

The Co-operative Bank plc Covered Bond Programme

| | <u>General</u> | <u>Series 2011-1</u> |
|---|----------------------------|---------------------------------------|
| Issue Date | | 11 November 2011 |
| Publishing Date | 31 August 2017 | |
| Accrual Start Date | 21 July 2017 | |
| Accrual End Date | 21 August 2017 | |
| Accrual Period | 31 | |
| International Securities Number (ISIN) | | XS0703266477 |
| Stock Exchange Listing | London | |
| Issuer | The Co-operative Bank PLC | |
| Guarantor | Moorland Covered Bonds LLP | |
| Original Covered Bond Ratings (Fitch/ Moodys) | | AAA/Aaa |
| Current Covered Bond Ratings (Fitch/ Moodys) | | A/Baa3 |
| Previous LLP Payment date | 21 July 2017 | |
| Current LLP Payment date | 21 August 2017 | |
| Next LLP Payment date | 21 September 2016 | |
| Collection Period Start Date | 30 June 2017 | |
| Collection Period End Date | 31 July 2017 | |
| Currency | | Sterling |
| Original Principal Balance | | £600,000,000.00 |
| Total Beginning Balance prior to payment | | £600,000,000.00 |
| Total Ending Balance subsequent to payment | | £600,000,000.00 |
| Bond Structure | | Soft Bullet |
| Coupon Reference Rate | | Fixed |
| Coupon | | 4.75% |
| Next Coupon Payment Date | | 13 November 2017 |
| Benchmark | | UKT 3.75% Sept 2021 |
| Total Principal Payments - in period | | £0.00 |
| Total Coupon Payments - in period | | £0.00 |
| Covered Bond Swap Provider | | HSBC Bank plc |
| Covered Bond Swap Currency | | GBP |
| Covered Bond Swap Reference Rate | | 1 month £ Libor |
| Covered Bond Swap Margin | | 2.7625% |
| Day Count Convention | | Actual/Actual(ICMA) |
| Relevant Margin | | 4.75000% |
| Coupon Reference Rate | | Fixed |
| Coupon Amount | | £28,500,000.00 |
| Current Coupon | | 4.75000% |
| Current Interest Shortfall | | £0.00 |
| Cumulative Interest Shortfall | | £0.00 |
| Final Maturity Date | | 11 November 2021 |
| Extended Due for Payment Date | | 11 November 2022 |
| Joint Lead Managers | | Barclays Capital, HSBC, JPM, RBS, UBS |
| Listing | | London |

Issuer Priority of Payments

| Revenue Priority of Payments | Principal Priority of Payments |
|---|--|
| Available Revenue Receipts | Available Principal Receipts |
| 5,290,769.44 | 37,729,978.95 |
| (a) Trustee/ Security Trustee expenses | (a) Pre-Maturity Liquidity Ledger |
| - | - |
| (b) Accrued Senior Expenses | (b) Retained Principal Ledger |
| 58,082.73 | - |
| (c) 3rd Party Fees | (c) GIC Deposit to ensure ACT Compliance |
| 124,236.26 | - |
| (d) Interest Rate Swap Provider Payments | (d) Term Advance/ Covered Bond Swap |
| 588,578.45 | - |
| (e) Term Advance Interest/ Covered Bonds Swap | (e) Capital Distribution |
| 1,537,460.71 | 37,729,978.95 |
| (f) Pre-Maturity Liquidity Ledger Amounts | |
| - | |
| (g) Deposit Account Credit (In the Servicer Event of Default) | |
| - | |
| (h) Reserve Fund Required Amount Increase | |
| - | |
| (i) Swap Termination fees | |
| - | |
| (j) Members/ Asset Monitor Indemnity | |
| - | |
| (k) Cash Capital Contributions repayment | |
| 2,126,039.16 | |
| (l) Liquidation Members | |
| 288.13 | |
| (m) Designated Member Fee | |
| 100.00 | |
| (n) Members Interest Profits | |
| 855,984.00 | |

| Swaps | Counterparty | Notional Amount | Period Start Date | Period End Date | LIBOR | Pay Margin | Receipt Fixed Rate | LLP Payment | LLP Receipt | Net Receipt (Payment) |
|--------------------|--------------|-----------------|-------------------|-----------------|---------|------------|--------------------|--------------|-------------|-----------------------|
| Interest Rate Swap | JPM | £662,882,283.57 | 21/07/2017 | 21/08/2017 | 0.2546% | 1.30% | 0.00% | 731,894.69 | 143,316.24 | 588,578.45 |
| Liability Swap | HSBC | £600,000,000.00 | 21/07/2017 | 21/08/2017 | 0.2546% | 2.76% | 4.75% | 1,537,460.71 | - | 1,537,460.71 |

| Asset Coverage Test | This Period |
|---|--------------------|
| | 31 July 2017 |
| LTV Adjustment | |
| if <= 3 months in arrears | 75% |
| if >3 months in arrears, and True Balance/Indexed Valuation <=75% | 40% |
| if >3 months in arrears, and True Balance/Indexed Valuation >75% | 25% |
| Base Asset Percentage - LLP Deed 11.3(i) | 93.5% |
| Fitch Asset Percentage - LLP Deed 11.3(ii) | 92.5% |
| Moodys Asset Percentage - LLP Deed 11.3(iii) | 77.5% |
| Adjusted True Balance (i) | 1,321,447,679.40 |
| Arrears Adjusted True Balance (ii) | 1,326,873,904.26 |
| A: Lower of Adjusted True Balance and Arrears Adjusted True Balance | 1,028,327,275.80 |
| B: Principal Receipts | 37,451,437.78 |
| C: Cash Capital Contributions | 2,126,039.16 |
| D: Substitution Assets | 0.00 |
| X: Flexible Redraw Capacity | 0.00 |
| Y: Deposit Set-Off Amounts | 19,617,049.84 |
| Z: WA Remaining Maturity * Principal Amt Outstanding * Neg Carry Factor | 80,833,500.00 |
| Total: A + B + C + D - (X + Y + Z) | 967,454,202.90 |
| Asset Percentage (%) | 77.5% |
| Principal amount outstanding of all Covered Bonds issued | 600,000,000.00 |
| Amount of Credit Support | 367,454,202.90 |
| ACT Pass Fail | PASS |

| Ledgers | This Period | Last Period |
|-------------------------------|--------------------|--------------------|
| Revenue Ledger | 3,261,225.72 | £3,298,312.76 |
| Principal Ledger | 37,451,437.78 | £26,281,609.06 |
| Reserve Ledger | 7,000,000.00 | £7,000,000.00 |
| Capital Contribution Ledger | 764,652,109.89 | £795,638,536.12 |
| Yield Reserve Ledger | - | £0.00 |
| Retained Principal Ledger | - | £0.00 |
| Coupon Payment Ledger | £0.00 | £0.00 |
| Pre-Maturity Liquidity Ledger | £0.00 | £0.00 |
| LLP Fee Amount Ledger | £0.00 | £0.00 |
| Swap Provider Amount Ledger | £0.00 | £0.00 |
| Intercompany Loan Ledger | £600,000,000.00 | £600,000,000.00 |

| | |
|---|---------------|
| Target General Reserve Account Balance | £7,000,000.00 |
| Beginning General Reserve Account Balance | £7,000,000.00 |
| Ending General Reserve Account Balance | £7,000,000.00 |
| Change in the General Reserve Account Balance | £0.00 |

| | |
|---|---------------|
| Issuer GIC Collateralisation Amount | £3,000,000.00 |
| Collection Account Collateralisation Amount | £3,000,000.00 |

| | |
|--|----------------|
| Swap Cash Collateral Account Opening Balance | 2,126,039.16 |
| Cash Collateral posted during the period | 2,126,212.74 |
| Cash Collateral repayment during the period | - 2,126,039.16 |
| Swap Cash Collateral Account Closing Balance | 2,126,212.74 |

| | |
|--------------------------------|-------|
| Beginning Yield Reserve Amount | £0.00 |
| Ending Yield Reserve Amount | £0.00 |
| Change in Yield Reserve Amount | £0.00 |
| Yield Reserve Required Amount | £0.00 |

| | |
|---|-------------|
| Make Whole Ledger Original Balance | £948,700.00 |
| Make Whole Ledger Period Start Balance | £0.00 |
| Make Whole Ledger Top up during the Period | £0.00 |
| Make Whole Ledger Transfers to Principal Receipts | £0.00 |

| | |
|---|---------------|
| Timing of the Collateral report | 31 July 2017 |
| Currency | Sterling |
| Prior Period Total Number of Residential Mortgage Loans | 16,521 |
| Current Total Number of Residential Mortgage Loans | 16,158 |
| Prior Period Total Value of Residential Mortgage Loans | 1,369,380,363 |
| Current Total Value of Residential Mortgage Loans | 1,326,922,131 |
| Current Average Loan Size | 82,122 |
| Current Weighted Average Seasoning (Months) | 92 |
| Weighted Average Interest Rate | 2.81% |
| Weighted Average Remaining Term | 172 |
| Current Indexed Loan to Value Ratio | 40.61% |
| Current Non-Indexed Loan to Value Ratio | 51.33% |

| | Current Period | | |
|---|----------------------|-----------|---------------------------|
| Delinquency Band (excluding possessions) | Total Balance | No | % of Total Balance |
| Zero arrears | 1,326,922,131.42 | 100.00% | 100.00% |
| 0.01 <= 1 Months in Arrears | - | - | 0.00% |
| 1.01 <= 2 Months in Arrears | - | - | 0.00% |
| 2.01 <= 3 Months in Arrears | - | - | 0.00% |
| > 3 Months | - | - | 0.00% |
| Total | - | - | 0.00% |

*Loan is classified as 'delinquent' if the arrears balance is greater than zero as at the date of the collateral report.

| | |
|------------------------------------|-------|
| Net Loss | - |
| Cumulative Net Loss | - |
| Average Loss Severity (In Period) | 0.00% |
| Average Loss Severity (Cumulative) | 0.00% |

| | Total Balance | No |
|---------------------------------------|----------------------|-----------|
| Repossessions and Sales | | |
| Possessed properties (current period) | - | 0 |
| Possessed properties (to date) | - | 0 |
| Sales (current period) | - | 0 |
| Sales (to date) | - | 0 |

| Outstanding Repossessions | Total Balance | No |
|----------------------------------|----------------------|-----------|
| | £0.00 | 0 |

| | Current Period | Previous Period |
|--|-----------------------|------------------------|
| Principal Payment Rate (3 Months Average) | 2.25% | 1.89% |
| Annualised PPR Speed (Based on monthly principal payment rate) | 28.37% | 20.32% |
| Constant Prepayment Rate (3 months Average) | 1.64% | 1.29% |
| Constant Prepayment Rate (Annualised) | 22.68% | 14.44% |

| | Current Period | | |
|---|-------------------------|---------------|---------------------|
| Region | Total Balance | No | % of Balance |
| East Anglia | £59,672,934.74 | 755 | 4.50% |
| East Midlands | £86,395,884.40 | 1,222 | 6.51% |
| London | £127,681,585.39 | 952 | 9.62% |
| North | £47,325,842.84 | 702 | 3.57% |
| North West | £181,687,542.38 | 2,572 | 13.69% |
| Scotland | £30,395,840.64 | 405 | 2.29% |
| South East | £335,760,199.46 | 3,106 | 25.30% |
| South West | £132,873,868.54 | 1,636 | 10.01% |
| Wales | £44,984,616.65 | 671 | 3.39% |
| West Midlands | £189,943,939.76 | 2,865 | 14.31% |
| Yorks and Humber | £90,199,876.62 | 1,272 | 6.80% |
| Total | 1,326,922,131.42 | 16,158 | 100.00% |
| Mortgage Size | Total Balance | No | % of Balance |
| Less than or equal to 30K | 58,051,245.47 | 3,525 | 4.37% |
| More than 30k up to and including 50K | 110,613,486.19 | 2,757 | 8.34% |
| More than 50k up to and including 75K | 194,183,704.52 | 3,123 | 14.63% |
| More than 75k up to and including 100K | 195,195,535.75 | 2,248 | 14.71% |
| More than 100k up to and including 125K | 163,443,499.60 | 1,461 | 12.32% |
| More than 125k up to and including 150K | 141,524,024.37 | 1,036 | 10.67% |
| More than 150k up to and including 200K | 173,276,471.73 | 1,009 | 13.06% |
| More than 200k up to and including 400K | 236,156,549.29 | 895 | 17.80% |
| More than 400K up to and including 500K | 25,601,734.19 | 57 | 1.93% |
| More than 500k | 28,875,880.31 | 47 | 2.18% |
| Total | 1,326,922,131.42 | 16,158 | 100.00% |
| Mortgage Type | Total Balance | No | % of Balance |
| Owner Occupied Purchase | 659,550,122.33 | 6,997 | 49.71% |
| Owner Occupied Remortgage | 667,372,009.09 | 9,161 | 50.29% |
| Total | 1,326,922,131.42 | 16,158 | 100.00% |
| Mortgage Payment Type | Total Balance | No | % of Balance |
| Capital & Interest | 936,017,820.84 | 12,833 | 70.54% |
| Interest Only | 276,414,714.94 | 2,182 | 20.83% |
| Mixed (Part & Part) | 114,489,595.64 | 1,143 | 8.63% |
| Total | 1,326,922,131.42 | 16,158 | 100.00% |
| Non-indexed Current LTV (Using Original Valuation) | Total Balance | No | % of Balance |
| Less than or equal to 25% CLTV | 178,003,190.44 | 5,534 | 13.41% |
| More than 25% up to and including 50% CLTV | 453,756,500.99 | 5,348 | 34.20% |
| More than 50% up to and including 55% CLTV | 115,662,700.55 | 989 | 8.72% |
| More than 55% up to and including 60% CLTV | 100,906,988.79 | 829 | 7.60% |
| More than 60% up to and including 65% CLTV | 93,428,496.77 | 725 | 7.04% |
| More than 65% up to and including 70% CLTV | 97,143,060.98 | 729 | 7.32% |
| More than 70% up to and including 75% CLTV | 83,158,484.75 | 634 | 6.27% |
| More than 75% up to and including 80% CLTV | 70,490,118.25 | 524 | 5.31% |
| More than 80% up to and including 85% CLTV | 55,115,679.19 | 358 | 4.15% |
| More than 85% up to and including 90% CLTV | 50,009,133.62 | 306 | 3.77% |
| More than 90% up to and including 95% CLTV | 12,052,548.76 | 83 | 0.91% |
| More than 95% up to and including 100% CLTV | 6,045,447.72 | 40 | 0.46% |
| Over 100% CLTV | 11,149,780.61 | 59 | 0.84% |
| Total | 1,326,922,131.42 | 16,158 | 100.00% |

| <u>Indexed Current LTV (Using Original Valuation)</u> | <u>Total Balance</u> | <u>No</u> | <u>% of Balance</u> |
|--|-----------------------------|----------------------------------|----------------------------|
| Less than or equal to 25% | 320,939,953.86 | 7,390 | 24.19% |
| More than 25% up to and including 50% | 578,290,752.33 | 5,585 | 43.58% |
| More than 50% up to and including 55% | 103,768,355.43 | 808 | 7.82% |
| More than 55% up to and including 60% | 93,695,367.15 | 723 | 7.06% |
| More than 60% up to and including 65% | 76,004,564.77 | 580 | 5.73% |
| More than 65% up to and including 70% | 53,234,763.02 | 362 | 4.01% |
| More than 70% up to and including 75% | 40,136,882.65 | 278 | 3.02% |
| More than 75% up to and including 80% | 28,658,412.71 | 196 | 2.16% |
| More than 80% up to and including 85% | 18,564,476.77 | 131 | 1.40% |
| More than 85% up to and including 90% | 7,876,633.29 | 62 | 0.59% |
| More than 90% up to and including 95% | 4,163,466.74 | 32 | 0.31% |
| More than 95% up to and including 100% | 1,371,004.58 | 9 | 0.10% |
| Over 100% | 217,498.12 | 2 | 0.02% |
| Total | 1,326,922,131.42 | 16,158 | 100.00% |
| <u>Interest Rate</u> | <u>Total Balance</u> | <u>No of Sub Accounts</u> | <u>% of Balance</u> |
| 0 – 1.99% | 441,410,102.88 | 7,583 | 33.27% |
| 2 – 2.99% | 389,013,408.68 | 6,309 | 29.32% |
| 3 – 3.99% | 152,653,930.10 | 2,415 | 11.50% |
| 4 – 4.99% | 305,710,156.23 | 6,584 | 23.04% |
| 5 – 5.99% | 33,263,833.51 | 652 | 2.51% |
| 6 – 6.99% | 4,870,700.02 | 142 | 0.37% |
| 7 – 7.99% | £0.00 | 0 | 0.00% |
| Total | 1,326,922,131.42 | 23,685 | 100.00% |
| <u>Years to Maturity</u> | <u>Total Balance</u> | <u>No</u> | <u>% of Balance</u> |
| 0 and less than or equal to 5 years | 101,397,782.81 | 2,620 | 7.64% |
| Greater than 5 years and less than or equal to 10 years | 264,362,255.66 | 4,331 | 19.92% |
| Greater than 10 years and less than or equal to 15 years | 414,172,021.60 | 4,730 | 31.21% |
| Greater than 15 years and less than or equal to 20 years | 303,370,310.06 | 2,721 | 22.86% |
| Greater than 20 years and less than or equal to 25 years | 143,773,260.72 | 1,063 | 10.84% |
| Greater than 25 years and less than or equal to 30 years | 66,849,104.06 | 467 | 5.04% |
| Greater than 30 years | 32,997,396.51 | 226 | 2.49% |
| Total | 1,326,922,131.42 | 16,158 | 100.00% |
| <u>Property Type</u> | <u>Total Balance</u> | <u>No</u> | <u>% of Balance</u> |
| Detached House | 469,700,780.87 | 4,670 | 35.40% |
| Flat/ Maisonnette | 102,652,113.46 | 1,205 | 7.74% |
| Semi- Detached House | 398,235,607.07 | 5,383 | 30.01% |
| Terraced House | 292,091,266.76 | 3,947 | 22.01% |
| Other | 64,242,363.26 | 953 | 4.84% |
| Total | 1,326,922,131.42 | 16,158 | 100.00% |
| <u>Interest Rate Type</u> | <u>Total Balance</u> | <u>No of Sub Accounts</u> | <u>% of Balance</u> |
| Base | £429,702,571.32 | 7,998 | 32.38% |
| Fixed - reverting to SVR | £616,512,351.81 | 9,564 | 46.46% |
| SVR | £280,707,208.29 | 6,123 | 21.15% |
| Total | 1,326,922,131.42 | 23,685 | 100.00% |

| Additional Information | As at 31-07-2017 | Cumulative (From date of Issue) |
|--|--|--|
| BNP Paribas Deposit Account | 51,810,823.41 | n/a |
| BNP Paribas Swap Collateral Account | 2,126,039.16 | |
| Co-operative Bank Deposit Account | 2,083,885.82 | n/a |
| Substitute Assets | 0.00 | - |
| | Gilts, Sterling demand or time deposits, certificates of deposit and short-term debt obligations | Gilts, Sterling demand or time deposits, certificates of deposit and short-term debt obligations |
| Authorised Investments Allowable | - | - |
| Authorised Investments | - | - |
| Available Principal Receipts | £37,729,978.95 | £1,869,907,829.21 |
| Scheduled Principal Receipts | n/a | n/a |
| Unscheduled Principal Receipts | n/a | n/a |
| Available Revenue Receipts | £5,290,769.44 | £672,805,923.17 |
| Value of Repurchases | £2,057,001.65 | £177,425,961.31 |
| Number of Repurchases | 41 | 3,195 |
| Value of Re-arrangements | £2,601,816.40 | £184,773,775.05 |
| Number of Re-arrangements | 34 | 1,977 |
| Value of Loans Added to Pool (Including re-arrangements) | £0.00 | £2,305,260,422.40 |
| Number of Loans Added to Pool | - | 22,910 |
| Bonds Outstanding as % of Original Bonds Issued | 100.00% | n/a |
| Losses as % Bonds Issued | 0.00% | 0% |
| Number of Properties Sold | - | - |
| Principal Balance of Properties Sold | £0.00 | £0.00 |
| Advances in period | £0.00 | £15,320,671.67 |
| Current SVR Rate | 4.49% | n/a |
| Original Weighted Average Life | 10 Years (Series 2011-1) | |

| Rating Agency Triggers | Provider | Rating Triggers (M- Moody's/ F- Fitch) | Latest available rating (M-Moody's/ F- Fitch) | Breach Action |
|-----------------------------------|--|---|--|--|
| Covered Bond Swap Provider | HSBC Bank PLC | A2, P-1/ A, F1 | Aa2, P-1(Stable)/ AA-, F1+ | N/A |
| Fixed Rate Swap Provider | J.P. Morgan Securities Ltd- J.P. Morgan Chase Bank N.A (Guarantor) | A2, P-1/ A, F1 | A1, P-1/ AA-, F1+ | N/A |
| Issuer Account Bank (i) | The Co-operative Bank PLC | P-1/ A, F1 | Ca,NP/ B-,B | Deposits limited to Collateralised Amount- £3m |
| Issuer Account Bank (ii) | BNP Paribas Securities Services | P-1/ A, F1 | P-1/A+,F1 | N/A |
| Collection Account Bank | The Co-operative Bank PLC | Co-op Insolvency Event Occurance | N/A | |
| Cash Manager | The Co-operative Bank PLC | Baa3/ B | Ca,NP/ B-,B | Additional Cash Capital contribution is made by the Seller (Co-op) according to LLP Trust Deed Clause 8.7 & Back up Cash Manger appointed. |
| Servicer | The Co-operative Bank PLC | Baa3/ B | Ca,NP/ B-,B | Back up Servicer appointed. |

| | |
|-----------------------------|------------------------------|
| Back up Cash Manager | Citibank N.A., London Branch |
| Back up Servicer | Homeloan Management Limited |

| Deal Participant Information | | | |
|-------------------------------------|--|----------------------------------|--|
| Cash Manager | The Co-operative Bank PLC https://www.co-operativebank.co.uk/investorrelations/debtinvestors | Paying Agent | HSBC Bank PLC |
| Web address | | Account Banks | The Co-operative Bank PLC BNP Paribas Securities Services |
| Servicer | The Co-operative Bank PLC https://www.co-operativebank.co.uk/investorrelations/debtinvestors | Liquidity Support | The Co-operative Bank PLC |
| Note Trustee e-mail | HSBC Corporate Trustee Company (UK) Ltd cta.trustee_admin@hsbc.com | Corporate Services Provider | Structured Finance Management Limited |
| Lead Arrangers | RBS UBS | Back-up Servicer Facilitator | Structured Finance Management Limited |
| | | Back-up Cash Manager Facilitator | Structured Finance Management Limited |

| | |
|---|--|
| Information Sources | The Co-operative Bank PLC |
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| | 17th Floor, Miller Street |
| | Manchester |
| Address | M60 0AL |
| | Bloomberg or https://www.co-operativebank.co.uk/investorrelations/debtinvestors |
| Reports Distribution Channels | |
| Loan Level Data and Liability Modelling | |
| Bloomberg | COOPWH-CORP |
| Report Frequency | Monthly |

| | |
|--|---|
| Mortgage Yield (pre swap) | WA average mortgage interest rate |
| Unscheduled Principal Payments | Non scheduled principal and redemption receipts |
| Unscheduled Revenue Receipts | Interest on arrears |
| Principal Payment Rate (3 ma) | Three Months average of Monthly Principal Payments received (unscheduled and scheduled) divided by opening mortgage balance |
| Annualised PPR Speed (Based on monthly principal payments) | Total Payments received unscheduled and scheduled divided by opening mortgage balance (Annualised on current month) |
| Constant Prepayment Rate (3ma) | Three Months average of Monthly unscheduled Principal Payments received divided by opening mortgage balance |
| Constant Prepayment Rate (Annualised) | Total Payments received unscheduled divided by opening mortgage balance and annualised |

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