 75% cap	352,363	361,018	352,929	355,030	254,247	260,428	250,615	250,510
TOTAL ADJUSTED VALUE								
LIQUIDITY BUFFER					**6,526,978**	**6,551,659**	**6,549,116**	**6,476,199**
TOTAL NET CASH OUTFLOWS					**3,413,705**	**3,476,132**	**3,487,115**	**3,515,149**
LIQUIDITY COVERAGE RATIO[1]					**192%**	**189%**	**188%**	**185%**

(1) The ratios reported in the above table are simple averages of month-end LCR ratios over the trailing 12 months to the reporting quarter date. Therefore, these ratios may not be equal to the implied LCR % calculated when using the average component amounts reported under 'LIQUIDITY BUFFER' and 'TOTAL NET CASH OUTFLOWS' in the above table.

4. Contacts

For further information please contact:

Media, Investors & Analysts

Kate Osiadacz
Head of Communications
Email: kate.osiadacz@tsb.co.uk

Matthew Hepburn
Senior Manager, Communications
Email. matthew.hepburn@tsb.co.uk

Phone: 020 7003 9369