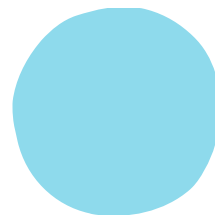


TSB Banking Group PLC
Large Subsidiary Disclosure
Q3 2024



1. Introduction

This document presents the Pillar III Large Subsidiary Disclosures as at 30 September 2024 relating to TSB Banking Group plc (TSB), a subsidiary undertaking of Banco de Sabadell Group. 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.

Comparative figures are reported to give insight into movements during the period. 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 2024 are presented in the following table:

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

	RWAs 30 September 2024 £000	RWAs 30 June 2024 £000	Total own funds requirements ⁽¹⁾ 30 September 2024 £000
Credit risk (excluding CCR)	9,557,333	9,521,875	764,587
Of which the standardised approach ⁽²⁾	1,051,054	1,024,087	84,085
Of which the advanced IRB (AIRB) approach	8,506,279	8,497,788	680,502
Counterparty credit risk (CCR)	35,679	37,154	2,854
Of which the standardised approach	5,557	5,072	444
Of which exposures to a CCP	1,661	1,670	133
Of which credit valuation adjustment - CVA	11,565	11,049	925
Of which other CCR	16,896	19,363	1,352
Operational risk	1,633,140	1,633,140	130,651
Of which Standardised Approach	1,633,140	1,633,140	130,651
Amounts below the thresholds for deduction (subject to 250% risk weight)⁽²⁾	99,026	99,377	7,922
Total	11,325,178	11,291,546	906,014

(1) Under Pillar 1, firms are required to maintain minimum regulatory capital levels at 8% of RWAs.

(2) 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.

2.2 Risk weighted assets movements by key driver

Analysis of movements in IRB credit risk weighted exposure amounts (RWEAs) from 30 June 2024 to 30 September 2024 and from 31 March 2024 to 30 June 2024 is presented in table 2.

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

	Risk weighted exposure amount	
	3 months to 30 September 2024 £000s	3 months to 30 June 2024 £000s
Risk weighted exposure amount as at the end of the previous reporting period	8,497,788	8,472,486
Asset size (+/-)	17,028	127,714
Asset quality (+/-)	(8,537)	(44,792)
Model updates (+/-)	-	-
Methodology and policy (+/-)	-	(57,620)
Risk weighted exposure amount as at the end of the reporting period	8,506,279	8,497,788

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)			
	30 September 2024	30 June 2024	31 March 2024	31 December 2023	30 September 2024	30 June 2024	31 March 2024	31 December 2023
£000's								
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)					7,056,432	7,051,311	7,235,974	7,371,627
CASH - OUTFLOWS								
Retail deposits and deposits from small business customers, of which:								
Stable deposits	34,873,957	34,836,753	34,967,049	35,208,229	2,260,867	2,259,673	2,276,212	2,305,933
Less stable deposits	25,372,451	25,507,365	25,777,719	26,138,004	1,268,623	1,275,368	1,288,886	1,306,900
Unsecured wholesale funding	6,726,087	6,694,246	6,733,745	6,821,983	992,244	984,305	987,326	999,033
Non-operational deposits (all Counterparties)	248,227	251,760	263,582	239,470	145,939	146,658	151,369	115,772
Unsecured debt	189,460	194,958	207,698	227,766	87,172	89,856	95,485	104,068
Secured wholesale funding	58,767	56,802	55,884	11,704	58,767	56,802	55,884	11,704
Additional requirements					-	-	31,250	31,250
Outflows related to derivative exposures and other collateral requirements	4,551,059	4,571,768	4,585,922	4,592,195	893,645	908,837	916,053	917,114
Credit and liquidity facilities	701,150	716,051	722,902	723,689	701,150	716,051	722,902	723,689
Other contractual funding obligations	3,849,909	3,855,717	3,863,020	3,868,506	192,495	192,786	193,151	193,425
Other contingent funding obligations	233,826	230,085	205,066	169,169	163,078	160,539	136,868	102,393
TOTAL CASH OUTFLOWS	1,811,497	1,819,796	1,775,193	1,651,486	4,136,823	4,152,339	4,192,312	4,134,068
CASH - INFLOWS								
Secured lending (e.g. reverse repos)	-	-	31,250	31,250	-	-	-	-
Inflows from fully performing exposures	329,948	324,899	321,842	326,930	222,072	214,814	209,714	212,574
Other cash inflows	10,662	10,868	10,151	13,136	6,754	7,000	5,559	6,304
TOTAL CASH INFLOWS	340,610	335,767	363,243	371,316	228,826	221,814	215,273	218,878
Inflows subject to 75% cap	340,610	335,767	363,243	371,316	228,826	221,814	215,273	218,878
TOTAL ADJUSTED VALUE								
LIQUIDITY BUFFER					7,056,432	7,051,311	7,235,974	7,371,627
TOTAL NET CASH OUTFLOWS					3,907,998	3,930,525	3,977,039	3,915,190
LIQUIDITY COVERAGE RATIO⁽¹⁾					181%	180%	182%	188%

(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

George Gordon
Communications and Corporate Affairs Director
Phone: +44 (0)207 003 9369
Mobile: +44 (0)7825 680197
Email: george.gordon@tsb.co.uk

Supreet Thomas
Head of Communications
Mobile: +44 (0) 07519 502123
Email: supreet.thomas@tsb.co.uk

Investors and analysts

investorrelations@bancsabadell.com