

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

**Report Date:** 20-Jun-2016  
**Report Frequency:** Monthly

SERIES 2011-1																
ORIGINAL INFORMATION - 30 SEPTEMBER 2011																
Principal Information											Interest Information					
Tranche	Rating (Moody's/Fitch/S&P*)	ISIN No.	Legal Maturity	Original Balance	Denomination	Notes Issued	FX Rate	GBP Eqv	WAL**	Bond Type	Scheduled Maturity Date	Reference Rate	Margin	Step Down / Call Option Date	Step Down Margin	Interest Calculation
A	Aaa/AAA/AAA	XS0684999682	Dec-61	£670,000,000	£100,000	6,700	1.00000	£670,000,000	5.04	Scheduled Amort	Nov-2017	3M GBP LIBOR	2.20%	Nov-2017	0.85%	ACT/365

\*\*Based on 5% CPR

**Interest accrual start:** 19/05/2016  
**Interest accrual end:** 19/08/2016  
**Interest payment date:** 19/08/2016  
**Days in period:** 92  
**Record date:** 18/08/2016

SERIES 2011-1																	
PERIOD CASH FLOWS																	
Principal Information											Interest Information						
Tranche	Principal Issued	Scheduled Principal for period	Paid in Period	Paid to Date	Principal C/f	Pool Factor	GBP Eqv	Principal O/s	Principal Shortfall in Period	Cumulative Principal Shortfall	Reference Rate	Coupon Rate	Interest Per Note	Due in Period	Interest Paid in Period	Interest Shortfall in Period	Cumulative Interest Shortfall
A	£670,000,000	£8,999,373	£0	£188,236,031	£481,763,969	0.71905	£481,763,969	£0	£0	£0	0.58981%	<b>2.78981%</b>	£504.24	£3,378,408	£0	£0	£0

SERIES 2012-1																
ORIGINAL INFORMATION - 22 NOVEMBER 2012																
Principal Information											Interest Information					
Tranche	Rating (Moody's/Fitch/S&P*)	ISIN No.	Legal Maturity	Original Balance	Denomination	Notes Issued	FX Rate	GBP Eqv	WAL**	Bond Type	Scheduled Maturity Date	Reference Rate	Margin	Step Down / Call Option Date	Step Down Margin	Interest Calculation
A	Aaa/AAA/AAA	XS0857869548	Dec-61	£715,000,000	£100,000	7,150	1.00000	£715,000,000	5.99	Scheduled Amort	Nov-2018	3M GBP LIBOR	1.00%	Nov-2018	0.85%	ACT/365

\*\*Based on 5% CPR

**Interest accrual start:** 19/05/2016  
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**Record date:** 18/08/2016

SERIES 2012-1																	
PERIOD CASH FLOWS																	
Principal Information											Interest Information						
Tranche	Principal Issued	Scheduled Principal for period	Paid in Period	Paid to Date	Principal C/f	Pool Factor	GBP Eqv	Principal O/s	Principal Shortfall in Period	Cumulative Principal Shortfall	Reference Rate	Coupon Rate	Interest Per Note	Due in Period	Interest Paid in Period	Interest Shortfall in Period	Cumulative Interest Shortfall
A	£715,000,000	£0	£0	£0	£715,000,000	1.00000	£715,000,000	£0	£0	£0	0.58981%	<b>1.58981%</b>	£399.62	£2,857,283	£0	£0	£0

\*As at December 2015

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

**Report Date:** 20-Jun-2016  
**Report Frequency:** Monthly

**SERIES 1 Class Z1 VFN**

Tranche	Rating (Moody's/Fitch/S&P*)	ISIN No.	Legal Maturity	Original Balance	Denomination	Notes Issued	FX Rate	GBP Eqv	WAL**	Bond Type	Scheduled Maturity Date	Reference Rate	Margin	Step Down / Call Option Date	Step Down Margin	Interest Calculation
Z VFN	Unrated		Dec-61	£214,000,000	£100,000	2,140	1.00000	£214,000,000	N/A	Pass Through	N/A	3M GBP LIBOR	0.90%	N/A	0.90%	ACT/365

**Interest accrual start:** 19/08/2016  
**Interest accrual end:** 19/05/2016  
**Interest payment date:** 19/05/2016  
**Days in period:** 92  
**Record date:** 18/05/2016

**SERIES 1 Class Z1 VFN**

**PERIOD CASH FLOWS**

Tranche	Principal Information										Interest Information						
	Principal Issued	Scheduled Principal for period	Paid in Period	Paid to Date	Principal C/f	Pool Factor	GBP Eqv	Principal O/s	Principal Shortfall in Period	Cumulative Principal Shortfall	Reference Rate	Coupon Rate	Interest Per Note	Due in Period	Interest Paid in Period	Interest Shortfall in Period	Cumulative Interest Shortfall
Z VFN	£214,000,000	£0	£0	£0	£214,000,000	N/A	£214,000,000		£0	£0	0.58981%	1.48981%	£504.03	£801,408	£0	£0	£0

\*As at December 2015

# LANNRAIG MASTER TRUST - INVESTOR'S REPORT

## Collateral Report

**Trust Calculation Period End Date:** 31-May-2016  
**Report Date:** 31-May-2016

**Asset Accrual Start Date:** 01-May-2016  
**Asset Accrual End Date:** 31-May-2016

Pool Data		This Period		Since Issue	
		No. of Loan Parts	Value	No. of Loan Parts	
<b>Mortgage Principal Analysis</b>					
Original mortgage loans in pool	@ 30-Sep-2011	8,566	£1,000,185,567	8,566	£1,000,185,567
Opening mortgage principal balance:	@ 01-May-2016	11,729	£1,687,277,425	8,566	£1,000,185,567
Substitutions in period		0	£0	10,634	£1,898,966,439
Re-drawn principal			£57,741		£9,003,156
Further Advance principal			£176,906		£11,557,157
Repurchases (product switches/further advances)		(38)	(£6,856,681)	(1,787)	(£272,332,567)
Unscheduled prepayments (redemptions)		(164)	(£20,611,001)	(5,886)	(£898,309,219)
Scheduled repayments			(£5,814,308)		(£94,840,451)
Closing mortgage principal balance:	@ 31-May-2016	11,527	£1,654,230,082	11,527	£1,654,230,082
		<u>3 mth CPR (annualised)</u>		<u>1 mth CPR (annualised)</u>	
<b>Annualised CPR (excl repurchases)</b>			13.2%		13.5%
<b>Annualised CPR (inc repurchases)</b>			17.0%		17.6%
<b>Annualised TRR (Total principal receipts)*</b>			18.9%		20.9%

\*All receipts used in principal waterfall to repay Seller/Funding share in trust pool

### Mortgages Trust Bank Account and Ledger Balances

Mortgages Trustee Transaction Account - CB:	£0
Mortgages Trustee Transaction Account - YB:	£0
Mortgages Trustee Guaranteed Investment Income Account (GIC):	£38,057,417
Authorised Investments:	£0

### Mortgages Trust Assets

	Closing	March-2016	April-2016	May-2016
Minimum seller's share (%)	3.03708%	4.66059%	4.62637%	4.49457%
Minimum seller's share amount	£30,376,228	£70,898,497	£69,121,201	£75,835,715
Seller's share (%)	17.11538%	7.66055%	10.63378%	17.10856%
Seller's share amount	£171,185,567	£116,535,142	£92,418,126	£288,669,026
Funding share (%)	82.88462%	92.33945%	89.36622%	82.89144%
Funding share amount	£829,000,000	£1,404,701,469	£1,401,654,934	£1,398,608,399

### Pool Performance

Possession and Loss Information	Number	Principal (£)	Revenue (£)	Total (£)
Properties repossessed in period:	1	£48,022	£3,189	£51,211
Properties repossessed since inception:	10	£725,038	£55,633	£780,671
Properties in possession (current):	3	£112,456	£9,007	£121,463
Total sold repossessions this period:	0	£0	£0	£0
Total sold repossessions since inception:	8	£673,142	£45,820	£718,962
Losses on sold repossessions this period:*	0	£0	£0	£0
Losses on sold repossessions since inception:	6	£190,666	£35,939	£226,605
MIG claims submitted/received & net recoveries:	0	£0	£0	£0
Average time from possession to sale (days):	113			
Weighted average loss severity this period:				0.00%
Weighted average loss severity since inception:				33.66%

\*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

**LANNRAIG MASTER TRUST - INVESTOR'S REPORT**  
Waterfall and Distribution Analysis

<b>Trust Calculation Period End Date:</b>	31-May-2016
<b>Report Date:</b>	31-May-2016
<b>Funding &amp; Issuer Interest Period Start date:</b>	19-May-2016
<b>Funding &amp; Issuer Interest Period End date:</b>	20-Jun-2016

Reserve Funds	Balance 19-May-2016	Top ups in Period	Paid / Released in Period	Balance 20-Jun-2016
Reserve fund - Funding	£24,300,000	£0	£0	£24,300,000
Reserve fund - Issuer	£0	£0	£0	£0
<b>Total Reserve Fund available</b>	<b>£24,300,000</b>	<b>£0</b>	<b>£0</b>	<b>£24,300,000</b>

Funding and Issuer Loans	Balance @ 19-May-2016	Interest Charged in period	Interest (Paid) in period	Principal (Paid)/ Increase in period	Balance @ 20-Jun-2016

**Mortgages Trustee Priority of Payments**

Available revenue receipts to Mortgages Trustee in period ending:		31-May-2016
Mortgage interest received in the period (on loans in portfolio):		£4,757,774
Fee income on mortgages received in the period (inc bank interest):		£42,096
Offset benefit received in the period (from originator):		£79,184
Non-cash redraw amounts received:		£0
<b>Available revenue receipts:</b>		<b>£4,879,054</b>
Less: Servicing and sundry fees payable:		£118,972
<b>Net distributable revenue receipts in period:</b>		<b>£4,760,082</b>
Payable to Funding:		£3,945,700
Payable to Seller:		£814,381
<b>Available principal receipts to Mortgages Trustee in period ending:</b>		<b>31-May-2016</b>
Unscheduled principal receipts:		£20,611,001
Repurchase principal receipts:		£6,856,681
Scheduled principal receipts:		£5,814,308
<b>Total principal available for distribution:</b>		<b>£33,281,990</b>
Distributed to Funding:		£2,999,791
Distributed to Seller:		£30,282,199

**Funding Basis Swap Summary**

Paying Entity	Notional	Calculation period (days)	WA Rate	Payment	Payment date	Collateral Posted
Lannraig Funding Ltd (0 - 5 Yr Fixed)	£680,135,511	31	3.83000%	£2,103,696	20-Jun-2016	£0
Lannraig Funding Ltd (Variable)	£372,162,462	31	5.04528%	£1,590,371	20-Jun-2016	£0
Clydesdale Bank PLC	£372,162,462	31	4.17000%	£1,548,785	20-Jun-2016	£0
National Australia Bank Ltd	£680,135,511	31	3m GBP LIBOR + WA Spread	£2,628,258	20-Jun-2016	£0
<b>Net Received/(Paid):</b>				<b>£482,976</b>		

Funding Revenue Priority of Payments for period:		19-May-2016 to 20-Jun-2016	Issuer Revenue Priority of Payments for period:		19-May-2016 to 20-Jun-2016
<b>Revenue Waterfall</b>			<b>Revenue Waterfall</b>		
Funding revenue receipts on investment in portfolio:		£3,945,700	Issuer available revenue receipts from Funding:		£2,447,706
Funding basis swap:		£4,177,042	Issuer available revenue receipts from Funding: (Issuer expenses)		£12,556
Funding revenue ledger:		£8,202	Issuer revenue ledger:		£780
Funding available reserve fund:		£24,300,000	Issuer available reserve fund:		£0
Funding Liquidity Reserve fund:		£0			
<b>Total Funding available revenue receipts:</b>		<b>£32,430,944</b>	<b>Total Issuer available revenue receipts:</b>		<b>£2,461,042</b>
<b>Third party creditors</b>			<b>Third party creditors</b>		
(A) Funding Security Trustee fees payable:		£392	(A) Issuer Note and Security Trustee fees payable:		£584
(B) Issuer's obligations for fees payable:		£12,156	(B) Paying and Agent Bank fees payable:		£0
(C) Other fees payable:		£1,333	(C) Other fees payable:		£4,039
(D) Cash Management fees payable:		£8,333	(D) Cash Management fees payable:		£8,333
(E) Corporate Services fees payable:		£0	(E) Amounts due to the A notes and A note swap providers (AAA):		£2,168,936
(F) Funding Basis Swap payable:		£3,694,067	(F) Amounts due to the B notes and B note swap providers (AA):		£0
(G) Amounts due to the A note tranches l/co loans (AAA):		£2,168,957	(G) Amounts due to the C notes and C note swap providers (A):		£0
(I) Amounts due to the B note tranches l/co loans (AA):		£0	(H) Amounts due to the D notes and D note swap providers (BBB):		£0
(J) Funding Liquidity Reserve Fund		£0	(I) Amounts due to the E notes and E note swap providers (BB):		£0
(L) Amounts due to the C note tranches l/co loans (A):		£0	(J) To fund Issuer reserve fund:		£0
(N) Amounts due to the D note tranches l/co loans (BBB):		£0			
(P) Amounts due to the D note tranches l/co loans (BB):		£0			
(R) Funding reserve fund:		£24,300,000			
<b>Total Issuer obligations:</b>		<b>£30,185,238</b>	<b>Total Issuer obligations:</b>		<b>£2,181,892</b>
<b>Excess available funds:</b>		<b>£2,245,707</b>	<b>Excess available funds:</b>		<b>£279,151</b>
(T) (i) Profit retained by Funding:		£400	(K) Profit retained by Issuer:		£400
(T) (ii) Profit retained by Funding (on behalf of Issuer):		£400	(L) Amounts due to the Z notes and Z note swap providers (unrated):		£278,751
(U) Amounts due to the Z note tranches l/co loans (unrated):		£278,749	(M)(i) Start up loan interest due:		£0
(V) Start up loan contribution to Issuer:		£0	(M)(ii) Start up loan principal due:		£0
(W) Funding subordinated loan interest due:		£0	(N) Clear debit balances on Issuer bank account:		£0
(X) Issuer obligations under swap termination amounts:		£0	(O) Issuer swap termination amounts:		£0
(Y) Funding basis swap termination amounts:		£0	(P) Other start up loan principal amounts due:		£0
(Z) Funding subordinated loan principal due:		£0	(Q) Intercompany excess amounts due to Funding:		£0
(AA) Deferred contributions due to mortgages trustee:		£1,966,157			
<b>Excess funds distributed:</b>		<b>£2,245,707</b>	<b>Excess funds distributed:</b>		<b>£279,151</b>
<b>Total excess funds available:</b>		<b>£0</b>	<b>Total excess funds available:</b>		<b>£0</b>
Funding Guaranteed Investment Contract Account (GIC):		£23,702,240	Issuer Sterling Account:		£30,268
Authorised Investments:		£0	Authorised Investments:		£0
Interest shortfall in period:		£0	Interest shortfall in period:		£0
Cumulative interest shortfall:		£0	Cumulative interest shortfall:		£0
			<b>Annualised excess spread % - Including Z note interest payment:</b>		<b>1.82%</b>
			<b>Annualised excess spread % - Excluding Z note interest payment:</b>		<b>1.59%</b>
<b>Principal Ledger: Funding</b>			<b>Principal Ledger: Issuer</b>		
Funding principal ledger - AAA (A notes): Credits B/Fwd		£0	Issuer principal ledger - AAA (A notes): Credits B/Fwd		£0
Funding principal ledger - AAA (A notes): Credits in period		£2,999,791	Issuer principal ledger - AAA (A notes): Credits in period		£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>£2,999,791</b>			<b>£0</b>
(H) Principal deficiency in period - AAA (A Notes)		£0			
(S) Principal deficiency in period - unrated (Z Notes)		£0			
<b>Cumulative principal deficiency</b>		<b>£0</b>			

# LANNRAIG MASTER TRUST - INVESTOR'S REPORT

## Arrears Analysis

**Report Date:** 31-May-2016

All Live loans (Buy to Let)						
Months	Current Principal (£)	Arrears Amount (£)	No. Loan Parts		Arrears Amount (%)	No Loans (%)
Current	£1,634,392,046	£0	11,341	98.80%	0.00%	98.39%
>0M <=1M	£4,164,637	£17,048	41	0.25%	3.31%	0.36%
>1M <=2M	£4,509,601	£13,862	48	0.27%	2.69%	0.42%
>2M <=3M	£1,879,687	£16,904	16	0.11%	3.28%	0.14%
>3M <=4M	£2,092,987	£160,750	14	0.13%	31.22%	0.12%
>4M <=5M	£799,648	£11,317	6	0.05%	2.20%	0.05%
>5M <=6M	£868,569	£12,187	7	0.05%	2.37%	0.06%
>6M <=12M	£3,557,059	£120,222	34	0.22%	23.35%	0.29%
>12M	£1,965,848	£162,650	20	0.12%	31.59%	0.17%
<b>Total:</b>	<b>£1,654,230,082</b>	<b>£514,941</b>	<b>11,527</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>

All Live loans (Buy to Let)						
Status	Current Principal (£)	Arrears Amount (£)	No. Loan Parts	Current Principal (%)	Arrears Amount (%)	No Loans (%)
Current	£1,634,392,046	£0	11,341	98.80%	0.00%	98.39%
Arrears	£18,969,744	£489,037	178	1.15%	94.97%	1.54%
Litigation	£755,836	£16,896	5	0.05%	3.28%	0.04%
Possession	£112,456	£9,007	3	0.01%	1.75%	0.03%
<b>Total:</b>	<b>£1,654,230,082</b>	<b>£514,941</b>	<b>11,527</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>

Arrears stated include applicable fees

<b>Arrears Capitalised</b>	£1,994,386	£31,273	12
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All Live Loans (Buy to Let)			
Arrears %	Principal at Risk	Principal at Risk%	No. Loan Parts
3 Months+	£9,284,111	0.56%	81
6 Months+	£5,522,907	0.33%	54
12 Months+	£1,965,848	0.12%	20

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.

# LANNRAIG MASTER TRUST - INVESTOR'S REPORT

## Pool Analysis

**Report Date:** 31-May-2016

### Geographical Distribution

Region	No. Loan Parts	% of Total	Current Principal Balance	% of Total
East Anglia	280	2.43%	£34,898,682	2.11%
East Midlands	530	4.60%	£45,087,664	2.73%
London	3,051	26.47%	£775,805,489	46.90%
North	572	4.96%	£43,200,475	2.61%
North West	1,000	8.68%	£87,588,769	5.29%
Outer Metro	912	7.91%	£145,407,845	8.79%
Scotland	1,738	15.08%	£144,121,657	8.71%
South West	654	5.67%	£84,382,558	5.10%
Wales	119	1.03%	£12,193,507	0.74%
West Midlands	526	4.56%	£54,221,280	3.28%
Yorks and Humber	1,235	10.71%	£98,622,191	5.96%
South East	910	7.89%	£128,699,963	7.78%
<b>Total</b>	<b>11,527</b>	<b>100.00%</b>	<b>£1,654,230,082</b>	<b>100.00%</b>

### Maturity Profile

Years to Maturity	No. Loan Parts	% of Total	Current Principal Balance	% of Total
<= 5	1,089	9.45%	£123,556,175	7.47%
> 5 <= 10	1,974	17.13%	£217,794,228	13.17%
> 10 <= 15	3,457	29.99%	£429,457,451	25.96%
> 15 <= 20	2,875	24.94%	£421,335,438	25.47%
> 20 <= 25	2,094	18.17%	£457,745,860	27.67%
> 25	38	0.33%	£4,340,931	0.26%
<b>Total</b>	<b>11,527</b>	<b>100.00%</b>	<b>£1,654,230,082</b>	<b>100.00%</b>

### Repayment Profile

Repayment Method	No. Loan Parts	% of Total	Current Principal Balance	% of Total
Interest Only	8,719	75.64%	£1,443,684,776	87.27%
Repayment	2,808	24.36%	£210,545,306	12.73%
<b>Total</b>	<b>11,527</b>	<b>100.00%</b>	<b>£1,654,230,082</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	1	0.01%	£38,598	0.00%
Fixed	3,662	31.77%	£783,385,831	47.36%
Tracker	3,062	26.56%	£424,989,700	25.69%
Variable	4,802	41.66%	£445,815,953	26.95%
<b>Total</b>	<b>11,527</b>	<b>100.00%</b>	<b>£1,654,230,082</b>	<b>100.00%</b>

### Loan Type

Type	No. Loan Parts	% of Total	Current Principal Balance	% of Total
Offset	2,741	23.78%	£366,974,891	22.18%
Flexible	8,786	76.22%	£1,287,255,191	77.82%
<b>Total</b>	<b>11,527</b>	<b>100.00%</b>	<b>£1,654,230,082</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	425	3.69%	112,568,324	6.80%
> 12 <= 18	1,051	9.12%	256,341,307	15.50%
> 18 <= 24	628	5.45%	130,461,203	7.89%
> 24 <= 30	333	2.89%	52,088,444	3.15%
> 30 <= 36	829	7.19%	175,414,757	10.60%
> 36 <= 42	108	0.94%	19,912,824	1.20%
> 42 <= 48	258	2.24%	33,080,738	2.00%
> 48 <= 54	381	3.31%	49,217,598	2.98%
> 54 <= 60	501	4.35%	56,461,990	3.41%
> 60 <= 72	146	1.27%	15,287,733	0.92%
> 72 <= 84	32	0.28%	2,599,450	0.16%
> 84 <= 96	137	1.19%	12,937,237	0.78%
> 96 <= 108	1,940	16.83%	£242,909,328	14.68%
> 108 <= 120	2,542	22.05%	288,602,220	17.45%
> 120	2,216	19.22%	206,346,931	12.47%
<b>Total</b>	<b>11,527</b>	<b>100.00%</b>	<b>£1,654,230,082</b>	<b>100.00%</b>

### Mortgage Pool Statistics as at:

31-May-2016

Weighted Average Seasoning (months):	<b>66.94</b>
Weighted Average Remaining Term (years):	<b>15.18</b>
Average Loan Size:	<b>£143,509</b>
Weighted Average Current LTV (un-indexed)	<b>66.45%</b>
Weighted Average Current LTV (indexed)*	<b>56.81%</b>
Pre-swap yield (on mortgage portfolio):	<b>3.43%</b>
Current Clydesdale Bank 'Buy to Let' SVR:	<b>5.35%</b>

\*Indexation uses Nationwide HPI

# LANNRAIG MASTER TRUST - INVESTOR'S REPORT

## Pool Analysis

**Report Date:** 31-May-2016

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

LTV Range (%)	No. of Loans	% of Total	Current Principal Balance	% of Total
> 0 <= 25	613	5.38%	21,921,387	1.33%
> 25 <= 50	1,682	14.77%	153,696,706	9.29%
> 50 <= 55	598	5.25%	80,766,055	4.88%
> 55 <= 60	894	7.85%	141,359,067	8.55%
> 60 <= 65	1,006	8.84%	172,416,656	10.42%
> 65 <= 70	1,525	13.39%	251,423,549	15.20%
> 70 <= 75	2,303	20.23%	393,617,647	23.79%
> 75 <= 80	1,973	17.33%	338,632,264	20.47%
> 80 <= 85	732	6.43%	92,584,583	5.60%
> 85 <= 90	29	0.25%	4,111,064	0.25%
> 90 <= 95	18	0.16%	1,898,196	0.11%
> 95 <= 100	5	0.04%	702,956	0.04%
> 100	8	0.07%	1,099,953	0.07%
<b>Total</b>	<b>11,386</b>	<b>100.00%</b>	<b>1,654,230,082</b>	<b>100.00%</b>

Original Weighted Average Current Loan-to-Value*	68.40%
Weighted Average Current Loan-to-Value	66.45%
Average Loan Principal Balance	£143,509

\*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 <= 25	876	7.69%	36,715,302	2.22%
> 25 <= 50	2,844	24.98%	327,939,949	19.82%
> 50 <= 55	1,311	11.51%	194,809,098	11.78%
> 55 <= 60	1,916	16.83%	324,840,087	19.64%
> 60 <= 65	2,128	18.69%	341,162,055	20.62%
> 65 <= 70	1,695	14.89%	328,227,712	19.84%
> 70 <= 75	600	5.27%	98,634,545	5.96%
> 75 <= 80	12	0.11%	1,254,381	0.08%
> 80 <= 85	2	0.02%	161,010	0.01%
> 85 <= 90	0	0.00%	0	0.00%
> 90 <= 95	1	0.01%	272,827	0.02%
> 95 <= 100	1	0.01%	213,114	0.01%
> 100	0	0.00%	0	0.00%
<b>Total</b>	<b>11,386</b>	<b>100.00%</b>	<b>1,654,230,082</b>	<b>100.00%</b>

\*Indexation uses Nationwide HPI

Weighted Average Current Indexed Loan-to-Value	56.81%
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### Distribution of loans by Current Principal Balance

LTV Range (Principal)	No. of Loans	% of Total	Current Principal Balance	% of Total
> 0 <= 50,000	1,741	15.29%	55,741,177	3.37%
> 50,000 <= 100,000	3,396	29.83%	258,277,882	15.61%
> 100,000 <= 150,000	2,573	22.60%	313,324,524	18.94%
> 150,000 <= 200,000	1,342	11.79%	232,956,127	14.08%
> 200,000 <= 250,000	713	6.26%	159,357,051	9.63%
> 250,000 <= 300,000	477	4.19%	130,899,244	7.91%
> 300,000 <= 400,000	591	5.19%	202,836,651	12.26%
> 400,000 <= 500,000	275	2.42%	121,508,651	7.35%
> 500,000 <= 750,000	215	1.89%	125,430,472	7.58%
> 750,000 <= 1,000,000	63	0.55%	53,898,302	3.26%
> 1,000,000	0	0.00%	0	0.00%
<b>Total</b>	<b>11,386</b>	<b>100.00%</b>	<b>£1,654,230,082</b>	<b>100.00%</b>

Largest Eligible Loan Principal Balance	£999,884
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## LANNRAIG MASTER TRUST - INVESTOR'S REPORT

### Credit Enhancement and Triggers

Credit Enhancement	Total £	% of Total	Current Note Subordination %	Credit Enhancement %	% Required CE
Class A Notes:	£1,196,763,969	84.83%	15.17%	16.89%	15.35%
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:	£214,000,000	15.17%	0.00%	0.00%	0.00%
Total:	<u>£1,410,763,969</u>	<u>100.00%</u>			
Programme reserve required amount:	£24,300,000	1.72%	of total notes o/s		
Programme reserve actual amount:	£24,300,000	2.03%	of AAA o/s		

Trigger Events	Trigger Event
<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, the seller fails to pay to the mortgages trustee any offset rebate amount where, following notification of such failure, the Funding security trustee is of the opinion that such failure is materially prejudicial to the interests of the note holders of the notes issued by all issuers.	NO
The current sellers 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>Default</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.*	
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>Compliant</b>
Clydesdale Bank PLC confirms that it retains a material net economic interest of not less than 5 per cent. of the nominal value of the securitisation in accordance with Article 405 of Regulation 575/2013 (the "CRR"). Such material net economic interest is retained in the form of a minimum transferor interest of 5 per cent. as permitted under option (a) of Article 405 of the CRR.	YES
<b>Notices</b>	

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

20 June 2016

Role	Counterparty	Long Term Rating (S&P/Moody's/Fitch)	Short Term Rating (S&P/Moody's/Fitch)	Applicable Trigger (Loss of)	Consequence
				A- (S&P), A3(cr) (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.
				A-1+ (S&P); AA- (S&P), Aa3(cr) (Moody's); P-1(cr) (Moody's), F1+ (Fitch)	Item "w" of minimum sellers share increase from 20% to greater of: (a) 60% or (b) 100% less 5% of aggregate mortgage portfolio balance.
				A-1 (S&P); A+ (S&P), A3(cr) (Moody's); P-1 (cr) (Moody's), F1 (Fitch)	Item "w" of minimum sellers share increase to 100%.
				A-1 (S&P), P-1(cr) (Moody's), F1 (Fitch)	Item "x" of minimum sellers share determined by Seller following quarterly review rather than annual review.
Seller	Clydesdale Bank plc	BBB+ / Baa2 / BBB+	A-2 / P-2 / F2	A-1 (S&P)	Item "B" of Offset Rebate Amount increases from 0% to 115% of the aggregate amount of the Offset Benefits that will be applied in reduction of the Current Principal Balance of the Offset BTL Loans
				A3(cr) (Moody's)	Establish a Funding Liquidity Reserve Fund (see page 232-4 of base prospectus dated 10 November 2012 for details) unless rating confirmation provided by Moody's.
				Baa1(cr) (Moody's), BBB+ (Fitch)	Notify details of the loans assigned to the mortgages trust (investor/addresses) to the Mortgages Trustee, Funding, Funding Security Trustee and the rating agencies, unless rating confirmation provided by Moody's/Fitch, as applicable.
				BBB (S&P), BBB- (Fitch), Baa3 (cr) (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 confirmation by each applicable rating agency that current rating of the notes will not be adversely affected)
Servicer	Clydesdale Bank plc	BBB+ / Baa2 / BBB+	A-2 / P-2 / F2	Baa3(cr) (Moody's)	"Back-up" servicer to be appointed within 60 days
Cash Manager	Clydesdale Bank plc	BBB+ / Baa2 / BBB+	A-2 / P-2 / F2		
Funding Fixed Basis Rate Swap Provider	National Australia Bank Limited (London Branch)	AA- / Aa2 / AA-	A-2 / P-1 / F1+	Level 1: A and A1 (S&P), A3 or A3(cr) (Moody's), A and F1 (Fitch) Level 2: BBB+ and F2 (Fitch) Level 3: A- (S&P), Baa1 or Baa1(cr) (Moody's), BBB- and F3 (Fitch)	Collateral posting / Transfer / Guarantor Collateral posting / Transfer / Guarantor Transfer / Guarantor and Collateral
Funding SVR Basis Rate Swap Provider	Clydesdale Bank plc	BBB+ / Baa2 / BBB+	A-2 / P-2 / F2	N/A	
Start up Loan Provider	Clydesdale Bank plc	BBB+ / Baa2 / BBB+	A-2 / P-2 / F2	19/08/2016	
Funding CB Account	Clydesdale Bank plc	BBB+ / Baa2 / BBB+	A-2 / P-2 / F2		
Account Bank Provider (Mortgages Trustee & Funding)	National Australia Bank Limited (London Branch) (Funding GIC Account, Mortgages Trustee GIC Account, All Moneys Mortgages Trustee Bank Account)	Baa2 / A & Aa2 / AA-	P-2 / F1 & P-1 / F1+	S&P A-(LT) if at least A-1 (ST) OR A+ (LT) if below A-1 (ST)	Funding GIC Account, Mortgages Trustee GIC Account & All Moneys Mortgage Trustee Account: Termination within 60 days (up to 90 days if written plans provided to S&P and S&P has provided a rating confirmation) of breach unless: suitably rated provider can provide guarantee, otherwise transfer to suitably rated provider if this action is not taken. Cash Manager will use reasonable endeavours to establish replacement bank accounts.
Account Bank Provider (Issuer)	National Australia Bank Limited (London Branch)	AA- / Aa2 / AA-	A-2 / P-1 / F1+	Moody's (P-1), Fitch (A or F1) S&P (A (LT) if at least A-1 (ST) OR A+ (LT) if below A-1 (ST)	Termination within 30 days of breach unless: suitably rated provider can provide a guarantee, otherwise transfer to suitably rated provider. Termination within 60 days (up to 90 days if written plans provided to S&P and S&P has provided a rating confirmation) of breach unless: suitably rated provider can provide guarantee, otherwise transfer to suitably rated provider. If this action is not taken, Issuer Cash Manager will use reasonable endeavours to establish replacement bank accounts.
Cross Currency Swap Provider/s	Not Applicable	N/A	N/A	Level 1: Fitch (F1 and A), Moody's (P-1 and A2) Level 2: Fitch (F2 and BBB+), Moody's (P-2 and A3) Level 3: Fitch (F3 and BBB-)	Collateral posting / Transfer / Guarantor Collateral posting / Transfer / Guarantor Transfer / Guarantor and Collateral
Principal Paying Agent & Agent Bank	Citibank N.A. - London Branch	A / A1 / A+	A-1 / P-1 / F1		
Note Trustee	Citicorp Trustee Company Limited	N/A			
Corporate Services Provider	Structured Finance Management Limited	N/A			
Funding & Issuer Security Trustee, Registrar & Transfer Agent	Citibank N.A. - London Branch	A / A1 / A+	A-1 / P-1 / F1		
Issuer	Lannraig Master Issuer plc				
Funding Mortgages Trustee	Lannraig Funding Limited Lannraig Trustees Limited				
Programme Arrangers	Barclays Bank plc				
Manager	N/A				
Stock Exchange Listing	UK Listing Authority - London				
Registered Office (Issuer)	35 Great St. Helen's, London EC3A 6AP				
Arrangers & Lead Managers	Barclays Bank plc				
Legal Advisors	Clifford Chance LLP				
Issuer	Carey Olsen				
Mortgages Trustee	Clifford Chance LLP / Shepherd & Wedderburn LLP				
Clydesdale Bank	Sidley Austin LLP				
Managers/Note Trustee/Issuer Security Trustee/Funding Security Trustee					

**CONTACTS**

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Report locations:  
 Bloomberg LING: <https://live.rooms.net/clydesdalebankplc>  
[www.cbonline.co.uk/debtinvestors](http://www.cbonline.co.uk/debtinvestors)

**Lannraig Master Trust Report incorporates:**  
 Lannraig Trustees Limited  
 Lannraig Funding Limited  
 Lannraig Master Issuer plc

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