

HSBC UK Bank plc

Regulatory Capital Instruments 31 December 2025

HSBC UK Bank plc

Main features of regulatory capital instruments and eligible instruments

This document supplements the HSBC UK Bank plc Pillar 3 Disclosures as at 31 December 2025 (the "**Pillar 3 Disclosures**"), available at www.hsbc.com (please follow links to 'Investors', 'Results and announcements', 'All reporting' and 'Subsidiaries').

This document is a disclosure document published as required by, and solely for the purpose of compliance with, Article 437(b) of The PRA Rulebook Disclosure (CRR) Part, to provide a description of the main features of the capital instruments of HSBC UK Bank plc and certain of its subsidiaries.

The information contained in this document has been compiled in accordance with CRR II (as defined in the Pillar 3 Disclosures) and regulatory guidance published by the UK Prudential Regulatory Authority and the Bank of England. Assumptions on the regulatory treatment of the capital instruments described herein under CRR II reflect HSBC UK Bank plc's interpretation of current rules.

Following the end of the transition period following the UK's withdrawal from the EU, any reference to EU regulations and directives (including technical standards) should, as applicable, be read as references to the UK's version of such regulation or directive, as onshored into UK law under the European Union (Withdrawal) Act 2018, and as may be subsequently amended under UK law.

Disclosure in the required format has resulted in simplification and abbreviation of the features of the capital instruments described herein. The information contained in this document is not intended to be a comprehensive description of such capital instruments. No investor or prospective investor in any such capital instruments should rely upon the description contained in this document and none of HSBC UK Bank plc or any of its subsidiaries or affiliates shall be liable for any inaccuracy or misstatement contained in this document.

All capital instruments issued by HSBC UK Bank plc are held by HSBC Holdings plc. Capital instruments issued by HSBC UK Bank plc's subsidiaries are held by HSBC UK Bank plc or HSBC Holdings plc. As such no external investors hold an interest in the instruments described herein. The full terms and conditions of the capital instruments described herein are available on request via Group Investor Relations (investorrelations@hsbc.com).

	<u>Ordinary Shares</u>	<u>Undated Additional Tier 1 Instrument issued 2017 (Callable December 2022 onwards)</u>	<u>Undated Additional Tier 1 Instrument issued 2014 (Callable December 2019 onwards)</u>	<u>Undated Additional Tier 1 Instrument issued 2014 (Callable December 2024 onwards)</u>
1	Issuer	HSBC UK Bank plc	Marks and Spencer Financial Services plc	HSBC UK Bank plc
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	NA	N/A – Internal issuance 9345	N/A – Internal issuance 9393
2a	Public or private placement	Private	Private	Private
3	Governing law(s) of the instrument	English Law	English law	English law
3a	Contractual recognition of write down and conversion powers of resolution authorities	NA	No	Yes
Regulatory treatment				
4	Current treatment taking into account, where applicable, transitional CRR rules	Common Equity Tier 1	Additional Tier 1	Additional Tier 1
5	Post-transitional CRR rules	Common Equity Tier 1	Additional Tier 1	Additional Tier 1
6	Eligible at solo / (sub-) consolidated/ solo & (sub-) consolidated	Solo & Sub-Consolidated	Solo and Consolidated	Solo and Consolidated
7	Instrument type (types to be specified by each jurisdiction)	Ordinary Shares	Perpetual non-cumulative preference shares	Additional Tier 1
8	Amount recognised in regulatory capital (Currency in million, as of most recent reporting date)	GBP 0.0500	GBP 18m	GBP 1,096m
9	Nominal amount of instrument (Currency in million)	GBP 0.0500	GBP 20m	GBP 1,096m
UK-9a	Issue price	GBP 1.00 per share	100.000%	100.000%
UK-9b	Redemption price	GBP 1.00 per share	100.000%	100.000%
10	Accounting classification	Shareholders' Equity	Shareholders' equity	Shareholders' equity
11	Original date of issuance	-	08 Dec 2017	19 Dec 2014
12	Perpetual or dated	Perpetual	Perpetual	Perpetual
13	Original maturity date	-	-	-
14	Issuer call subject to prior supervisory approval	-	Yes	Yes
15	Optional call date, contingent call dates and redemption amount	-	08 December 2022 - Redemption at Par Tax and regulatory calls at any time - Par	19 December 2019 - Redemption at Par Tax and regulatory calls at any time - Par
16	Subsequent call dates, if applicable	-	On any annual interest payment date i.e. 8 Dec	On any quarterly interest payment date on or after 19 Dec 2019, i.e. 19 Mar, 19 Jun and 19 Sep.
Coupons / dividends				
17	Fixed or floating dividend/coupon	-	Fixed	Floating
18	Coupon rate and any related index	-	5.750%	SONIA + 5.156%
19	Existence of a dividend stopper	-	No	No
UK-20a	Fully discretionary, partially discretionary or mandatory (in terms of timing)	-	Fully discretionary	Fully discretionary
UK-20b	Fully discretionary, partially discretionary or mandatory (in terms of amount)	-	Fully discretionary	Fully discretionary
21	Existence of step up or other incentive to redeem	-	No	No
22	Noncumulative or cumulative	Non-cumulative	Non-cumulative	Non-cumulative
23	Convertible or non-convertible	Non-convertible	Convertible	Convertible
24	If convertible, conversion trigger (s)	-	7% CET1; Contractual. Triggers to statutory bail-in power and mandatory write-down/conversion of capital instruments power under UK Banking Act 2009 – UK BoE/PRA	7% CET1; Contractual. Triggers to statutory bail-in power and mandatory write-down/conversion of capital instruments power under UK Banking Act 2009 – UK BoE/PRA– Statutory and contractual recognition
25	If convertible, fully or partially	-	Always convert fully	Always convert fully
26	If convertible, conversion rate	-	To be determined at conversion	To be determined at conversion
27	If convertible, mandatory or optional conversion	-	Mandatory upon satisfaction of certain conditions	Mandatory upon satisfaction of certain conditions
28	If convertible, specify instrument type convertible into	-	Common Equity Tier 1	Common Equity Tier 1
29	If convertible, specify issuer of instrument it converts into	-	Marks and Spencer Financial Services plc	HSBC UK Bank plc
30	Write-down features	-	Yes	Yes
31	If write-down, write-down trigger(s)	-	Triggers to statutory bail-in power and mandatory write-down/conversion of capital instruments power under UK Banking Act 2009 – UK BoE/PRA	Triggers to statutory bail-in power and mandatory write-down/conversion of capital instruments power under UK Banking Act 2009 – UK BoE/PRA – Statutory and contractual recognition
32	If write-down, full or partial	-	Full	Full
33	If write-down, permanent or temporary	-	Permanent	Permanent
34	If temporary write-down, description of write-up mechanism	-	NA	NA
34a	Type of subordination (only for eligible liabilities)	-	N/A	N/A
UK-34b	Ranking of the instrument in normal insolvency proceedings	1 - Ordinary Shares	2 - AT1 instruments	2 - AT1 instruments
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Immediately subordinate to Additional Tier 1 instruments	Immediately subordinate to Tier 2 instruments	Immediately subordinate to Tier 2 instruments
36	Non-compliant transitioned features	No	No	No
37	If yes, specify non-compliant features	-	N/A	N/A
37a	Link to the full term and conditions of the instrument (signposting)	Available upon request	Available on request	Available on request

	<u>Undated Additional Tier 1 Instrument issued 2025 (Callable June 2030 onwards)</u>	<u>GBP 650m Subordinated Loan 2033</u>	<u>GBP 79m Subordinated Loan 2031</u>	<u>GBP 550m Subordinated Loan 2033</u>
1	Issuer	HSBC UK Bank plc	HSBC UK Bank plc	HSBC UK Bank plc
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	N/A – Internal issuance 9690	N/A – Internal issuance 9372	N/A – Internal issuance 9519
2a	Public or private placement	Private	Private	Private
3	Governing law(s) of the instrument	English law	English law	English law
3a	Contractual recognition of write down and conversion powers of resolution authorities	Yes	Yes	Yes
	Regulatory treatment			
4	Current treatment taking into account, where applicable, transitional CRR rules	Additional Tier 1	Tier 2	Tier 2
5	Post-transitional CRR rules	Additional Tier 1	Tier 2	Tier 2
6	Eligible at solo / (sub-) consolidated/ solo & (sub-) consolidated instrument type (types to be specified by each jurisdiction)	Solo and Consolidated	Solo and Consolidated	Solo and Consolidated
7	Amount recognised in regulatory capital (Currency in million, as of most recent reporting date)	Additional Tier 1	Tier 2	Tier 2
8	Amount recognised in regulatory capital (Currency in million, as of most recent reporting date)	GBP 495m	GBP 652m	GBP 80m
9	Nominal amount of instrument (Currency in million)	GBP 500m	GBP 650m	GBP 79m
UK-9a	Issue price	100.000%	100.000%	100.000%
UK-9b	Redemption price	100.000%	100.000%	100.000%
10	Accounting classification	Shareholders' equity	Liability - amortised cost	Liability - amortised cost
11	Original date of issuance	24 Jun 2025	26 Jun 2018	11 Mar 2021
12	Perpetual or dated	Perpetual	Dated	Dated
13	Original maturity date	-	11 Sep 2033	03 Jul 2033
14	Issuer call subject to prior supervisory approval	Yes	Yes	Yes
15	Optional call date, contingent call dates and redemption amount	Call date 24 June 2030 - Redemption at Par Tax and regulatory calls at any time - Par	Call Date 11 September 2028 at Par	Call Date 11 March 2026 at Par Tax or Capital Disqualification Event at any time at Par
16	Subsequent call dates, if applicable	On each distribution date thereafter	On any quarterly interest payment date on or after 11 Sep 2028, i.e. 11 Dec, 11 Mar and 11 Jun each year.	On any annual interest payment date after first call date
	Coupons / dividends			
17	Fixed or floating dividend/coupon	Floating	Floating	Floating
18	Coupon rate and any related index	SONIA + 4.010%	SONIA + 2.143%	From 11/03/2026 rate changes from fixed 2.125% to On 11/03/26 rate changes from fixed 2.125% to Benchmark Gilt Rate + 1.900% resettable on each IPD + 1.900%
19	Existence of a dividend stopper	No	No	No
UK-20a	Fully discretionary, partially discretionary or mandatory (in terms of timing)	Fully discretionary	Mandatory	Mandatory
UK-20b	Fully discretionary, partially discretionary or mandatory (in terms of amount)	Fully discretionary	Mandatory	Mandatory
21	Existence of step up or other incentive to redeem	No	No	No
22	Noncumulative or cumulative	Non-cumulative	Cumulative	Cumulative
23	Convertible or non-convertible	Convertible	Convertible	Convertible
24	If convertible, conversion trigger (s)	7% CET1: Contractual. Triggers to statutory bail-in power and mandatory write-down/conversion of capital instruments power under UK Banking Act 2009 – UK BoE/PRA – Statutory and contractual recognition	Triggers to statutory bail-in power and mandatory write-down/conversion of capital instruments power under UK Banking Act 2009 – UK BoE/PRA – Statutory and contractual recognition	Triggers to statutory bail-in power and mandatory write-down/conversion of capital instruments power under UK Banking Act 2009 – UK BoE/PRA – Statutory and contractual recognition
25	If convertible, fully or partially	Always convert fully	May convert fully or partially	May convert fully or partially
26	If convertible, conversion rate	To be determined at conversion	To be determined at conversion	To be determined at conversion
27	If convertible, mandatory or optional conversion	Mandatory upon satisfaction of certain conditions	Mandatory upon satisfaction of certain conditions	Mandatory upon satisfaction of certain conditions
28	If convertible, specify instrument type convertible into	Common Equity Tier 1	Common Equity Tier 1	Common Equity Tier 1
29	If convertible, specify issuer of instrument it converts into	HSBC UK Bank plc	HSBC UK Bank plc	HSBC UK Bank plc
30	Write-down features	Yes	Yes	Yes
31	If write-down, write-down trigger(s)	Triggers to statutory bail-in power and mandatory write-down/conversion of capital instruments power under UK Banking Act 2009 – UK BoE/PRA – Statutory and contractual recognition	Triggers to statutory bail-in power and mandatory write-down/conversion of capital instruments power under UK Banking Act 2009 – UK BoE/PRA – Statutory and contractual recognition	Triggers to statutory bail-in power and mandatory write-down/conversion of capital instruments power under UK Banking Act 2009 – UK BoE/PRA – Statutory and contractual recognition
32	If write-down, full or partial	Full	May be written down partially	May be written down partially
33	If write-down, permanent or temporary	Permanent	Permanent	Permanent
34	If temporary write-down, description of write-up mechanism	N/A	N/A	N/A
34a	Type of subordination (only for eligible liabilities)	N/A	N/A	N/A
UK-34b	Ranking of the instrument in normal insolvency proceedings	2 - AT1 instruments	3 - Subordinated loans	3 - Subordinated loans
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Immediately subordinate to Tier 2 instruments	Immediately subordinate to Senior Creditors	Immediately subordinate to Senior Creditors
36	Non-compliant transitioned features	No	No	No
37	If yes, specify non-compliant features	N/A	N/A	N/A
37a	Link to the full term and conditions of the instrument (signposting)	Available on request	Available on request	Available on request

	<u>USD 840m Subordinated Loan 2033</u>	<u>GBP 250m Subordinated Loan 2033</u>	<u>EUR 1,250m Subordinated Loan 2036</u>	<u>GBP 350m Subordinated Loan 2035</u>
1	Issuer	HSBC UK Bank plc	HSBC UK Bank plc	HSBC UK Bank plc
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	N/A – Internal issuance 9606	N/A – Internal issuance 9625	N/A – Internal issuance 9677
2a	Public or private placement	Private	Private	Private
3	Governing law(s) of the instrument	English law	English law	English law
3a	Contractual recognition of write down and conversion powers of resolution authorities	Yes	Yes	Yes
	Regulatory treatment			
4	Current treatment taking into account, where applicable, transitional CRR rules	Tier 2	Tier 2	Tier 2
5	Post-transitional CRR rules	Tier 2	Tier 2	Tier 2
6	Eligible at solo / (sub-) consolidated/ solo & (sub-) consolidated	Solo and Consolidated	Solo and Consolidated	Solo and Consolidated
7	Instrument type (types to be specified by each jurisdiction)	Tier 2	Tier 2	Tier 2
8	Amount recognised in regulatory capital (Currency in million, as of most recent reporting date)	GBP 648m	GBP 253m	GBP 360m
9	Nominal amount of instrument (Currency in million)	USD 840m (GBP 626m)	GBP 250m	EUR 1,250m (GBP 1,093m)
UK-9a	Issue price	100.000%	100.000%	100.000%
UK-9b	Redemption price	100.000%	100.000%	100.000%
10	Accounting classification	Liability - amortised cost	Liability - amortised cost	Liability - amortised cost
11	Original date of issuance	03 Jul 2023	15 Dec 2023	19 May 2025
12	Perpetual or dated	Dated	Dated	Dated
13	Original maturity date	03 Jul 2033	15 Dec 2033	19 May 2036
14	Issuer call subject to prior supervisory approval	Yes	Yes	Yes
15	Optional call date, contingent call dates and redemption amount	Call Date 3 July 2028 at Par Tax or Capital Disqualification event at any time at Par	Call Date 15 December 2028 at Par Tax or Capital Disqualification event at any time at Par	Call Date 19 May 2031 at Par Tax or Capital Disqualification event at any time at Par
16	Subsequent call dates, if applicable	On any interest payment date on or after 3 Jul 2028.	On each annual interest payment date after first call date	One-time only
	Coupons / dividends			
17	Fixed or floating dividend/coupon	Floating	Fixed to floating	Fixed to floating
18	Coupon rate and any related index	SOFR + 3.030%	From 15/12/2028 rate changes from fixed 6.896% to SONIA + 2.990%	From 19/05/2031 rate resets from fixed 4.191% to 6-month EURIBOR + 1.830%
19	Existence of a dividend stopper	No	No	No
UK-20a	Fully discretionary, partially discretionary or mandatory (in terms of timing)	Mandatory	Mandatory	N/A
UK-20b	Fully discretionary, partially discretionary or mandatory (in terms of amount)	Mandatory	Mandatory	N/A
21	Existence of step up or other incentive to redeem	No	No	No
22	Noncumulative or cumulative	Cumulative	Cumulative	N/A
23	Convertible or non-convertible	Convertible	Convertible	Convertible
24	If convertible, conversion trigger (s)	Triggers to statutory bail-in power and mandatory write-down/conversion of capital instruments power under UK Banking Act 2009 – UK BoE/PRA – Statutory and contractual recognition	Triggers to statutory bail-in power and mandatory write-down/conversion of capital instruments power under UK Banking Act 2009 – UK BoE/PRA – Statutory and contractual recognition	Triggers to statutory bail-in power and mandatory write-down/conversion of capital instruments power under UK Banking Act 2009 – UK BoE/PRA – Statutory and contractual recognition
25	If convertible, fully or partially	May convert fully or partially	May convert fully or partially	May convert fully or partially
26	If convertible, conversion rate	To be determined at conversion	To be determined at conversion	To be determined at conversion
27	If convertible, mandatory or optional conversion	Mandatory upon satisfaction of certain conditions	Mandatory upon satisfaction of certain conditions	Mandatory upon satisfaction of certain conditions
28	If convertible, specify instrument type convertible into	Common Equity Tier 1	Common Equity Tier 1	Common Equity Tier 1
29	If convertible, specify issuer of instrument it converts into	HSBC UK Bank plc	HSBC UK Bank plc	HSBC UK Bank plc
30	Write-down features	Yes	Yes	Yes
31	If write-down, write-down trigger(s)	Triggers to statutory bail-in power and mandatory write-down/conversion of capital instruments power under UK Banking Act 2009 – UK BoE/PRA – Statutory and contractual recognition	Triggers to statutory bail-in power and mandatory write-down/conversion of capital instruments power under UK Banking Act 2009 – UK BoE/PRA – Statutory and contractual recognition	Triggers to statutory bail-in power and mandatory write-down/conversion of capital instruments power under UK Banking Act 2009 – UK BoE/PRA – Statutory and contractual recognition
32	If write-down, full or partial	May be written down partially	May be written down partially	May be written down partially
33	If write-down, permanent or temporary	Permanent	Permanent	Permanent
34	If temporary write-down, description of write-up mechanism	N/A	N/A	N/A
34a	Type of subordination (only for eligible liabilities)	N/A	N/A	N/A
UK-34b	Ranking of the instrument in normal insolvency proceedings	3 - Subordinated loans	3 - Subordinated loans	3 - Subordinated loans
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Immediately subordinate to Senior Creditors	Immediately subordinate to Senior Creditors	Immediately subordinate to Senior Creditors
36	Non-compliant transitioned features	No	No	No
37	If yes, specify non-compliant features	N/A	N/A	N/A
37a	Link to the full term and conditions of the instrument (signposting)	Available on request	Available on request	Available on request

HSBC UK Bank plc

1 Centenary Square
Birmingham B1 1HQ
United Kingdom
Telephone: 03456 040 626
www.hsbc.co.uk