

ABBEY COVERED BONDS LLP
Monthly Report

July 2008

Date of Report

08/07/2008

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=	£ 18,225,834,418	(Adjusted loan balances)
B=	£ -	(Principal collections not applied)
C=	£ -	(Cash Capital Contributions)
D=	£ -	(Substitution Assets)
V=	£ 187,283,894	(For set-off risk in relation to Flexible Plus Loans)
W=	£ 804,641,815	(For set-off risk in relation to general depositors)
X=	£ 112,635,197	(For set-off risk in relation to drawdown facilities)
Y=	£ 653,480	(Aggregate of Future payments on Reward Loans)
Z=	£ 676,039,417	(Potential negative carry on funds held in GIC)

Total A+B+C+D-(V+W+X+Y+Z)	£ 16,444,580,615
	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 £ 13,419,165,615 Result of the over collateralisation in the Asset Coverage Test

Portfolio Characteristics

Total Outstanding Current Balance of Mortgages in the Portfolio	£ 20,116,045,370
Number of Mortgages in Pool	204,060
Average Loan Balance	£ 98,579.07
Weighted Average Current LTV	70.81%

Current LTV Levels Breakdown *	Number	Value	% of Total
0 - 30%	42,611	1,456,228,504	7.2%
30 - 35%	7,910	481,322,758	2.4%
35 - 40%	8,309	578,686,206	2.9%
40 - 45%	9,228	739,639,445	3.7%
45 - 50%	9,918	879,366,635	4.4%
50 - 55%	10,675	1,064,967,683	5.3%
55 - 60%	11,164	1,218,052,582	6.1%
60 - 65%	11,675	1,347,655,074	6.7%
65 - 70%	12,848	1,575,681,621	7.8%
70 - 75%	14,534	1,948,470,686	9.7%
75 - 80%	12,361	1,678,679,635	8.3%
80 - 85%	12,041	1,678,234,507	8.3%
85 - 90%	13,179	1,977,796,601	9.8%
90 - 95%	8,548	1,273,641,601	6.3%
95 -100%	5,500	707,461,964	3.5%
100% +	13,559	1,510,159,870	7.5%
Totals	204,060	20,116,045,370	100.0%

* using latest (non-indexed) valuation

Cash Ledgers

Revenue Ledger	-
Principal Ledger	-
Reserve Ledger	22,174,525
Payments Ledger	11,297,600
Cash Contributions Ledger	-
Total	33,472,125

Represented By :

GIC Account	33,472,125
Transaction Account	-
Authorised Investments / Substitution Assets	-
Total	33,472,125

LLP Balance Sheet

Cash	33,472,125
Mortgages	20,116,045,370
Authorised Investments / Substitution Assets	-
Total	20,149,517,495

Capital Account Ledger - AN plc	17,124,102,495
Capital Account Ledger - ANTS	-
Intercompany Loan Outstanding	3,025,415,000
Total	20,149,517,495

Credit Ratings

	Long Term Moody's, S&P, Fitch	Short Term Moody's, 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