

INDEPENDENT ASSURANCE REPORT TO THE DIRECTORS OF TSB BANKING GROUP PLC ON SELECTED INFORMATION IN RELATION TO THE STREAMLINED ENERGY & CARBON REPORTING (SECR) DISCLOSURE WITHIN THE 2024 ANNUAL REPORT & ACCOUNTS

EY was engaged by TSB Banking Group plc (the 'Bank') to perform an assurance engagement in accordance with International Standard on Assurance Engagements (UK) 3000 July 2020, in respect of certain sustainability metrics attached as Appendix A (the 'Subject Matter') presented in the 2024 Annual Report & Accounts ('the Report').

The subject matter is marked up with an asterisk (*) within the Report. Other than as described in the preceding paragraph, which sets out the scope of our engagement, we did not perform assurance procedures on the remaining information included in the Report, and accordingly, we do not express an opinion or conclusion on this information.

This report is produced in accordance with the terms of our engagement letter dated 20th May 2024 for the purpose of reporting to the Directors of TSB Banking Group plc (the 'Bank') in connection with the Subject Matter for the period ended 31 December 2024.

This report is made solely to the company's Directors, as a body, in accordance with our engagement letter dated 20th May 2024. Those terms permit disclosure on TSB's website, solely for the purpose of TSB showing that it has obtained an independent assurance report in connection with the Subject Matter. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's Directors as a body, for our examination, for this report, or for the opinions we have formed.

Our work has been undertaken so that we might report to the Directors those matters that we have agreed to state to them in this report and for no other purpose. Our report must not be recited or referred to in whole or in part in any other document nor made available, copied or recited to any other party, in any circumstances, without our express prior written permission.

Responsibilities of the company

As Directors of the company you are responsible for the selected Key Performance Indicator's which is attached as Appendix A to this report (the 'Subject Matter'). The Directors of the company remain solely responsible for presenting the Subject Matter in accordance with the SECR methodology and NZBA methodology made available on the TSB website (the 'Criteria').

Responsibilities of Ernst & Young LLP

It is our responsibility to provide a conclusion on the Subject Matter based on our examination. The Criteria has been used as the basis on which to evaluate the measurement and presentation of the Subject Matter.

Our approach

We conducted our engagement in accordance with International Standard on Assurance Engagements (UK) 3000 (July 2020) *Assurance engagements other than audits or reviews of historical financial information* ("ISAE (UK) 3000 (July 2020)") as promulgated by the Financial Reporting Council (FRC). For the purpose of the engagement, we have been provided by the Directors with the Subject Matter, for which the Directors of the company remain solely responsible.

In performing this engagement, we have applied International Standard on Quality Management (ISQM) 1 and the independence and other ethical requirements of the Institute of Chartered Accountants of England and Wales (ICAEW) Code of Ethics (which includes the requirements of the

Code of Ethics for Professional Accountants issued by the International Ethics Standards Board for Accountants (IESBA)).

We have performed the procedures agreed with you and set out in our engagement letter dated 20th May 2024. Our work included:

- ▶ Conducting interviews with the company's personnel to understand key processes, systems and controls in place over the preparation of the Subject Matter;
- ▶ Conducting walk-through procedures over the data to understand the aggregation and consolidation processes;
- ▶ Performing analytical review procedures over the Subject Matter and enquiring with management as to the reasoning behind material year-on-year variances;
- ▶ Agreeing a sample of the Subject Matter to underlying source documentation to check the accuracy of the data;
- ▶ Checking that the calculation criteria had been applied in accordance with the methodologies outlined in the Criteria;
- ▶ Making management enquiries and reviewing explanations for significant variances;
- ▶ Reading the Report and narrative supporting the Subject Matter to assess the consistency with the reporting Criteria; and
- ▶ Obtaining management representations.

The objective of a limited assurance engagement is to perform such procedures as to obtain information and explanations in order to provide us with sufficient appropriate evidence to express a negative conclusion on the Subject Matter. The procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement. Consequently the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.

Inherent limitations

Our conclusion is based on historical information and the projection of any information or conclusions in the attached report to any future periods would be inappropriate. Our examination excludes audit procedures such as verification of all assets, liabilities and transactions and is substantially less in scope than an audit performed in accordance with International Standards on Auditing (UK) and therefore provides a lower level of assurance than an audit. Accordingly we do not express an audit opinion on the information.

Conclusion

Based on the procedures performed and evidence obtained, nothing has come to our attention that causes us to believe that the accompanying Subject Matter as defined in Appendix A is not fairly stated, in all material respects, based on the Criteria.

Ernst & Young LLP

Ernst & Young LLP

London

10/1/2025

Appendix A

Limited assurance Subject Matter	Year ended 31.12.2024
Location Based Operational Emissions	
Scope 1 emissions from the combustion of fuel and operation of facilities	1,100 tCO ₂ e
Scope 2 emissions from the purchase of electricity	2,417 tCO ₂ e
Total Scope 1 and 2 location-based emissions	3,517 tCO₂e
Scope 3 emissions from colleague travel & home working (excluding hotels)	4,217 tCO ₂ e
Scope 3 emissions from hotel stays	129 tCO ₂ e
Scope 3 emissions from paper	647 tCO ₂ e
Scope 3 emissions from waste and water	15 tCO ₂ e
Total Scope 3 location-based emissions	5,008 tCO₂e
Total Scope 1, 2 and 3 location-based emissions	8,525 tCO₂e
Intensity ratio (location-based tCO ₂ e per FTE)	1.6 tCO ₂ e
Energy consumption kWh (million)	18.123

Limited assurance Subject Matter	Year ended 31.12.2023
Scope 3 Financed Residential Mortgage Emissions	
Absolute carbon emissions	473,062 tCO ₂ e
Physical emissions intensity (kg of CO ₂ per total property square metre)	19.62 kg
Location Based Operational Emissions	
Scope 3 Emissions from employee's commuting and working from home ¹	4,161 tCO ₂ e

1. Scope 3 Emissions from employee's commuting and working from home is a component of the rebaselined 2023 metric: Scope 3 emissions from colleague travel & home working (excluding hotels).