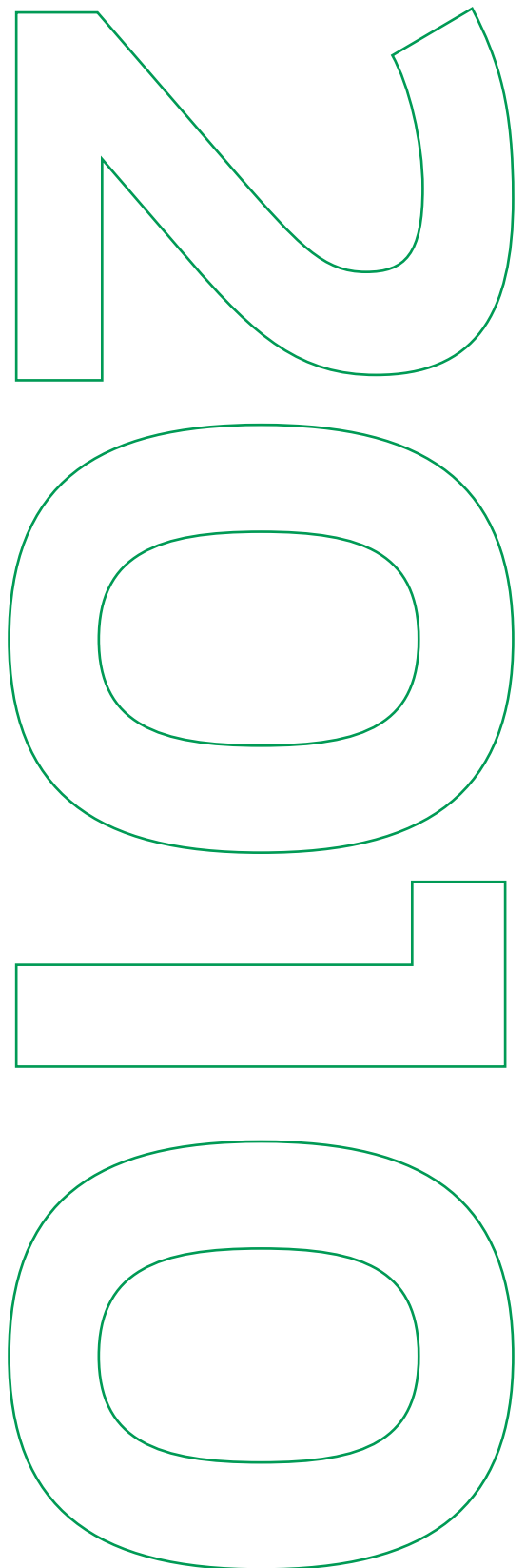
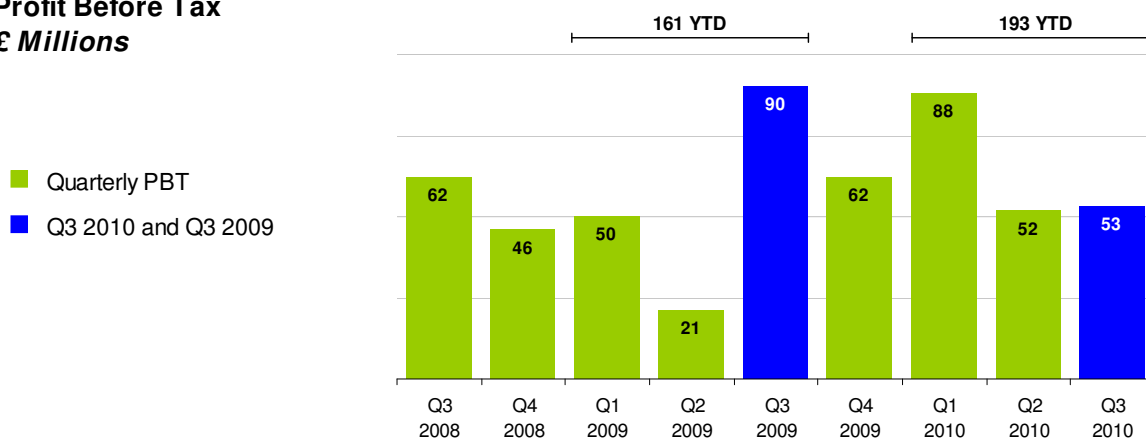

FCE Bank plc
**Q3 MANAGEMENT
STATEMENT**

for the quarter ended 30 September 2010

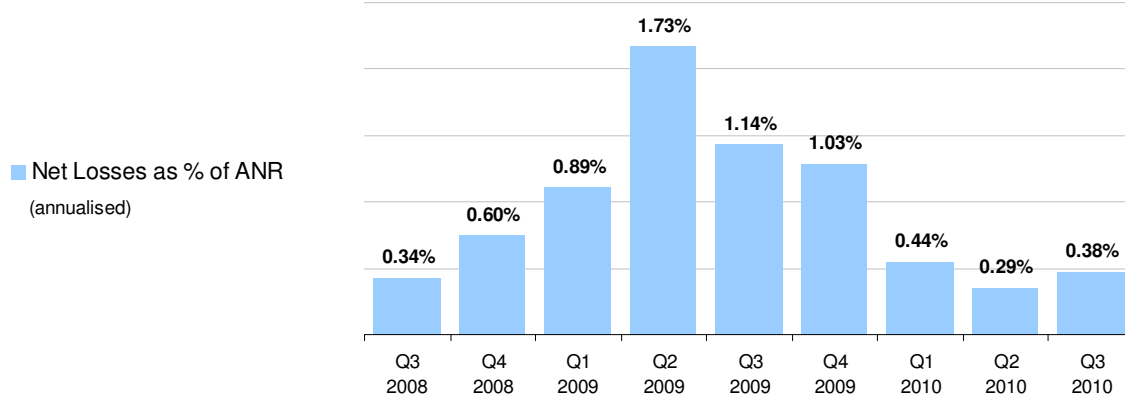


Highlights (unaudited)*

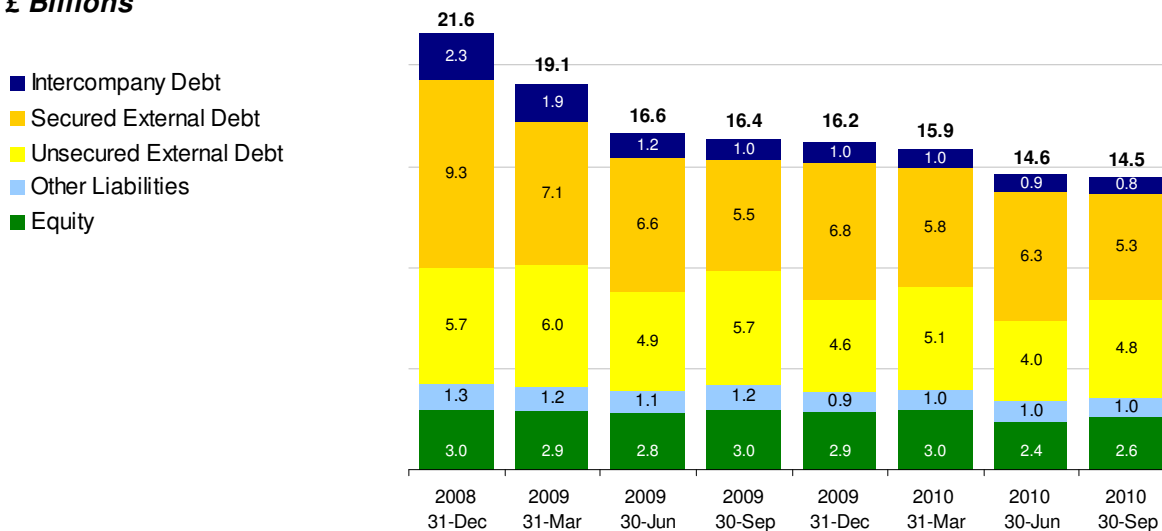
Profit Before Tax £ Millions



Credit Loss Ratio



Liabilities and Shareholder's Equity £ Billions



* This management statement is based on unaudited preliminary data. Final data will be included in FCE's 2010 Annual Report and Accounts.

Management Statement

Commentary

FCE recorded profit before tax of £193 million year-to-date, up £32 million compared with the same period in 2009. The improved performance mainly reflects lower credit losses together with lower vehicle residual value losses and lower associated loss reserves. These favourable effects have more than offset the adverse impact of lower receivable levels and the non-recurrence of market valuation adjustment gains experienced in Q3 2009. FCE's credit loss performance continues to be in line with management's expectations.

FCE's average net receivables continued to decline in the third quarter, primarily reflecting the effect of the transition of Jaguar, Land Rover, Mazda, and Volvo financing to other providers.

During the third quarter of 2010, FCE raised £0.8 billion in new external funding and renewed or added £1.4 billion in private securitisation capacity, £0.9 billion of which had a revolving period of 18 months or more.

As at 27 October 2010, FCE has repaid the majority of its European Central Bank funding relating to retained securitisation notes, with a remaining balance of £0.1 billion (31 December 2009, £1.1 billion).

FCE's full year 2010 public term funding plan includes a range of £0.3 billion to £0.8 billion in public unsecured issuance and a range of £0.4 billion to £0.8 billion in primary public securitisation issuance. As at 27 October 2010, FCE had completed £0.3 billion of unsecured issuance and £0.4 billion of primary public securitisation.

FCE's liquidity available for use as at 30 September 2010 totalled £2.0 billion, consisting of unsecured credit facilities of £0.3 billion, committed securitisation capacity of £0.4 billion, and cash and marketable securities of £1.3 billion. These amounts are net of utilisation and adjusted for cash and marketable securities not available for use in day-to-day operations, and securitisation capacity in excess of eligible receivables.

As at 27 October 2010, FCE's long term debt credit ratings/outlook are BB-/Stable from Fitch, Ba2/Stable from Moody's and BB-/Positive from Standard and Poor's.

Key Financial Data (unaudited)	Q3 2010	Q3 2009
Quarterly income statement data	£ mil	£ mil
Net interest income	£ 80	£ 114
Net fees and commissions income	13	16
Other operating income	50	37
Total income	£ 143	£ 167
Net credit losses	£ (10)	£ (35)
Impairment loss reserve adjustment	8	11
Impairment losses on loans and advances	£ (2)	£ (24)
Operating expenses	(47)	(48)
Depreciation on property and equipment	(35)	(32)
Fair value adjustments to financial instruments	17	20
Gain / (loss) on foreign exchange	(24)	7
Share of profit of a jointly controlled entity	1	-
Profit before tax	£ 53	£ 90
Memo: Profit before tax - year to date	£ 193	£ 161
Asset data		
Loans and advances to customers	£ 10,996	£ 12,561
Total assets	14,457	16,353
Risk weighted exposures	12,042	13,538
Average net receivables for the third quarter	10,718	12,182
Capital data		
Tier 1 capital	£ 2,457	£ 2,789
Tier 1 ratio	20.4%	20.6%