



PILLAR 3 ADDITIONAL DISCLOSURES:
COUNTRY BY COUNTRY REPORTING (“CBCR”)

31 August 2013



Introduction

The Capital Requirements (Country-by-Country Reporting) Regulations 2013 came into effect on 1 January 2014 and place certain reporting obligations on financial institutions that are within the scope of the EU Capital Requirements Directive IV (CRD IV).

The objective of the country-by-country reporting requirements is to provide increased transparency regarding the source of the Financial Institution's income and the locations of its operations.

The Hanley Economic Building Society and its Subsidiaries are all UK registered entities, the activities of which are disclosed on page 10 of the Annual Report and Accounts 2013.

The Hanley's total operating income and the number of full time equivalent employees during the year to 31 August 2013 were:

<u>Hanley Economic Building Society</u>	<u>31 August 2013</u>
Total operating income	£4.00m
Number of full time equivalent employees	58.37

Reporting for the year ended 31 August 2014 and future periods will also include the following information profit or loss before tax, tax on profit or loss and public subsidies receive.