ABBEY COVERED BONDS LLP

Monthly Report **February 2006**

Date of Report **08/02/2006**

Counterparties

Group Guarantor	Abbey National plc
Servicer	Abbey National plc
Cash Manager	Abbey National plc
Covered Bond Swap Providers	Barclays Capital Citibank Deutsche Bank AG
Interest Rate Swap Provider	Abbey National Treasury Services
Bank Account Provider	Abbey National plc

Asset Coverage Test

A=	£ 3,211,320,799	(Adjusted loan balances)
B=	£ -	(Principal collections not applied)
C=	£ -	(Cash Capital Contributions)
D=	£ -	(Substitution Assets)
V=	£ 14,800,299	(For set-off risk in relation to Flexible Plus Loans)
W=	£ 141,775,599	(For set-off risk in relation to general depositors)
X=	£ 10,712,249	(For set-off risk in relation to drawdown facilities)
Y=	£ -	(Aggregate of Future payments on Reward Loans)
Z=	£ 84,546,667	(Potential negative carry on funds held in GIC)
Total A+B+C+D-(V+W+X+Y+Z)	£ 2,959,485,985	
	Pass	Pass / Fail
Method Used for Calculating "A"	A(ii)	A(i) Adjusted Current balance less deemed reductions / A(ii) Arrears adjusted Balance less deemed reductions multiplied by Asset Percentage
Asset Percentage	90.7%	
Amount of Credit Support	£ 983,485,985	Result of the over collateralisation in the Asset Coverage Test

Portfolio Characteristics

Total Outstanding Current Balance of Mortgages in the Portfolio	£ 3,544,389,979
Number of Mortgages in Pool	54,865
Average Loan Balance	£ 64,602.02
Weighted Average Current LTV	67.04%

Current LTV Levels Breakdown *	Number	Value	% of Total
0 - 30%	13,686	295,822,036	8.3%
30 - 35%	2,620	107,266,512	3.0%
35 - 40%	2,733	126,418,232	3.6%
40 - 45%	2,997	164,555,208	4.6%
45 - 50%	2,997	181,083,767	5.1%
50 - 55%	3,155	229,436,736	6.5%
55 - 60%	3,309	266,820,041	7.5%
60 - 65%	2,921	239,065,287	6.7%
65 - 70%	3,153	267,079,872	7.5%
70 - 75%	3,340	320,693,434	9.0%
75 - 80%	2,590	242,637,557	6.8%
80 - 85%	2,606	255,615,494	7.2%
85 - 90%	3,082	323,771,305	9.1%
90 - 95%	1,853	175,561,540	5.0%
95 -100%	1,518	144,589,928	4.1%
100% +	2,305	203,973,033	5.8%
Totals	54,865	3,544,389,979	100.0%

* using latest (non-indexed) valuation

Cash Ledgers

Revenue Ledger	-
Principal Ledger	-
Reserve Ledger	-
Payments Ledger	7,185,205
Cash Contributions Ledger	-
Total	7,185,205

Represented By :

GIC Account	7,185,205
Transaction Account	-
Authorised Investments / Substitution Assets	-
Total	7,185,205

LLP Balance Sheet

Cash	7,185,205
Mortgages	3,544,389,979
Authorised Investments / Substitution Assets	-
Total	3,551,575,184

Capital Account Ledger - AN plc	1,575,575,184
Capital Account Ledger - ANTS	-
Intercompany Loan Outstanding	1,976,000,000
Total	3,551,575,184

Credit Ratings	Long Term Moodys, S&P, Fitch	Short Term Moodys, S&P, Fitch
AN plc	Aa3, A+, AA-	P-1, A-1, F1+
Barclays Capital	Aa1, AA, AA+	P-1, A-1+, F1+
Citibank	Aa1, AA-, AA+	P-1, A-1+, F1+
Deutsche Bank AG	Aa3, AA-, AA-	P-1, A-1+, F1+

AN plc Event Of Default	No
LLP Event Of Default	No