

UKAR Fact Sheet

6 months to 30 September 2017

Our mission is to maximise value for the taxpayer while treating all stakeholders fairly

UK Asset Resolution (UKAR) is the holding company established on 1 October 2010 to bring together the government owned businesses of Bradford & Bingley (B&B) and NRAM

UK Financial Investments Limited (UKFI) manages HM Treasury's 100% shareholding in UKAR

UKAR Corporate Services (UKARcs) is responsible for the administration of the Government's Help to Buy: mortgage guarantee scheme and the Help to Buy: ISA on behalf of HM Treasury

Business highlights

Six month period to 30 September 2017:

- Balance sheet reduced by £13.2bn
- Government loan repayments of £13.1bn
- Underlying profit before tax £238.0m
- Mortgage accounts three or more months in arrears, including possessions, have reduced by 9%

Since formation:

- Balance sheet reduced by £94.7bn, 82%
- Government loan repayments of £36.8bn; 76% reduction
- 99.7% of private sector debt repaid (£57.5bn)
- Mortgage accounts three or more months in arrears, including possessions, have reduced by 89%

Customers and Conduct

Six month period to 30 September 2017:

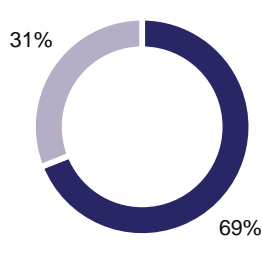
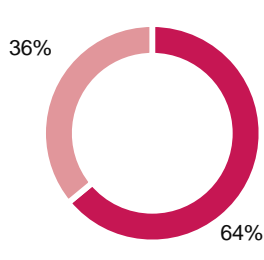
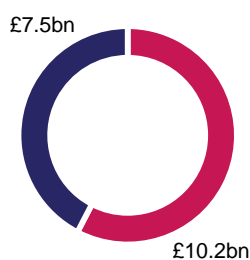
- More than 94% of our customers are up to date with their mortgage payments
- To assist customers in difficulty we have made c.4,500 'arrangements to pay'
- Over 700 customers referred to not-for-profit debt advice agencies, who provide free assistance to help customers reorganise their finances
- Continued proactive contact with interest only customers to offer help and support on their plans to repay their mortgage

Mortgage Book Data as at 30 September 2017

Total residential mortgages = £17.7bn

B&B = £10.2bn

NRAM = £7.5bn



Legend: NRAM (dark blue), B&B (red), Buy-to-let (light blue), Homeowner (dark red)

Key facts

	UKAR	B&B	NRAM
Total mortgage customers	129,000	69,000	60,000*
Total mortgage accounts	149,000	87,000	62,000
Total interest only accounts	99,000 66%	63,000 73%	36,000 57%
Average size of homeowner mortgage	£122,000	£127,000	£117,000
Average size of BTL mortgage	£114,000	£107,000	£129,000

* This figure does not include 11,222 (Safe & Sure) customers/accounts where the deeds are held by NRAM but a nil balance is on the account.

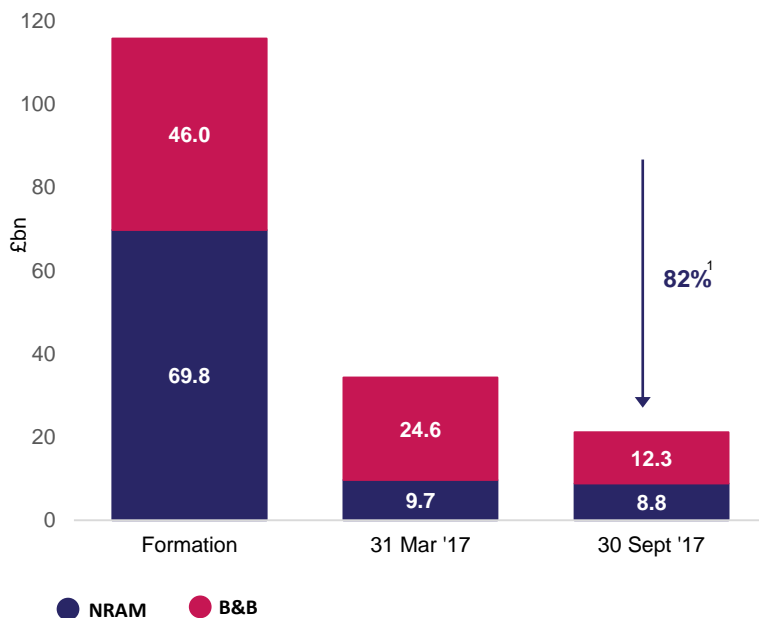
Key Financial Information

Key facts	UKAR	B&B	NRAM
Govt. loan repayments*	£13.1bn	£12.2bn	£1.0bn
Underlying profit before tax*	£238.0m	£100.5m	£137.5m
Balance sheet reduction*	£13.2bn	£12.2bn	£1.0bn
Debt owed to other investors**	£0.2bn	-	£0.2bn
Equity capital**	£8.2bn	£3.5bn	£4.7bn

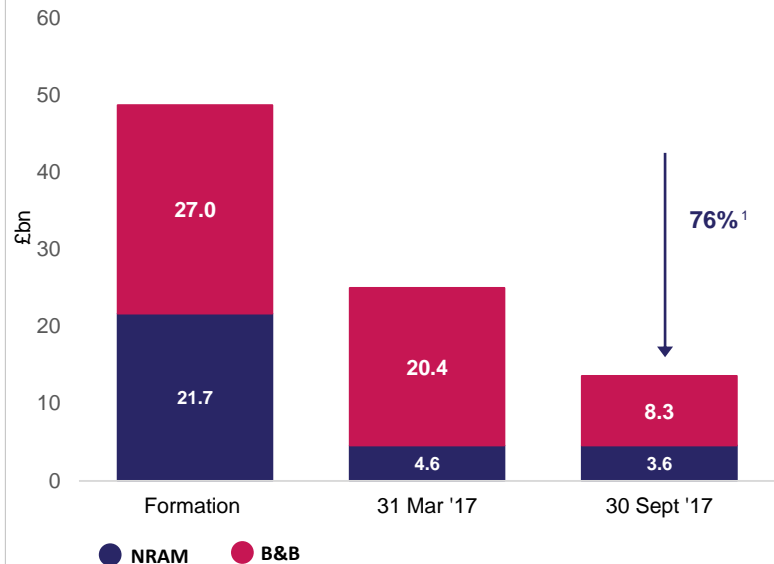
* These figures are for the 6 months to 30 September 2017

** These figures are at 30 September 2017

Balance Sheet

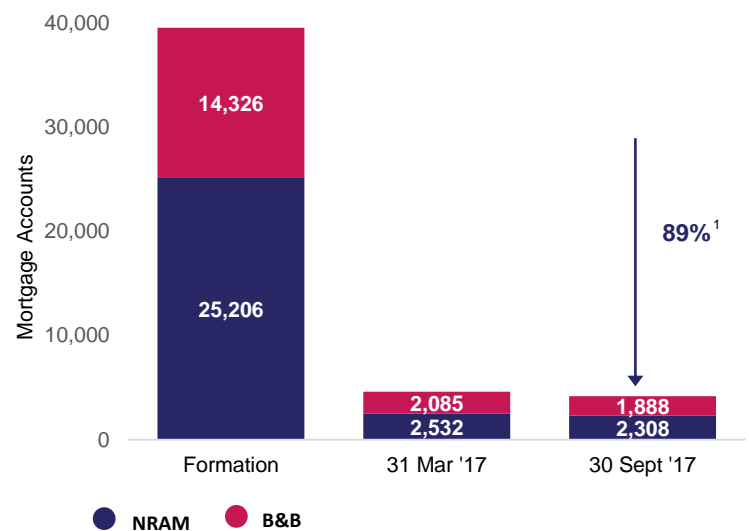


Government Loan



Arrears and Possessions

Number of mortgage accounts 3 months+ in arrears including properties in possession



Contact details

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