

**MATURITY BUCKETS FOR THE
NORTHERN ROCK (ASSET MANAGEMENT) PLC ("NRAM") AUCTION**

The below is based on the assumption that the only Deliverable Obligations are those on the Final List.

I. Limitation Dates¹

2.5-year Maturity Bucket	20 June 2014
5-year Maturity Bucket	20 December 2016
7.5-year Maturity Bucket	20 June 2019
10-year Maturity Bucket	20 December 2021
12.5-year Maturity Bucket	20 June 2024
15-year Maturity Bucket	20 December 2026
20-year Maturity Bucket	20 December 2031

II. Ranges of Scheduled Termination Dates

It has been resolved that neither Senior Auctions nor Subordinated Auctions will be held in respect of Bucket 3 and Bucket 4. If the Buyer exercises the Movement Option (as set out below), the applicable Deliverable Obligations will be settled through the application auction for Bucket 2. The Movement Option Cut-off Date is Monday 30 January 2012, but ISDA would encourage market participants intending to utilize the Movement Option to exercise it as soon as possible to avoid operational difficulties.

(A) Per Senior Auction

Maturity Buckets	Range of Scheduled Termination Dates	Potential Auctions to be held?
2.5 year Maturity Bucket	15 December 2011 – 19 October 2014 <i>(Buyer Exercise or Seller M(M)R Trades (as defined in the NRAM Credit Derivatives Senior Auction Settlement Terms) only) ("Bucket 1")</i>	Yes. This Auction will be combined with the Subordinated Auction for Bucket 1 as the Deliverable Obligations are identical.
5 year Maturity Bucket	20 October 2014 – 26 March 2018 <i>(Buyer Exercise or Seller M(M)R Trades only) ("Bucket 2")</i>	Yes. This Auction will be combined with the Subordinated Auction for Bucket 2 as the Deliverable Obligations are identical.
7.5 year Maturity Bucket	27 March 2018 – 1 December 2019 <i>(Buyer Exercise or Seller M(M)R Trades only) ("Bucket 3")</i>	No Senior Auction for Bucket 3, Buyer can exercise the Movement Option in accordance with Section 12.17 of the 2003 ISDA Credit Derivatives Definitions (as supplemented) and the NRAM Credit Derivatives Auction Settlement Terms in respect of Bucket 2 will apply.
Seller Bucket	2 December 2019 onwards <i>(Buyer Exercise and all Seller Exercise (except for Seller M(M)R Trades which fall within the Senior Auction for Buckets 1, 2 or 3))</i>	No Senior Auction for Bucket 4, Buyer can exercise the Movement Option in accordance with Section 12.17 of the 2003 ISDA Credit Derivatives Definitions

¹ The Limitation Dates are based on a Restructuring Date of 15 December 2011.

Maturity Buckets	Range of Scheduled Termination Dates	Potential Auctions to be held?
	("Bucket 4")	(as supplemented) and the NRAM Credit Derivatives Auction Settlement Terms in respect of Bucket 2 will apply.

(B) Per Subordinated Auction

Maturity Buckets	Range of Scheduled Termination Dates	Potential Auctions to be held?
2.5 year Maturity Bucket	15 December 2011 – 19 October 2014 <i>(Buyer Exercise or Seller M(M)R Trades (as defined in the NRAM Credit Derivatives Subordinated Auction Settlement Terms) only)</i> ("Bucket 1")	This Auction will be combined with the Senior Auction for Bucket 1 as the Deliverable Obligations are identical.
5 year Maturity Bucket	20 October 2014 – 29 December 2016 <i>(Buyer Exercise or Seller M(M)R Trades only)</i> ("Bucket 2")	This Auction will be combined with the Senior Auction for Bucket 2 as the Deliverable Obligations are identical.
7.5 year Maturity Bucket	30 December 2016 – 1 December 2019 <i>(Buyer Exercise or Seller M(M)R Trades only)</i> ("Bucket 3")	No Subordinated Auction for Bucket 3, Buyer can exercise the Movement Option in accordance with Section 12.17 of the 2003 ISDA Credit Derivatives Definitions (as supplemented) and the NRAM Credit Derivatives Auction Settlement Terms in respect of Bucket 2 will apply.
Seller Bucket	2 December 2019 onwards <i>(Buyer Exercise and all Seller Exercise (except for Seller M(M)R Trades which fall within the Subordinated Auction for Buckets 1, 2 or 3))</i> ("Bucket 4")	No Subordinated Auction for Bucket 4, Buyer can exercise the Movement Option in accordance with Section 12.17 of the 2003 ISDA Credit Derivatives Definitions (as supplemented) and the NRAM Credit Derivatives Auction Settlement Terms in respect of Bucket 2 will apply.