

**LANARK MASTER TRUST - INVESTOR'S REPORT**  
Note Information

Report Date: 22-Jun-2012  
Report Frequency: Monthly

**SERIES 2007-01**

ORIGINAL INFORMATION - 6 AUGUST 2007

Tranche	Rating (S&P/Moody's/Fitch)	ISIN No.	Legal Maturity	Principal Information							Interest Information					
				Original Balance	Denomination	Notes Issued	FX Rate	GBP Eqv	WAL**	Bond Type	Scheduled Maturity Date	Reference Rate	Margin	Step Up / Call Option Date	Step Up Margin	Interest Calculation
1A1	AAA/Aaa/AAA	XS0312953192	Jul-32	\$835,000,000	\$100,000	8,350	2.05850	£405,635,171	0.88	Scheduled Amort	Feb-2009	3M US Libor	0.05%	Aug-2012	0.10%	Act/360
1A2	AAA/Aaa/AAA	XS0312953358	Jul-32	€120,000,000	€100,000	1,200	1.49031	£80,520,000	0.88	Scheduled Amort	Feb-2009	3M Euribor	0.05%	Aug-2012	0.10%	Act/360
1A3	AAA/Aaa/AAA	XS0312953515	Jul-32	£70,000,000	£100,000	700	1.00000	£70,000,000	0.88	Scheduled Amort	Feb-2009	3M Libor	0.05%	Aug-2012	0.10%	Act/365
2A1	AAA/Aaa/AAA	XS0312953788	Dec-54	\$1,000,000,000	\$100,000	10,000	2.05850	£485,790,624	2.36	Scheduled Amort	Aug-2010	3M US Libor	0.10%	Aug-2012	0.20%	Act/360
3A1	AAA/Aaa/AAA	XS0312953861	Dec-54	\$950,000,000	\$100,000	9,500	2.05850	£461,501,093	4.62	Scheduled Amort	Aug-2012	3M US Libor	0.14%	Aug-2012	0.28%	Act/360
3A2	AAA/Aaa/AAA	XS0312954083	Dec-54	€850,000,000	€100,000	8,500	1.49031	£570,350,000	4.62	Scheduled Amort	Aug-2012	3M Euribor	0.14%	Aug-2012	0.28%	Act/360
4A1	AAA/Aaa/AAA	XS0312954166	Dec-54	£650,000,000	£100,000	6,500	1.00000	£650,000,000	5.71	Scheduled Amort	May-2013	3M Libor	0.15%	May-2013	0.30%	Act/365
1B1	AA/Aa3/AA	XS0312954240	Dec-54	\$46,600,000	\$100,000	466	2.05850	£22,637,843	1.55	Scheduled Amort	Feb-2009	3M US Libor	0.17%	Feb-2010	0.34%	Act/360
1B1*	AA/Aa3/AA	XS0312954240	Dec-54	\$150,000	\$150,000	1	2.05850	£72,869	1.55	Scheduled Amort	Feb-2009	3M US Libor	0.17%	Feb-2010	0.34%	Act/360
4B1	AA/Aa3/AA	XS0312954323	Dec-54	€136,000,000	€100,000	1,360	1.49031	£91,256,000	2.55	Scheduled Amort	Feb-2010	3M Euribor	0.22%	Feb-2010	0.44%	Act/360
1C1	A/A2/A	XS0312954752	Dec-54	\$21,500,000	\$100,000	215	2.05850	£10,444,498	1.55	Scheduled Amort	Feb-2009	3M US Libor	0.30%	Feb-2010	0.60%	Act/360
4C1	A/A2/A	XS0312954919	Dec-54	€26,500,000	€100,000	265	1.49031	£17,781,500	2.55	Scheduled Amort	Feb-2010	3M Euribor	0.42%	Feb-2010	0.84%	Act/360
4C2	A/A2/A	XS0312955056	Dec-54	£24,000,000	£100,000	240	1.00000	£24,000,000	2.55	Scheduled Amort	Feb-2010	3M Libor	0.42%	Feb-2010	0.84%	Act/365
4D2	BBB/Baa2/BBB	XS0312955213	Dec-54	€45,000,000	€100,000	450	1.49031	£30,195,000	2.55	Scheduled Amort	Feb-2010	3M Euribor	0.75%	Feb-2010	1.50%	Act/360
4D3	BBB/Baa2/BBB	XS0312955304	Dec-54	£69,000,000	£100,000	690	1.00000	£69,000,000	2.55	Scheduled Amort	Feb-2010	3M Libor	0.75%	Feb-2010	1.50%	Act/365

\*Class 1B1 - 1 note valued at \$150,000; 466 notes at \$100,000  
\*\*Based on 15% CPR

Interest Accrual Start: 22/05/2012  
Interest Accrual End: 22/08/2012  
Interest Payment date: 22/08/2012  
Days in Period: 92  
Record Date: 07/08/2012

**SERIES 2007-1**

PERIOD CASH FLOWS

Tranche	Principal Information							Interest Information				
	Principal Issued	Scheduled Principal for period	Paid in Period	Paid to Date	Principal Cf	Pool Factor	GBP Eqv Principal D/s	Reference Rate	Coupon Rate	Interest Per Note	Due in Period	Interest Paid in Period
1A1	\$835,000,000	\$0	\$0	\$835,000,000	\$0	0.00000	£0	0.00000%	0.00000%	\$0.00	\$0	\$0
1A2	€120,000,000	€0	€0	€120,000,000	€0	0.00000	£0	0.00000%	0.00000%	€0.00	€0	€0
1A3	£70,000,000	£0	£0	£70,000,000	£0	0.00000	£0	0.00000%	0.00000%	£0.00	£0	£0
2A1	\$1,000,000,000	\$0	\$0	\$1,000,000,000	\$0	0.00000	£0	0.00000%	0.00000%	\$0.00	\$0	\$0
3A1	\$950,000,000	\$42,133,179	\$0	\$374,130,319	\$575,869,681	0.60618	£279,752,092	0.46685%	0.60685%	\$94.01	\$893,095	\$0
3A2	€850,000,000	€37,698,108	€0	€334,748,180	€515,251,820	0.60618	£345,733,971	0.68400%	0.82400%	€127.65	€1,085,025	€0
4A1	£650,000,000	£0	£0	£0	£650,000,000	1.00000	£650,000,000	1.00313%	1.15313%	£289.86	£1,884,090	£0
1B1	\$46,600,000	\$0	\$0	\$46,600,000	\$0	0.00000	£0	0.00000%	0.00000%	\$0.00	\$0	\$0
1B1*	\$150,000	\$0	\$0	\$150,000	\$0	0.00000	£0	0.00000%	0.00000%	\$0.00	\$0	\$0
4B1	€136,000,000	€0	€0	€136,000,000	€0	0.00000	£0	0.00000%	0.00000%	€0.00	€0	€0
1C1	\$21,500,000	\$0	\$0	\$21,500,000	\$0	0.00000	£0	0.00000%	0.00000%	\$0.00	\$0	\$0
4C1	€26,500,000	€0	€0	€26,500,000	€0	0.00000	£0	0.00000%	0.00000%	€0.00	€0	€0
4C2	£24,000,000	£0	£0	£24,000,000	£0	0.00000	£0	0.00000%	0.00000%	£0.00	£0	£0
4D2	€45,000,000	€0	€0	€45,000,000	€0	0.00000	£0	0.00000%	0.00000%	€0.00	€0	€0
4D3	£69,000,000	£0	£0	£69,000,000	£0	0.00000	£0	0.00000%	0.00000%	£0.00	£0	£0

Note: Classes 4B1, 4C1, 4C2, 4 D2 & 4D3 were redeemed on 22 Feb 2010 on their expected maturity dates (step & call date)

**Swap Payments Summary**

Tranche	Counterparty	Base Ccy Notional (B/Fwd)	Receive Reference	Interest Received in period	Principal Received in period	GBP Notional (£) (post redemption)	GBP Principal Paid (£)	GBP Interest Paid (£)	Pay Reference	Collateral posted
3A1*	NAB Limited	\$575,869,681	3M USD LIBOR	\$0	\$0	£279,752,092	£0	£269,490	3M GBP LIBOR	£0
3A2*	NAB Limited	€515,251,820	3M EURIBOR	€0	€0	£345,733,971	£0	£329,235	3M GBP LIBOR	£0

\*Swap pays GBP monthly to counterparty, receives base currency quarterly on the interest payment date.

**LANARK MASTER TRUST - INVESTOR'S REPORT**  
**Note Information (cont...)**

**SERIES 2010-1**

ORIGINAL INFORMATION - 22 FEBRUARY 2010

Tranche	Rating (S&P/Moody's/Fitch)	ISIN No.	Legal Maturity	Principal Information							Interest Information					
				Original Balance	Denomination	Notes Issued	FX Rate	GBP Eqv	WAL	Bond Type*	Scheduled Maturity Date	Reference Rate	Margin	Step Up / Call Option Date	Step Up Margin	Interest Calculation
Z	Unrated	N/A	Dec-54	£159,800,000	£100,000	1,598	1.00000	£159,800,000	N/A	P/T	N/A	3M Libor	0.90%	N/A	N/A	Act/365

\*Pass through note

Interest Accrual Start:	22/05/2012
Interest Accrual End:	22/08/2012
Interest Payment date:	22/08/2012
Days in Period:	92
Record Date:	07/08/2012

**SERIES 2010-1**

PERIOD CASH FLOWS

Tranche	Principal Issued	Principal Information					Pool Factor	GBP Eqv Principal O/s	Interest Information				Interest Paid in Period
		Scheduled Principal for period	Paid in Period	Paid to Date	Principal C/f	Reference Rate			Coupon Rate	Interest Per Note	Due in Period		
Z	£159,800,000	£0	£0	£159,800,000	£0	-	£0	0.00000%	0.00000%	£0.00	£0	£0	

\*Series 2010-1 Z note redeemed on 29 February 2012, replaced by the Series 2012-1 Z note issued 29 February 2012, providing the required credit enhancement for the senior triple-A rated notes.

**SERIES 2012-1**

ORIGINAL INFORMATION - 29 FEBRUARY 2012

Tranche	Rating (S&P/Moody's/Fitch)	ISIN No.(REG S/144A)	Legal Maturity	Principal Information							Interest Information					
				Original Balance	Denomination	Notes Issued	FX Rate	GBP Eqv	WAL	Bond Type	Scheduled Maturity Date	Reference Rate	Margin	Step Up / Call Option Date	Step Up Margin	Interest Calculation
1A1	AAA/Aaa/AAA	XS0717741630 XS0717835457	Dec-54	€615,000,000	€100,000	6,150	1.20048	£512,295,000	2.87	Scheduled Amort	May-2015	3M Euribor	1.95%	May-2015	3.90%	Act/360
Z	Unrated	N/A	Dec-54	£256,500,000	£100,000	2,565	1.00000	£256,500,000	N/A	P/T	N/A	3M Libor	0.90%	Aug-2015	1.80%	Act/365

Interest Accrual Start:	22/05/2012
Interest Accrual End:	22/08/2012
Interest Payment date:	22/08/2012
Days in Period:	92
Record Date:	07/08/2012

**ORIGINAL INFORMATION - 29 FEBRUARY 2012**

PERIOD CASH FLOWS

Tranche	Principal Issued	Principal Information					Pool Factor	GBP Eqv Principal O/s	Interest Information				Interest Paid in Period
		Scheduled Principal for period	Paid in Period	Paid to Date	Principal C/f	Reference Rate			Coupon Rate	Interest Per Note	Due in Period		
1A1	€615,000,000	€0	€0	€0	€615,000,000	1.00000	£512,295,000	0.68400%	2.63400%	€673.13	€4,139,750	€0	
Z	£256,500,000	£0	£0	£0	£256,500,000	1.00000	£256,500,000	1.00313%	1.90313%	£478.38	£1,227,045	£0	

**Swap Payments Summary**

Tranche	Counterparty	Base Ccy Notional (B/Fwd)	Receive Reference	Interest Received in period	Principal Received in period	GBP Notional (£) (post redemption)	GBP Principal Paid (£)	GBP Interest Paid (£)	Pay Reference	Collateral posted
1A1*	NAB Limited	€615,000,000	3M EURIBOR	€0	€0	£512,295,000	£0	£1,589,476	3M GBP LIBOR	£0

\*Swap pays GBP monthly to counterparty, receives base currency quarterly on the interest payment date.

## LANARK MASTER TRUST - INVESTOR'S REPORT

### Collateral Report

**Trust Calculation Period End Date:** 31-May-2012  
**Report Date:** 31-May-2012

**Asset Accrual Start Date:** 01-May-2012  
**Asset Accrual End Date:** 31-May-2012

Pool Data		This Period		Since Issue	
Mortgage Principal Analysis		No. of Loan Parts	Value	No. of Loan Parts	Value
Original mortgage loans in pool	@ 06-Aug-2007	42,348	£3,599,409,450	42,348	£3,599,409,450
Opening mortgage principal balance:	@ 30-Apr-2012	42,838	£3,691,362,463	42,348	£3,599,409,450
Substitutions in period		0	£0	37,813	£3,842,698,940
Re-drawn principal			£921,349		£34,872,734
Buy to Let repurchases		0	£0	(7,277)	(£769,346,256)
Repurchases (product switches/further advances)		(276)	(£22,252,589)	(12,726)	(£1,176,291,578)
Unscheduled prepayments (redemptions)		(382)	(£29,320,954)	(17,978)	(£1,454,758,654)
Scheduled repayments			(£13,390,037)		(£449,264,404)
Closing mortgage principal balance:	@ 31-May-2012	<u>42,180</u>	<u>£3,627,320,232</u>	<u>42,180</u>	<u>£3,627,320,232</u>
<b>Annualised CPR (excl repurchases)</b>			<b>9.0%</b>		
<b>Annualised CPR (inc repurchases)</b>			<b>15.3%</b>		
<b>Annualised TRR (Total principal receipts)</b>			<b>19.4%</b>		

Mortgages Trust Assets	Closing	March 2012	April 2012	May 2012
Minimum seller's share (%)	5.46510%	13.36660%	13.39954%	13.59576%
Minimum seller's share amount	£196,712,045	£502,585,937	£494,625,490	£493,161,854
Seller's share (%)	16.95347%	45.66341%	45.19602%	44.61987%
Seller's share amount	£610,224,801	£1,746,098,516	£1,699,461,742	£1,647,081,399
Funding share (%)	83.04653%	54.33659%	54.80398%	55.38013%
Funding share amount	£2,989,184,599	£2,077,746,947	£2,060,739,695	£2,044,281,064

Pool Performance					
Possession and Loss Information		Number	Principal (£)	Interest (£)	Total (£)
Properties repossessed in period:		4	£590,182	£48,684	£638,865
Properties repossessed since inception:		139	£13,217,204	£1,474,394	£14,691,598
Properties in possession (current):		22	£2,291,545	£330,069	£2,621,614
Total sold repossessions this period:		1	£51,322	£5,228	£56,551
Total sold repossessions since inception:		117	£10,301,516	£1,007,141	£11,308,657
Losses on sold repossessions this period:*		1	£18,396	£5,228	£23,625
Losses on sold repossessions since inception:		78	£1,336,620	£798,519	£2,135,138
MIG claims submitted/received & net recoveries:		1			£14,755
Net total loss (post costs & recoveries):					£2,120,384
Average time from possession to sale (days):		193			
Weighted average loss severity this period:					46.03%
Weighted average loss severity since inception:					20.06%

\*Loss severity is calculated as the net loss (current loan balance less net sale proceeds) divided by the principal loan balance at sale.  
Note: Voluntary sales are included in the sold repossession analysis

## LANARK MASTER TRUST - INVESTOR'S REPORT

### Waterfalls & Distribution Analysis

Trust Calculation Period End Date:	31-May-2012
Report Date:	31-May-2012
Funding & Issuer Interest Period Start date:	22-May-2012
Funding & Issuer Interest Period End date:	22-Jun-2012

Reserve Funds	Balance 22-May-2012	Top ups in Period	Paid / Released in Period	Balance 22-Jun-2012
Reserve fund - Funding	£40,490,792	£2,961,967	£0	£43,452,758
Reserve fund - Issuer	£64,192,056	£0	(£2,961,967)	£61,230,090
Total Reserve fund available	£104,682,848	£2,961,967	(£2,961,967)	£104,682,848

Start Up Loan	Balance @ 22-May-2012	Interest Charged in period	Interest (Paid) in period	Principal (Paid)/ Increase in period	Balance @ 22-Jun-2012
Start-up Loan (from Clydesdale Bank plc)	£90,705,413	£146,612	(£146,612)	(£2,432,719)	£88,272,694

#### Mortgages Trustee Priority of Payments

Available revenue receipts to Mortgages Trustee in period ending, of which:	31-May-2012
Mortgage interest received in the period (on loans in portfolio):	£9,719,165
Fee income on mortgages received in the period:	£76,002
Offset Benefit received in the period (from originator):	£712,534
Non-cash redraw amounts received:	£16,763
<b>Available revenue receipts:</b>	<b>£10,524,464</b>
Less: Servicing & sundry fees payable:	£211,256
<b>Net distributable revenue receipts in period:</b>	<b>£10,313,208</b>
Payable to Funding:	£5,711,467
Payable to Seller:	£4,601,741
<b>Total distributions:</b>	<b>£10,313,208</b>
Offset benefit reserve ledger B/f:	£733,973
Offset Benefit received in the period (to offset benefit reserve ledger):	£85,442
Offset benefit reserve ledger C/f:	£819,415
<b>Available principal receipts to Mortgages Trustee in period ending, of which:</b>	
Unscheduled principal receipts:	£31,321,613
Repurchase principal receipts:	£22,252,589
Scheduled principal receipts:	£13,390,037
<b>Total principal available for distribution:</b>	<b>£66,964,239</b>
<b>Distributed to Funding:</b>	<b>£15,420,254</b>
<b>Distributed to Seller:</b>	<b>£51,543,985</b>

Funding Revenue Priority of Payments for Period:	22-May-2012 to 22-Jun-2012	Issuer Revenue Priority of Payments for Period:	22-May-2012 to 22-Jun-2012
<b>Revenue Waterfall</b>		<b>Revenue Waterfall</b>	
Funding available revenue receipts: (post swap)	£5,768,846	Issuer available revenue receipts from Funding:	£2,824,792
Funding revenue ledger:	£28,718	Issuer revenue ledger:	£43,834
Funding available reserve fund:	£40,490,792	Issuer available reserve fund:	£64,192,056
<b>Total Funding available revenue receipts:</b>	<b>£46,288,356</b>	<b>Total Issuer available revenue receipts:</b>	<b>£67,060,682</b>
<b>Third party creditors</b>		<b>Third party creditors</b>	
Amounts due to the A note tranches I/co loans (AAA):	£2,824,792	Amounts due to the A notes and A note swap providers:	£2,823,058
Amounts due to the B note tranches I/co loans (AA):	£0	Amounts due to the B notes and B note swap providers:	£0
Amounts due to the C note tranches I/co loans (A):	£0	Amounts due to the C notes and C note swap providers:	£0
Amounts due to the D note tranches I/co loans (BBB):	£0	Amounts due to the D notes and D note swap providers:	£0
To Fund Funding reserve fund:	£43,452,758	To Fund Issuer reserve fund:	£61,230,090
Amounts due to the Z note tranches I/co loans (unrated):	£0	Amounts due to the Z notes and Z note swap providers:	£413,461
Funding corporate fees payable:	£9,943	Issuer corporate fees payable:	£14,743
<b>Total Issuer obligations:</b>	<b>£46,287,493</b>	<b>Total Issuer obligations:</b>	<b>£64,481,352</b>
<b>Excess available funds:</b>	<b>£862</b>	<b>Excess available funds:</b>	<b>£2,579,331</b>
Start up loan contribution to Issuer:	£0	Profit retained by Issuer:	£282
Profit retained by Funding:	£580	Start up loan interest due:	£146,612
Profit retained by Funding (on behalf of Issuer):	£282	Start up loan principal due:	£2,432,719
Deferred contributions due to mortgages trustee:	£0	<b>Excess funds distributed:</b>	<b>£2,579,613</b>
<b>Excess funds distributed:</b>	<b>£862</b>	Deferred contributions in Funding	£0
<b>Total excess funds available:</b>	<b>£0</b>	<b>Total excess funds available:</b>	<b>£2,579,613</b>
		<b>Annualised excess spread %</b>	<b>1.48%</b>
Interest shortfall in period:	£0	Interest shortfall in period:	£0
Cumulative interest shortfall:	£0	Cumulative interest shortfall:	£0
<b>Principal Ledger: Funding</b>		<b>Principal Ledger: Issuer</b>	
Funding principal ledger - AAA (A notes): Credits	£15,420,254	Issuer principal ledger - AAA (A notes): Credits	£0
Funding principal ledger - AAA (A notes): Debits	£0	Issuer principal ledger - AAA (A notes): Debits	£0
Funding principal ledger - AA (B notes):	£0	Issuer principal ledger - AA (B notes):	£0
Funding principal ledger - A (C notes):	£0	Issuer principal ledger - A (C notes):	£0
Funding principal ledger - BBB (D notes):	£0	Issuer principal ledger - BBB (D notes):	£0
Funding principal ledger - Unrated (Z notes):	£0	Issuer principal ledger - Unrated (Z notes):	£0
	<b>£15,420,254</b>		<b>£0</b>
Principal deficiency in period	£0	Principal deficiency in period	£0
Cumulative principal deficiency	£0	Cumulative principal deficiency	£0
Authorised Investments:	£0	Authorised Investments:	£0

## LANARK MASTER TRUST - INVESTOR'S REPORT

### Arrears Analysis

**Report Date:** 31-May-2012

<i>All Live loans (Owner occupied)</i>						
Months	Current Principal (£)	Arrears Amount (£)	No. Loan Parts	Current Principal (%)	Arrears Amount (%)	No Loans (%)
Current	£3,563,674,531	£0	41,321	98.25%	0.00%	97.96%
>0M <=1M	£18,587,144	£78,740	278	0.51%	3.83%	0.66%
>1M <=2M	£17,423,480	£125,182	203	0.48%	6.10%	0.48%
>2M <=3M	£6,041,063	£98,712	72	0.17%	4.81%	0.17%
>3M <=4M	£4,043,023	£72,573	49	0.11%	3.53%	0.12%
>4M <=5M	£2,633,133	£85,597	46	0.07%	4.17%	0.11%
>5M <=6M	£1,995,933	£83,604	27	0.06%	4.07%	0.06%
>6M <=12M	£5,710,412	£338,483	89	0.16%	16.48%	0.21%
>12M	£7,211,515	£1,170,884	95	0.20%	57.01%	0.23%
<b>Total:</b>	<b>£3,627,320,233</b>	<b>£2,053,776</b>	<b>42,180</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>

<i>All Live loans (Owner occupied)</i>						
Status	Current Principal (£)	Arrears Amount (£)	No. Loan Parts	Current Principal (%)	Arrears Amount (%)	No Loans (%)
Current	£3,563,674,531	£0	41,321	98.25%	0.00%	97.96%
Arrears	£55,978,959	£1,054,790	752	1.54%	51.36%	1.78%
Litigation	£5,375,198	£668,917	85	0.15%	32.57%	0.20%
Possession	£2,291,545	£330,069	22	0.06%	16.07%	0.05%
<b>Total:</b>	<b>£3,627,320,233</b>	<b>£2,053,776</b>	<b>42,180</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>

Arrears stated include applicable fees

<b>Arrears Capitalised</b>	£11,879,709	£328,134	168
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*Definition: A mortgage is identified as being in arrears when on any due date which is five or more days past the relevant due date, any amount (including fees) owed by the borrower is overdue.*

# LANARK MASTER TRUST - INVESTOR'S REPORT

## Pool Analysis

**Report Date:** 31-May-2012

### Geographical Distribution

Region	No. Loan Parts	% of Total	Current Principal Balance	% of Total
East Anglia	322	0.76%	£45,834,892	1.26%
East Midlands	2,936	6.96%	£217,045,280	5.98%
London	1,349	3.20%	£365,729,672	10.08%
North	4,103	9.73%	£268,275,928	7.40%
North West	5,081	12.05%	£372,186,521	10.26%
Outer Metro	1,022	2.42%	£232,842,859	6.42%
Scotland	10,322	24.47%	£786,331,584	21.68%
South West	577	1.37%	£110,510,630	3.05%
Wales	134	0.32%	£19,968,513	0.55%
West Midlands	1,288	3.05%	£124,789,333	3.44%
Yorks and Humber	14,186	33.63%	£906,238,430	24.98%
South East	860	2.04%	£177,566,591	4.90%
<b>Total</b>	<b>42,180</b>	<b>100.00%</b>	<b>£3,627,320,233</b>	<b>100.00%</b>

### Maturity Profile

Years to Maturity	No. Loan Parts	% of Total	Current Principal Balance	% of Total
<= 5	3,562	8.44%	£220,630,713	6.08%
> 5 <= 10	7,656	18.15%	£472,003,082	13.01%
> 10 <= 15	10,045	23.81%	£750,003,327	20.68%
> 15 <= 20	12,236	29.01%	£1,146,215,583	31.60%
> 20 <= 25	6,364	15.09%	£800,801,897	22.08%
> 25	2,317	5.49%	£237,665,630	6.55%
<b>Total</b>	<b>42,180</b>	<b>100.00%</b>	<b>£3,627,320,233</b>	<b>100.00%</b>

### Repayment Profile

Repayment Method	No. Loan Parts	% of Total	Current Principal Balance	% of Total
Interest Only	6,261	14.84%	£1,218,321,707	33.59%
Repayment	35,919	85.16%	£2,408,998,526	66.41%
<b>Total</b>	<b>42,180</b>	<b>100.00%</b>	<b>£3,627,320,233</b>	<b>100.00%</b>

### Product Type

Type	No. Loan Parts	% of Total	Current Principal Balance	% of Total
Capped	0	0.00%	£0	0.00%
Discounted	4,191	9.94%	£531,435,802	14.65%
Fixed	10,111	23.97%	£936,888,428	25.83%
Tracker	10,261	24.33%	£1,140,276,590	31.44%
Variable	17,617	41.77%	£1,018,719,413	28.08%
<b>Total</b>	<b>42,180</b>	<b>100.00%</b>	<b>£3,627,320,233</b>	<b>100.00%</b>

### Loan Type

Type	No. Loan Parts	% of Total	Current Principal Balance	% of Total
Offset	23,115	54.80%	£2,105,758,211	58.05%
Flexible	19,065	45.20%	£1,521,562,022	41.95%
<b>Total</b>	<b>42,180</b>	<b>100.00%</b>	<b>£3,627,320,233</b>	<b>100.00%</b>

### Seasoning

Months	No. Loan Parts	% of Total	Current Principal Balance	% of Total
<= 6	0	0.00%	£0	0.00%
> 6 <= 12	1,065	2.52%	£131,291,179	3.62%
> 12 <= 18	4,334	10.28%	£486,721,341	13.42%
> 18 <= 24	4,402	10.44%	£459,299,500	12.66%
> 24 <= 30	2,736	6.49%	£260,467,535	7.18%
> 30 <= 36	1,947	4.62%	£194,762,892	5.37%
> 36 <= 42	1,065	2.52%	£86,132,417	2.37%
> 42 <= 48	1,793	4.25%	£133,111,409	3.67%
> 48 <= 54	3,173	7.52%	£295,355,563	8.14%
> 54 <= 60	4,369	10.36%	£486,365,874	13.41%
> 60 <= 72	7,058	16.73%	£564,530,832	15.56%
> 72 <= 84	5,289	12.54%	£378,338,223	10.43%
> 84 <= 96	2,840	6.73%	£102,161,830	2.82%
> 96 <= 108	1,647	3.90%	£38,728,018	1.07%
> 108 <= 120	462	1.10%	£10,053,618	0.28%
> 120	0	0.00%	£0	0.00%
<b>Total</b>	<b>42,180</b>	<b>100.00%</b>	<b>£3,627,320,233</b>	<b>100.00%</b>

### Mortgage Pool Statistics as at:

31-May-2012

Weighted Average Seasoning (months):	<b>45.25</b>
Weighted Average Remaining Term (years):	<b>16.30</b>
Average Loan Size:	<b>£92,602</b>
Weighted Average Current LTV (un-indexed)	<b>60.62%</b>
Weighted Average Current LTV (indexed)*	<b>61.36%</b>
Current Clydesdale Bank SVR:	<b>4.95%</b>

\*Indexation uses Nationwide HPI

# LANARK MASTER TRUST - INVESTOR'S REPORT

## Pool Analysis

**Report Date:** 31-May-2012

### Distribution of loans by Loan-to-Value (Current LTV)

LTV Range (%)	No. of Loans	% of Total	Current Principal Balance	% of Total
> 0 < 26	8,101	20.68%	£257,748,191	7.11%
>= 26 < 51	11,862	30.28%	£890,389,891	24.55%
>= 51 < 56	2,394	6.11%	£250,603,886	6.91%
>= 56 < 61	2,507	6.40%	£284,411,888	7.84%
>= 61 < 66	2,612	6.67%	£325,930,725	8.99%
>= 66 < 71	2,394	6.11%	£309,021,492	8.52%
>= 71 < 76	2,394	6.11%	£355,252,700	9.79%
>= 76 < 81	1,861	4.75%	£273,684,566	7.55%
>= 81 < 86	1,674	4.27%	£241,620,648	6.66%
>= 86 < 91	2,169	5.54%	£312,067,557	8.60%
>= 91 < 95	1,066	2.72%	£106,330,322	2.93%
>= 95	137	0.35%	£20,258,367	0.56%
<b>Total</b>	<b>39,171</b>	<b>100.00%</b>	<b>£3,627,320,233</b>	<b>100.00%</b>

Original Weighted Average Current Loan-to-Value*	66.68%
Weighted Average Current Loan-to-Value	60.62%
Average Loan Principal Balance	£92,602

\*Per latest final terms

### Distribution of loans by Loan-to-Value (Current Indexed LTV)\*

LTV Range (%)	No. of Loans	% of Total	Current Principal Balance	% of Total
> 0 < 26	8,308	21.21%	£261,062,116	7.20%
>= 26 < 51	11,638	29.71%	£864,579,612	23.84%
>= 51 < 56	2,378	6.07%	£257,490,031	7.10%
>= 56 < 61	2,482	6.34%	£281,454,256	7.76%
>= 61 < 66	2,489	6.35%	£310,354,409	8.56%
>= 66 < 71	2,295	5.86%	£297,277,341	8.20%
>= 71 < 76	2,305	5.88%	£338,403,507	9.33%
>= 76 < 81	1,898	4.85%	£264,872,245	7.30%
>= 81 < 86	1,905	4.86%	£251,812,658	6.94%
>= 86 < 91	1,973	5.04%	£248,016,628	6.84%
>= 91 < 95	937	2.39%	£123,860,568	3.41%
>= 95	563	1.44%	£128,136,861	3.53%
<b>Total</b>	<b>39,171</b>	<b>100.00%</b>	<b>£3,627,320,233</b>	<b>100.00%</b>

\*Indexation uses Nationwide HPI

Weighted Average Current Indexed Loan-to-Value	61.36%
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### Distribution of loans by Current Principal Balance

LTV Range (%)	No. of Loans	% of Total	Current Principal Balance	% of Total
> 0 <= 50,000	14,407	36.78%	£417,826,244	11.52%
> 50,000 <= 100,000	13,869	35.41%	£996,865,829	27.48%
> 100,000 <= 150,000	5,428	13.86%	£655,052,811	18.06%
> 150,000 <= 200,000	2,123	5.42%	£365,383,697	10.07%
> 200,000 <= 250,000	1,053	2.69%	£234,128,762	6.45%
> 250,000 <= 300,000	657	1.68%	£180,213,505	4.97%
> 300,000 <= 400,000	707	1.80%	£243,644,794	6.72%
> 400,000 <= 500,000	376	0.96%	£168,459,583	4.64%
> 500,000 <= 750,000	418	1.07%	£250,703,136	6.91%
> 750,000 <= 1,000,000	132	0.34%	£113,965,875	3.14%
> 1,000,000	1	0.00%	£1,075,998	0.03%
<b>Total</b>	<b>39,171</b>	<b>100.00%</b>	<b>£3,627,320,233</b>	<b>100.00%</b>

Largest Eligible Loan Principal Balance	£999,105
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## LANARK MASTER TRUST - INVESTOR'S REPORT

### Credit Enhancement and Triggers

Credit Enhancement					
	Total £	% of Total	Current Note Subordination %	Credit Enhancement %	% Required CE
Class A Notes:	£1,787,781,064	87.45%	12.55%	18.40%	17.25%
Class B Notes:	£0	0.00%	0.00%	0.00%	0.00%
Class C Notes:	£0	0.00%	0.00%	0.00%	0.00%
Class D Notes:	£0	0.00%	0.00%	0.00%	0.00%
Class Z Notes:	£256,500,000	12.55%	0.00%	0.00%	0.00%
<b>Total:</b>	<b>£2,044,281,064</b>	<b>100.00%</b>			
Target reserve required amount:	£104,682,848	5.12%	of total notes o/s		
Target reserve actual amount:	£104,682,848	5.86%	of AAA o/s		

Trigger Events	
<b>Asset Trigger</b>	<b>Trigger Event</b>
An amount is debited to the AAA principal deficiency sub-ledger to the Funding principal deficiency ledger.	NO
<b>Non-Asset Trigger</b>	<b>Trigger Event</b>
An insolvency event in relation to the seller.	NO
Seller's role as servicer is terminated and a new servicer is not appointed within 60 days.	NO
On any distribution date and following the exercise of the right of set-off available to the mortgages trustee, the seller fails to pay to the mortgages trustee any offset benefit or non-cash redraw contribution amount, where such failure, in the opinion of the Funding security trustee, is materially prejudicial to the interests of the note holders of the notes issued by all Funding issuers.	NO
The current seller's share is equal to or less than the minimum sellers share on any two consecutive trust distribution dates "seller's share event".	NO
<b>Arrears Trigger Event</b>	<b>Trigger Event</b>
The current principal balance of the mortgage loans in the mortgages portfolio in arrears for more than 90 days divided by the current principal amount of the mortgage pool, exceeds 2%.	NO
<b>Issuer Events of Default</b>	<b>Default</b>
The terms and conditions set out in the base prospectus include market standard events of default, including, for example, a non-payment under the outstanding notes or a material breach of its contractual obligations under the programme documentation by the Issuer.*	NO
Outstanding Issuer event of default:	NO
<i>*Please see 'Terms and Conditions of the notes' in the base prospectus for further details.</i>	
<b>Disclosure Requirements</b>	<b>Retention Amount</b>
Retention of net economic interest - BCD Article 122a paragraph 1 / BIPRU 9.15.4R	<b>Compliant</b>
In the case of securitisations of revolving exposures, retention of the originator's interest of no less than 5 % of the nominal value of the securitised exposures.	44.62% <sup>+</sup>
Retention of the first loss tranche and, if necessary, other tranches having the same or a more severe risk profile than those transferred or sold to investors and not maturing any earlier than those transferred or sold to investors, so that the retention equals in total no less than 5% of the nominal value of the securitised exposures.	17.67% <sup>++</sup>
<sup>+</sup> Sellers beneficiary share <sup>++</sup> Reserve Fund and Z Note holding	
<b>Notices</b>	

**LANARK MASTER TRUST - INVESTOR'S REPORT**  
**MAIN PARTIES TO THE STRUCTURE, RATINGS AND TRIGGERS (IF APPLICABLE)**

22 June 2012

Role	Counterparty	Long Term Rating (S&P/Moody's/Fitch)	Short Term Rating (S&P/Moody's/Fitch)	Applicable Trigger (Loss of)	Consequence
Seller	Clydesdale plc	BBB+ / A2 / A	A-2 / P-1 / F1	A- (S&P), A3 (Moody's), A- (Fitch)	No further assignment of loans to the mortgages trust unless a solvency certificate is provided by each originator at the assignment date.
				A3 (Moody's)	Independent auditors to be appointed by the beneficiaries to determine compliance of representations and warranties applicable to mortgage loan assigned to the trust.
				Aa3 (Moody's); A-1+ (S&P), P-1 (Moody's), F1+ (Fitch)	Item "W" of minimum sellers share increase from 20% to greater of: (a) 60% or (b) 100% less 0% of aggregate mortgage portfolio balance.
				A3 (Moody's); A-1 (S&P), P-1 (Moody's), F1 (Fitch)	Item "W" of minimum sellers share increase to 100%.
				A-1 (S&P)	Offset benefit contribution estimated at 110% of amounts due on Offset loans (see page 163 of the base prospectus 2011 for full details)
Servicer	Clydesdale Bank plc	BBB+ / A2 / A	A-2 / P-1 / F1	A3 (Moody's), A (Fitch); F1 (Fitch)	Establish a Funding Liquidity Reserve Fund (see page 216 of Base prospectus 2011 for full details).
				Baa1 (Moody's), BBB+ (Fitch)	Notify details of the loans assigned to the mortgages trust (names/addresses) to the Mortgages Trustee, Funding, Funding Security Trustee and the rating agencies.
				BBB (S&P/Fitch), Baa3 (Moody's)	Within 10 business days, notify each borrower included in the mortgages trust of the sale and assignment effected by the mortgage sale agreement (unless ratings confirmation by each rating agency that current rating of the notes will not be adversely affected)
				A3 (Moody's)	"Back-up" servicer / facilitator to be appointed.
				A-, F1 (Fitch)	The period of monies received by the servicer, on behalf of the mortgages trustee, and paid to the transaction account is reduced from a maximum of three (3) business days to two (2) business days.
Cash Manager	Clydesdale Bank plc	BBB+ / A2 / A	A-2 / P-1 / F1	F2, BBB+ (Fitch)	The period of monies received by the servicer, on behalf of the mortgages trustee, and paid to the transaction account is reduced to one (1) business day.
Funding Swap Provider	National Australia Bank Limited (London Branch)	AA- / A2 / AA-	A1+ / P-1 / F1+	Level 1: S&P (A-1 and A), Fitch* (F1 and A), Moody's (P-1 and A2)	Collateral posting / Transfer / Guarantor
				Level 2: S&P (BBB+), Fitch* (F2 and BBB+), Moody's (P-2 and A3)	Collateral posting / Transfer / Guarantor
Start up Loan Provider	Clydesdale Bank plc	BBB+ / A2 / A	A-2 / P-1 / F1	Level 3: Fitch* (F3 and BBB)	Transfer / Guarantor and Collateral
				*Where counterparty is on Rating Watch Negative with Fitch, actual rating deemed to be one notch lower.	Remedial action required, including posting collateral, or obtaining a guarantee or transfer to eligible transferee - see swap agreement for more detail
Account Bank Provider (Mortgages Trustee & Funding)*	Clydesdale Bank plc & National Australia Bank Limited (London Branch)	BBB+ / A2 / A & AA- / A2 / AA-	A-2 / P-1 / F1 & A1+ / P-1 / F1+	S&P (A or A-1), Moody's (P-1), Fitch* (A or F1)	Mortgage Trustee & Funding CIC accounts - Termination within 60 days up to 90 days as may be agreed with S&P of breach unless suitably rated provider can provide a guarantee, otherwise transfer to suitably rated provider. Other accounts in relation to Mortgages Trustee and Funding, termination within 30 days (or 60 days as may be agreed with S&P) then obtain a guarantee or transfer to a suitably rated provider.
					Termination within 60 days up to 90 days as may be agreed with S&P or breach unless suitably rated provider can provide a guarantee, otherwise transfer to suitably rated provider.
Account Bank Provider (Issuer)	National Australia Bank Limited (London Branch)	AA- / A2 / AA-	A1+ / P-1 / F1+	S&P (A or A-1), Moody's (P-1), Fitch* (A or F1)	Termination within 60 days up to 90 days as may be agreed with S&P or breach unless suitably rated provider can provide a guarantee, otherwise transfer to suitably rated provider.
Cross Currency Swap Providers	National Australia Bank Limited (London Branch)	AA- / A2 / AA-	A1+ / P-1 / F1+	Level 1: S&P (A-1 and A), Fitch* (F1 and A), Moody's (P-1 and A2)	Collateral posting / Transfer / Guarantor
				Level 2: S&P (BBB+), Fitch* (F2 and BBB+), Moody's (P-2 and A3)	Collateral posting / Transfer / Guarantor
Principal Paying Agent & Agent Bank	Deutsche Bank AG - London Branch	A+ / Aa3 / A+	A-1 / P-1 / F1+	Level 3: Fitch* (F3 and BBB)	Transfer / Guarantor and Collateral
				*Where counterparty is on Rating Watch Negative with Fitch, actual rating deemed to be one notch lower.	Remedial action required, including posting collateral, or obtaining a guarantee or transfer to eligible transferee - see swap agreement for more detail
Note Trustee	Deutsche Trustee Company Limited	N/A			
Corporate Services Provider	Deutsche Trustee Company Limited	N/A			
Funding & Issuer Security Trustee, US Paying Agent, Registrar & Transfer Agent	Deutsche Bank Trust Company Americas	N/A			
Issuer	Lanark Master Issuer plc				
Funding	Lanark Funding Limited				
Mortgages Trustee	Lanark Trustees Limited				
Programme Arrangers	Barclays Capital plc, Deutsche Bank AG - London Branch				
Manager	National Australia Bank Limited				
Stock Exchange Listing	UK Listing Authority - London				
Registered Office (Issuer)	Winchester House, Mallstop 429, 1 Great Winchester Street, London EC2N 2DB				
Series 2007-1					
Arrangers & Lead Managers	Barclays Capital plc, Deutsche Bank AG - London Branch				
Legal Advisors					
Issue	Sidley Austin (UK) LLP				
Mortgages Trustee	Mourant du Feu & Jaene				
Clydesdale Bank	Sidley Austin (UK) LLP/ Shepherd & Wedderburn LLP				
Managers/Note Trustee/Issuer Security Trustee/Funding Security Trustee	Cifford Chance LLP				

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 Structured Funding Team (UK Treasury) email: structured.funding@eu.nabgroup.com

**Standard Disclosures**

Bloomberg L&N 2007-1X, 1A1, MTGE, CN  
 In accordance with the Bank of England Transparency Directive, Investor Reports, Loan Level Data, Programme Documents and a Liability model can be viewed at: <https://www.income.net/clydesdalebank/lanark>

**Lanark Master Trust Report incorporates:**

Lanark Trustees Limited  
 Lanark Funding Limited  
 Lanark Master Issuer plc

**Disclaimer**

No representation can be made that the information herein is accurate or complete and no liability with respect to this is accepted. Reference should be made to the final terms and base prospectus for a full description of the notes and their structure. This investor report is for information purposes only and is not intended as an offer or invitation with respect to the purchase or sale of any related security. Reliance should not be placed on the information herein when making any decision whether to buy, hold or sell securities.