

ABBEY COVERED BONDS LLP
Monthly Report

December 2009

Date of Report

04/12/2009

Counterparties

Group Guarantor
 Servicer
 Cash Manager
 Covered Bond Swap Providers

Abbey National plc
 Abbey National plc
 Abbey National plc
 Royal Bank of Scotland Plc
 Barclays plc
 BNP Paribas
 Citibank
 Deutsche Bank AG, London Branch
 Abbey National Treasury Services
 Abbey National Treasury Services
 Abbey National plc

Interest Rate Swap Provider
 Bank Account Provider

Asset Coverage Test

A=	£	12,632,940,666	(Adjusted loan balances)
B=	£	1,529,573,658	(Principal collections not applied)
C=	£	-	(Cash Capital Contributions)
D=	£	-	(Substitution Assets)
E=	£	-	(balance of LLP GIC account)
V=	£	176,715,381	(For set-off risk in relation to Flexible Plus Loans)
W=	£	617,902,198	(For set-off risk in relation to general depositors)
X=	£	125,321,939	(For set-off risk in relation to drawdown facilities)
Y=	£	282,485	(Aggregate of Future payments on Reward Loans)
Z=	£	492,919,740	(Potential negative carry on funds held in GIC)

Total A+B+C+D+E-(V+W+X+Y+Z) £ 12,749,372,580

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

82.0%

Amount of Credit Support

£ 3,107,832,580

Result of the over collateralisation in the Asset Coverage Test

Portfolio Characteristics

Total Outstanding Current Balance of Mortgages in the Portfolio	£	15,447,554,954
Number of Mortgages in Pool		149,505
Average Loan Balance	£	103,324.67
Weighted Average Current LTV		61.54%

Current LTV Levels Breakdown *	Number	Value	% of Total
0 - 30%	34,056	1,156,973,561	7.5%
30 - 35%	6,504	430,800,982	2.8%
35 - 40%	7,057	542,689,350	3.5%
40 - 45%	7,777	686,444,462	4.4%
45 - 50%	8,652	834,630,305	5.4%
50 - 55%	9,558	1,060,410,322	6.9%
55 - 60%	10,291	1,228,533,444	8.0%
60 - 65%	10,890	1,368,265,737	8.9%
65 - 70%	12,377	1,665,953,272	10.8%
70 - 75%	14,834	2,177,038,041	14.1%
75 - 80%	12,424	1,862,149,903	12.1%
80 - 85%	13,422	2,084,805,681	13.5%
85 - 90%	1,662	348,623,255	2.3%
90 - 95%	1	236,642	0.0%
95 -100%	-	-	0.0%
100% +	-	-	0.0%
Totals	149,505	15,447,554,954	100.0%

* using latest (non-indexed) valuation

Cash Ledgers

Revenue Ledger	-
Principal Ledger	1,500,000,000
Reserve Ledger	22,240,098
Payments Ledger	7,333,560
Cash Contributions Ledger	-
Total	1,529,573,658

Represented By :

GIC Account	1,529,573,658
Transaction Account	-
Authorised Investments / Substitution Assets	-
Total	1,529,573,658

LLP Balance Sheet

Cash	1,529,573,658
Mortgages	15,447,554,954
Authorised Investments / Substitution Assets	-
Total	16,977,128,612

Capital Account Ledger - AN plc	7,335,588,612
Capital Account Ledger - ANTS	-
Intercompany Loan Outstanding	9,641,540,000
Total	16,977,128,612

Credit Ratings

	Long Term Moody's, S&P, Fitch	Short Term Moody's, S&P, Fitch
Abbey National plc	Aa3,AA,AA-	P-1,A-1+,F1+
Abbey National Treasury Services	Aa3,AA,AA-	P-1,A-1+,F1+
Royal Bank of Scotland Plc	A1,A,AA-	P-1,A-1,F1+
Barclays plc	A1,A+,AA-	P-1,A-1,F1+
BNP Paribas	Aa1,AA,AA	P-1,A-1+,F1+
Citibank	A1,A+,A+	P-1,A-1,F1+
Deutsche Bank AG	Aa1,A+,AA-	P-1,A-1,F1+

AN plc Event Of Default

No

LLP Event Of Default

No