

Summary financial statement

2008/2009

for the year ended 31 March 2009

The Directors have pleasure in presenting the summary financial statement of Nationwide International Limited (the Company) for the year ended 31 March 2009. It is a summary of information contained in the Company's audited financial statements for the year ended 31 March 2009, as approved by the Board of Directors on 21 May 2009. Those financial statements have been audited and delivered to the Registrar of Companies on the Isle of Man. The Auditors' report was not qualified in any respect.

The summary financial statement is derived from the Company's annual financial statements and Directors' report and does not contain sufficient information to allow for a full understanding of the Company's results and its state of affairs.

Copies of the full audited financial statements are available to depositors on request from the offices of Nationwide International Limited at PO Box 217, 5-11 St. Georges Street, Douglas, Isle of Man, IM99 1RN.

		2009	2008
		£000	£000
Results for the year	Profit for the year before taxation	15,165	13,551
	Taxation on profit for the year	(1,334)	(1,260)
	Retained profit	<u>13,831</u>	<u>12,291</u>
Financial position at end of year			
Assets	Cash and balances with banks	3,825	9,849
	Funds placed with parent company	3,689,397	2,750,173
	Prepaid expenses	34	38
	Property, plant and equipment	280	273
	Deferred tax asset	28	-
	Total assets	<u>3,693,564</u>	<u>2,760,333</u>
Liabilities	Due to customers	3,566,967	2,672,402
	Other liabilities	10,255	7,443
	Current tax liabilities	1,344	1,261
	Deferred tax liability	-	3
	Retirement benefit obligation	565	239
		<u>3,579,131</u>	<u>2,681,348</u>
Shareholders' equity	Share capital	28,500	6,500
	General reserve	85,933	72,485
	Total shareholders' equity and liabilities	<u>3,693,564</u>	<u>2,760,333</u>

Directors at 31 March 2009

Chairman	Carl Gandy
Directors	Philip Dunne, Managing Director
	Anthony Barber
	Peter Pell-Hiley
	Peter Stafford (appointed 12 November 2008)
	Judith Fullerton (Alternate Director)
	Jackie Bowman (Alternate Director)
	Kirsty Cramond (resigned 14 May 2008)
	John Sutherland (resigned 3 September 2008)
	Matthew Carter (resigned 3 February 2009)
Secretary	Richard Vanderplank

Registered office and principal place of business
 Nationwide International Ltd
 5-11 St Georges Street
 Douglas, Isle of Man

Auditors
 PricewaterhouseCoopers
 Chartered Accountants
 Douglas, Isle of Man

Depositors' Compensation Scheme

The Company is subject to the requirements of the statutory Isle of Man Depositors' Compensation Scheme ("the DCS"). The DCS is financed by contributions from licenceholders which are currently fixed at 1/8% of sterling and foreign currency deposits, subject to a maximum levy in any one year of £350,000. The DCS will only come into operation when there is a default by a participating banking institution and there will be no standing fund for the compensation.

On 9 October 2008 a provisional liquidator was appointed to a banking licenceholder in the Isle of Man following the suspension of its banking licence. The petition for the winding up of the licenceholder was initially adjourned until 29 January 2009 and then again until 9 April 2009 whilst an alternative scheme of arrangement was drawn up. At a meeting of the creditors on 19 May 2009, the results of which will be available on the 22 May 2009, if the proposed scheme of arrangement is approved and, subject to final approval by the Isle of Man High Court, it will come into effect on 27 May 2009.

The liability on the Company will not be materially different whether the banking licenceholder is wound up, thereby crystallising the DCS or whether the scheme of arrangement comes into effect. On the basis of publicly available information at the time of approval of the financial statements, the Directors' best estimate of the contribution of the Company to the scheme of arrangement or DCS is that it is unlikely to be in excess of £1,000,000.

The Director's have not updated the disclosure above to reflect events which have occurred between 21 May 2009, the date the report on the full annual financial statements were signed, and the signing date of this statement. This is consistent with the Independent auditors' report below and follows the guidance of the APB Bulletin 2008/03 to avoid the impression that the statement on the summary financial statement in any way updates the auditor's report on the annual accounts.

Independent auditors' report to the shareholders of Nationwide International Limited

We have examined the summary financial statement of Nationwide International Limited.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the summary financial statement in accordance with applicable law. Our responsibility is to report to you our opinion on the consistency of the summary financial statement with the full annual financial statements and the directors' report, and its compliance with the relevant requirements of the Isle of Man Banking (General Practice) Regulatory code 2005 and the Financial Services Rule Book 2008.

This statement, including the opinion, has been prepared for and only for the company's members as a body in accordance with the relevant requirements of the Isle of Man Banking (General Practice) Regulatory Code 2005 and the Financial Services Rule Book 2008 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this statement is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Basis of opinion

We conducted our work in accordance with Bulletin 2008/3, "The auditors' statement on the summary financial statement" issued by the Auditing Practices Board in the United Kingdom. Our report on the Company's full annual financial statements describes the basis of our audit opinion on those financial statements.

Opinion

In our opinion the summary financial statement is consistent with the annual financial statements and the directors' report of Nationwide International Limited for the year ended 31 March 2009 and complies with the applicable requirements of the Isle of Man Banking (General Practice) Regulatory Code 2005. We have not considered the effects of any events between the date on which we signed our report on the full annual financial statements for the year ended 31 March 2009 and the date of this statement.

PricewaterhouseCoopers
Chartered Accountants
Douglas, Isle of Man

24 June 2009

A wholly owned subsidiary of Nationwide Building Society
Nationwide International Ltd, PO Box 217, 5-11 St Georges Street, Douglas, Isle of Man, IM99 1RN
Registered in the Isle of Man No. 52214
Licensed by the Isle of Man Financial Supervision Commission to take deposits
© Nationwide International Ltd



Certificate No. FS 33403