

SCHEDULE 3

PENSIONS

2. The liabilities of the international section shall be—
 - (a) the liabilities of the pension scheme existing at the segregation time that are attributable to pensionable service with Bradford & Bingley International including any liabilities attributable to a transfer received by the pension scheme during that pensionable service; and
 - (b) any liabilities arising after the segregation time by reason of—
 - (i) the continued pensionable service of the active members referred to in paragraph 1(b); or
 - (ii) the admission of new members after the segregation time in accordance with the terms of the international section from time to time.