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Press Notice

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UKAR announces completion of £13 billion sale of former Northern Rock mortgages

In November last year UK Asset Resolution Limited (UKAR) agreed to sell £13 billion of former Northern Rock Mortgages to Cerberus Capital Management LP (Cerberus).

Today the Government receives the final £520 million from Cerberus as part of the sale completion process. This sale represents value for money for the tax payer and following its completion the government will have exited over 85% of former Northern Rock.

There will be no changes to the terms and conditions of the mortgages sold. Further information can be found in the UKAR [press release](#).

About UKFI

UKFI is responsible for managing the Government's shareholdings in The Royal Bank of Scotland Group plc and Lloyds Banking Group plc, collectively the "Market Investments". UKFI is also responsible for managing the Government's 100% shareholding and loans in UK Asset Resolution Ltd ("UKAR"). UKAR was formed during 2010 to integrate the activities of NRAM plc (formerly Northern Rock (Asset Management) plc) and Bradford & Bingley plc, collectively the "Wholly-Owned companies". UKFI managed the Government's 100% shareholding in Northern Rock plc from Northern Rock plc's formation on 1 January 2010 up to its sale to Virgin Money on 1 January 2012.

UKFI's overarching objective is to manage these shareholdings commercially to create and protect value for the taxpayer, and to devise and execute a strategy for realising value for the Government's investments over time, paying due regard to the maintenance of financial stability and acting in a way that promotes competition.