

Monthly Report incorporating:

**Fosse Trustee Limited
Fosse Master Issuer plc
Fosse Funding (No. 1) Limited**

Report Date:	31-Jul-07
Reporting Period:	01-Jul-07 to 31-Jul-07
Trust Calculation Date:	01-Aug-07

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MAIN PARTIES TO THE STRUCTURE

Alliance & Leicester plc Seller Servicer Cash Manager, Issuer Cash Manager Basis Swap Provider Start-up loan provider Account bank, for Mortgages Trustee, Funding 1 and Issuer Company Secretarial Services Provider	Fosse Master Issuer plc Issuer	Citibank, N.A. Agent Bank Principal Paying Agent Registrar Transfer Agent US Paying Agent Common Depository Exchange Rate Agent	Law Debenture Trust Company of New York Note Trustee Issuer Security Trustee Funding 1 Security Trustee	SFM Corporate Services Limited UK share trustee	Mourant & Co. Trustees Limited Jersey share trustee
	Fosse Trustee Limited Mortgages Trustee			Structured Finance Management Limited Corporate services provider (UK)	Mourant & Co. Limited Corporate services provider (Jersey)
	Fosse Funding (No. 1) Limited Funding 1				

COLLATERAL REPORT

Mortgage Loan Profile	
Original number of Mortgage Loans in Pool	42,395
Original current value of Mortgage loans in Pool	£ 3,399,995,370
Current number of Mortgage Loans in Pool	36,596
Current value of Mortgage Loans in Pool	£ 2,873,667,506
Current number of Mortgage Loan product holdings in Pool (A Mortgage Loan may have more than one active loan product)	54,591
Weighted Average Seasoning (Months)	50
Weighted Average Remaining Term (Months)	208
Average Loan Size	£ 78,524
Weighted Average unindexed LTV at last valuation (by value)	58.94%

Mortgage Trust Assets	
Current value of Mortgage Loans in Pool at 31-Jul-07	£ 2,873,667,506
Last months Closing Trust Assets at 30-Jun-07	£ 2,966,707,827
Funding Share as calculated on 1-Aug-07	£ 2,213,120,380
Funding Share % as calculated on 1-Aug-07	77.01380%
Seller Share as calculated on 1-Aug-07	£ 660,547,126
Seller Share % as calculated on 1-Aug-07	22.98620%
Minimum Seller Share (Amount)	£ 121,860,187
Minimum Seller Share (% of Total)	4.24058%

Arrears Analysis of Non Repossessed Mortgage Loans	Number	Current balance £	Arrears £	By Number %	By current balance %
Less than 1 month in arrears	36,457	2,861,400,805	-	99.62%	99.57%
1<=3 months in arrears	132	11,526,119	112,484	0.36%	0.40%
>3<=6 months in arrears	4	439,788	15,549	0.01%	0.02%
>6<=9 months in arrears	3	300,794	16,573	0.01%	0.01%
>9<=12 months in arrears	-	-	-	0.00%	0.00%
More than 12 months in arrears	-	-	-	0.00%	0.00%
Total	36,596	2,873,667,506	144,605	100.00%	100.00%

Arrears are calculated in accordance with standard market practice in the UK. A mortgage is identified as being in arrears when, on any due date, the overdue amounts which were due on previous dates equal one or more full monthly payments and the total of arrears across all sub-accounts exceeds £150.

Properties in Possession	Number	Current balance £	Arrears £	Loss Amount £
Total Properties in Possession Since Inception	-	-	-	-
Current Number Brought Forward	-	-	-	-
Repossessed (In Month)	-	-	-	-
Sold (In Month)	-	-	-	-
Current Number Carried Forward	-	-	-	-
Total Properties Sold Since Inception	-	-	-	-
Sale price / Last loan valuation	-	-	-	-
Average Time from Possession to Sale	-	-	-	-
Average Arrears at Sale	-	-	-	-
Average Loss On Sale Of Properties To Date	-	-	-	-
Total Principal Loss (since inception)	-	-	-	-
Total Principal Loss (current month)	-	-	-	-
Accounts experiencing a loss since inception	-	-	-	-

Substitution, redemptions and repurchases	Number of accounts this period	Current balance this period £
Substitution	0	0
Redeemed this period*	993	93,162,828
Repurchases this period	0	0

*Redemptions this period include 394 accounts where minor balances of £30,996 remain to be collected after redemption. These balances have been repurchased by the Seller.

CPR Analysis *	1 Month CPR	12 Month CPR
Previous 3 months	%	%
Current month	3.42%	24.15%
Previous month	2.94%	22.62%

* The CPR calculation includes repurchases by the Seller from the Trust

Product Breakdown (By Balance)	No of product holdings	% by number	Current balance £	% by balance
Bank of England Base Rate Tracker Loans	13,464	24.66%	726,737,344	25.29%
Fixed Rate Loans	23,063	42.25%	1,560,784,006	54.31%
Discounted SVR Loans	5,943	10.89%	305,015,383	10.61%
Standard Variable Rate Loans	12,121	22.20%	281,130,772	9.78%
Total	54,591	100.00%	2,873,667,506	100.00%

Standard Variable Rate	
Existing Borrowers SVR	7.89%
Effective Date Of Change	02-Aug-07
Previous Existing Borrowers SVR	7.64%
Effective Date of Change	02-Jun-07

Payment Type (By Balance)	No of product holdings	% by number	Current balance £	% by balance
Repayment	36,683	67.20%	1,724,125,821	60.00%
Interest only and Combined repayment & int-only	17,908	32.80%	1,149,541,685	40.00%
Total	54,591	100.00%	2,873,667,506	100.00%

Use Of Proceeds (By Balance)	No of product holdings	% by number	Current balance £	% by balance
House Purchase	20,731	37.98%	1,534,692,820	53.41%
Remortgage	33,858	62.02%	1,338,891,862	46.59%
Other	2	0.00%	82,823	0.00%
Total	54,591	100.00%	2,873,667,506	100.00%

Analysis of Mortgage loan size at reporting date £	Number of accounts	% of Total	Current balance £	% of Total
>0 =<50,000	13,395	36.60%	404,235,568	14.07%
>50,000 =<100,000	13,831	37.79%	1,002,282,984	34.88%
>100,000 =<150,000	5,795	15.84%	700,357,036	24.37%
>150,000 =<200,000	2,058	5.62%	351,032,550	12.22%
>200,000 =<250,000	812	2.22%	179,514,281	6.25%
>250,000 =<300,000	333	0.91%	90,443,185	3.15%
>300,000 =<350,000	159	0.43%	51,095,420	1.78%
>350,000 =<400,000	81	0.22%	30,113,968	1.05%
>400,000 =<450,000	56	0.15%	23,827,697	0.83%
>450,000 =<500,000	35	0.10%	16,546,375	0.58%
>500,000 =<550,000	14	0.04%	7,316,666	0.25%
>550,000 =<600,000	10	0.03%	5,793,727	0.20%
>600,000 =<650,000	10	0.03%	6,208,779	0.22%
>650,000 =<700,000	5	0.01%	3,404,535	0.12%
>700,000 =<750,000	1	0.00%	718,265	0.02%
>750,000 =<800,000	1	0.00%	776,469	0.03%
Total	36,596	100.00%	2,873,667,506	100.00%

Geographical Analysis By Region	Number of accounts	% of Total	Current balance £	% of Total
East Anglia	1,416	3.87%	103,699,128	3.61%
East Midlands	3,016	8.24%	200,395,384	6.97%
Greater London	1,489	4.07%	208,845,793	7.27%
Northern England	1,422	3.89%	98,320,904	3.42%
North West	3,649	9.97%	266,347,755	9.27%
South East	7,121	19.46%	728,591,274	25.35%
South West	2,979	8.14%	228,981,526	7.97%
West Midlands	2,454	6.71%	187,654,393	6.53%
Yorkshire & Humberside	3,041	8.31%	212,075,491	7.38%
Scotland	5,129	14.02%	326,670,217	11.37%
Wales	1,805	4.93%	117,046,063	4.07%
Northern Ireland	3,075	8.40%	195,039,576	6.79%
Total	36,596	100.00%	2,873,667,506	100.00%

Loan to Value at Last Valuation Using current capital balance and unindexed latest valuation	Number of accounts	% of Total	Current balance £	% of Total
>0% =<25%	5,301	14.49%	151,986,774	5.29%
>25% =<50%	11,804	32.25%	773,705,031	26.92%
>50% =<75%	13,175	36.00%	1,271,416,112	44.24%
>75% =<80%	2,005	5.48%	214,457,618	7.46%
>80% =<85%	1,840	5.03%	202,276,527	7.04%
>85% =<90%	1,573	4.30%	174,823,094	6.08%
>90% =<95%	655	1.79%	65,265,451	2.27%
>95% =<100%	241	0.66%	19,619,576	0.68%
>100% =<110%	2	0.01%	117,322	0.00%
Total	36,596	100.00%	2,873,667,506	100.00%

Indexed Current Loan to Value Using current capital balance and HPI indexed latest valuation	Number of accounts	% of Total	Current balance £	% of Total
>0% =<25%	12,783	34.93%	529,701,369	18.43%
>25% =<50%	15,719	42.95%	1,333,980,397	46.42%
>50% =<75%	7,205	19.69%	898,956,950	31.28%
>75% =<80%	586	1.60%	72,190,325	2.51%
>80% =<85%	224	0.61%	27,736,589	0.97%
>85% =<90%	70	0.19%	10,038,270	0.35%
>90% =<95%	8	0.02%	918,528	0.03%
>95% =<100%	1	0.00%	145,078	0.01%
Total	36,596	100.00%	2,873,667,506	100.00%

LOAN NOTE REPORT

Closing date 28/11/2006 Series 2006-1 Notes
 Report date 31/07/2007

2006-1	ISIN	Ratings S&P/Moody's/Fitch	Currency	Original Balance	Repaid	Outstanding	Reference rate	Margin p.a.%	Current interest rate p.a.%	Next coupon date	Interest next coupon	Step up Date	Legal Maturity
A1	XS0274283984	AAA/Aaa/AAA	USD	937,500,000	(364,862,966)	572,637,034	1M USD LIBOR	0.03000%	5.35000%	20/08/2007	2,808,307	Jul-2011	Oct-2031
A2	XS0274284792	AAA/Aaa/AAA	USD	1,250,000,000	0	1,250,000,000	3M USD LIBOR	0.06000%	5.42000%	18/10/2007	17,313,889	Jul-2011	Oct-2054
A3	XS0274289759	AAA/Aaa/AAA	EUR	937,500,000	0	937,500,000	3M EURIBOR	0.10000%	4.31500%	18/10/2007	10,338,021	Jul-2011	Oct-2054
A4	XS0274293785	AAA/Aaa/AAA	GBP	542,000,000	0	542,000,000	3M GBP LIBOR	0.11000%	6.15500%	18/10/2007	8,408,573	Jan-2013	Oct-2054
B1	XS0274285336	AA/Aa3/AA	USD	33,500,000	0	33,500,000	3M USD LIBOR	0.09000%	5.45000%	18/10/2007	466,581	Jul-2011	Oct-2054
B2	XS0274285682	AA/Aa3/AA	USD	45,000,000	0	45,000,000	3M USD LIBOR	0.16000%	5.52000%	18/10/2007	634,800	Jul-2011	Oct-2054
B3	XS0274290252	AA/Aa3/AA	EUR	37,000,000	0	37,000,000	3M EURIBOR	0.17000%	4.38500%	18/10/2007	414,626	Jan-2013	Oct-2054
B4	XS0274294163	AA/Aa3/AA	GBP	16,750,000	0	16,750,000	3M GBP LIBOR	0.17000%	6.21500%	18/10/2007	262,392	Jan-2013	Oct-2054
M1	XS0274286730	A/A2/A	USD	26,000,000	0	26,000,000	3M USD LIBOR	0.17000%	5.53000%	18/10/2007	367,438	Jul-2011	Oct-2054
M2	XS0274287621	A/A2/A	USD	34,500,000	0	34,500,000	3M USD LIBOR	0.25000%	5.61000%	18/10/2007	494,615	Jul-2011	Oct-2054
M3	XS0274291060	A/A2/A	EUR	27,500,000	0	27,500,000	3M EURIBOR	0.27000%	4.48500%	18/10/2007	315,196	Jan-2013	Oct-2054
M4	XS0274294759	A/A2/A	GBP	13,750,000	0	13,750,000	3M GBP LIBOR	0.27000%	6.31500%	18/10/2007	218,862	Jan-2013	Oct-2054
C2	XS0274288942	BBB/Baa2/BBB	USD	40,500,000	0	40,500,000	3M USD LIBOR	0.47000%	5.83000%	18/10/2007	603,405	Jul-2011	Oct-2054
C3	XS0274291656	BBB/Baa2/BBB	EUR	22,500,000	0	22,500,000	3M EURIBOR	0.45000%	6.66500%	18/10/2007	268,238	Jan-2013	Oct-2054
C4	XS0274294916	BBB/Baa2/BBB	GBP	6,250,000	0	6,250,000	3M GBP LIBOR	0.45000%	6.49500%	18/10/2007	102,318	Jan-2013	Oct-2054

Credit Enhancement	Total £	% of Total	Current note subordination	Subordination +Reserve Fund	% Required
Class A Notes	£2,125,481,578	91.83%	8.17%	10.01%	9.25%
Class B Notes	£82,678,252	3.57%	4.60%	6.44%	5.95%
Class M Notes	£63,877,737	2.76%	1.84%	3.68%	3.40%
Class C Notes	£42,557,721	1.84%	0.00%	1.84%	1.70%
	£2,314,595,287	100.00%			
Funding Reserve Fund Requirement	£42,592,000	1.84%			

Interest shortfall in period	£0
Cumulative interest shortfall	£0
Principal shortfall in period	£0
Cumulative principal shortfall	£0
Cumulative net loss	£0
Excess principal paid in current period	£0

Funding Reserve Fund	
Balance Brought Forward	£42,592,000
Drawings (Quarterly)	£0
Top Up (Quarterly)	£0
Balance Carried Forward	£42,592,000

Funding Principal Ledger-AAA	£70,756,210
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Excess Spread	
Excess Spread This Month Annualised	1.03%
Excess Spread Rolling 12 Month Average	0.82%

TRIGGER EVENTS	
Asset	
Amount debited to AAA principal deficiency sub ledger (Funding programme notes outstanding)	None
Non Asset	
Insolvency event occurs in relation to Seller	None
Sellers role as administrator terminated & new administrator is not appointed within 60 days	None
The then current Seller Share is equal to or less than the adjusted minimum Sellers Share for 2 consecutive Trust Calculation Dates	None
The aggregate outstanding principal balance of loans in the Trust is less than the required loan balance amount specified in the most recent final terms	None
An arrears trigger event will occur if:	
The outstanding principal balance of the loans in arrears for more than 3 times the monthly payment then due divided by the outstanding principal balance of all of the loans in the mortgages trust (expressed as a percentage) exceeds 2 per cent.	None
Full details of all trigger events can be found within the Fosse Master Issuer plc offering circular	

Notes

1 Current number of mortgages

This is the sum of all product holdings secured by a borrower(s) on a single property.

2 Current value of mortgages

Includes all amounts of principal, interest and fees as yet unpaid by the borrower.

3 Funder Share

The percentage funder share is calculated net of accrued interest.

4 Seasoning

This is the age of the loan at the report date in months based on the Main Mortgage Completion Date. Main Mortgage Completion Date is the date the borrower first took out a loan on the secured property. The initial loan may have been repaid and replaced by subsequent lending under the same mortgage agreement and updated terms and conditions.

5 Remaining term

This is the remaining term of the loan at the report date in months .

6 Product breakdown

Bank of England Base Rate Tracker Loans includes loans issued at a discount or premium to base rate. All loans in the Discount category are linked to SVR.

7 Payment Type

Most loans that are not fully repayment mortgages comprise an interest only portion, on which there are no scheduled principal repayments and a repayment portion for which there is a scheduled amortisation.

8 Loan to Value (LTV) at Last Valuation

Further advances may be made on existing loans based on the indexed LTV without carrying out a formal valuation. This occasionally gives rise to the unindexed LTV recording an unrealistically high LTV. Indexed and unindexed LTVs include all further advances on a loan - but exclude any flexible drawdown reservoir.