

**Monthly Report incorporating:**

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

<b>Report Date:</b>	<b>30-Jun-07</b>
<b>Reporting Period:</b>	<b>01-Jun-07 to 30-Jun-07</b>
<b>Trust Calculation Date:</b>	<b>01-Jul-07</b>

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MAIN PARTIES TO THE STRUCTURE

<b>Alliance &amp; Leicester plc</b> 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	<b>Fosse Master Issuer plc</b> Issuer	<b>Citibank, N.A.</b> Agent Bank Principal Paying Agent Registrar Transfer Agent US Paying Agent Common Depository Exchange Rate Agent	<b>Law Debenture Trust Company of New York</b> Note Trustee Issuer Security Trustee Funding 1 Security Trustee	<b>SFM Corporate Services Limited</b> UK share trustee	<b>Mourant &amp; Co. Trustees Limited</b> Jersey share trustee
	<b>Fosse Trustee Limited</b> Mortgages Trustee			<b>Structured Finance Management Limited</b> Corporate services provider (UK)	<b>Mourant &amp; Co. Limited</b> Corporate services provider (Jersey)
	<b>Fosse Funding (No. 1) Limited</b> 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	37,589
Current value of Mortgage Loans in Pool	£ 2,966,707,827
Current number of Mortgage Loan product holdings in Pool (A Mortgage Loan may have more than one active loan product)	55,639
Weighted Average Seasoning (Months)	48
Weighted Average Remaining Term (Months)	210
Average Loan Size	£ 78,925
Weighted Average unindexed LTV at last valuation (by value)	59.18%

Mortgage Trust Assets	
Current value of Mortgage Loans in Pool at 30-Jun-07	£ 2,966,707,827
Last months Closing Trust Assets at 31-May-07	£ 3,049,323,217
Funding Share as calculated on 1-Jul-07	£ 2,315,285,782
Funding Share % as calculated on 1-Jul-07	78.04226%
Seller Share as calculated on 1-Jul-07	£ 651,422,045
Seller Share % as calculated on 1-Jul-07	21.95774%
Minimum Seller Share (Amount)	£ 124,216,650
Minimum Seller Share (% of Total)	4.18702%

Arrears Analysis of Non Repossessed Mortgage Loans	Number	Current balance £	Arrears £	By Number %	By current balance %
Less than 1 month in arrears	37,443	2,953,876,155	-	99.61%	99.57%
1<=3 months in arrears	138	12,072,254	107,943	0.37%	0.41%
>3<=6 months in arrears	6	590,046	21,674	0.02%	0.02%
>6<=9 months in arrears	2	169,372	9,034	0.01%	0.01%
>9<=12 months in arrears	-	-	-	0.00%	0.00%
More than 12 months in arrears	-	-	-	0.00%	0.00%
<b>Total</b>	<b>37,589</b>	<b>2,966,707,827</b>	<b>138,652</b>	<b>100.00%</b>	<b>100.00%</b>

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*	926	73,539,683
Repurchases this period	0	0

\*Redemptions this period include 384 accounts where minor balances of £47,819 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	2.94%	22.62%
Previous month	2.15%	21.30%

\* 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	13,207	23.74%	705,674,690	23.79%
Fixed Rate Loans	23,969	43.08%	1,653,159,975	55.72%
Discounted SVR Loans	6,044	10.86%	317,383,873	10.70%
Standard Variable Rate Loans	12,419	22.32%	290,489,289	9.79%
Total	55,639	100.00%	2,966,707,827	100.00%

Standard Variable Rate	
Existing Borrowers SVR	7.64%
Effective Date Of Change	02-Jun-07
Previous Existing Borrowers SVR	7.39%
Effective Date of Change	02-Feb-07

Payment Type (By Balance)	No of product holdings	% by number	Current balance £	% by balance
Repayment	37,419	67.25%	1,787,544,569	60.25%
Interest only and Combined repayment & int-only	18,220	32.75%	1,179,163,258	39.75%
<b>Total</b>	<b>55,639</b>	<b>100.00%</b>	<b>2,966,707,827</b>	<b>100.00%</b>

Use Of Proceeds (By Balance)	No of product holdings	% by number	Current balance £	% by balance
House Purchase	21,304	38.29%	1,592,591,266	53.68%
Remortgage	34,333	61.71%	1,374,033,583	46.32%
Other	2	0.00%	82,979	0.00%
<b>Total</b>	<b>55,639</b>	<b>100.00%</b>	<b>2,966,707,827</b>	<b>100.00%</b>

Analysis of Mortgage loan size at reporting date £	Number of accounts	% of Total	Current balance £	% of Total
>0 =<50,000	13,565	36.09%	412,004,888	13.89%
>50,000 =<100,000	14,305	38.06%	1,037,104,132	34.96%
>100,000 =<150,000	6,032	16.05%	728,675,134	24.56%
>150,000 =<200,000	2,132	5.67%	364,006,155	12.27%
>200,000 =<250,000	837	2.23%	184,922,442	6.23%
>250,000 =<300,000	341	0.91%	92,767,176	3.13%
>300,000 =<350,000	162	0.43%	52,115,447	1.76%
>350,000 =<400,000	82	0.22%	30,448,561	1.03%
>400,000 =<450,000	56	0.15%	23,812,995	0.80%
>450,000 =<500,000	37	0.10%	17,480,380	0.59%
>500,000 =<550,000	14	0.04%	7,299,845	0.25%
>550,000 =<600,000	11	0.03%	6,378,705	0.22%
>600,000 =<650,000	9	0.02%	5,564,048	0.19%
>650,000 =<700,000	4	0.01%	2,707,924	0.09%
>700,000 =<750,000	2	0.01%	1,419,996	0.05%
<b>Total</b>	<b>37,589</b>	<b>100.00%</b>	<b>2,966,707,827</b>	<b>100.00%</b>

Geographical Analysis By Region	Number of accounts	% of Total	Current balance £	% of Total
East Anglia	1,447	3.85%	106,919,303	3.60%
East Midlands	3,091	8.22%	206,679,366	6.97%
Greater London	1,523	4.05%	214,216,044	7.22%
Northern England	1,465	3.90%	102,292,061	3.45%
North West	3,759	10.00%	275,008,854	9.27%
South East	7,340	19.53%	755,553,556	25.47%
South West	3,042	8.09%	234,952,189	7.92%
West Midlands	2,531	6.73%	194,695,321	6.56%
Yorkshire & Humberside	3,130	8.33%	218,625,764	7.37%
Scotland	5,267	14.01%	337,048,254	11.36%
Wales	1,850	4.92%	120,365,119	4.06%
Northern Ireland	3,144	8.36%	200,351,997	6.75%
<b>Total</b>	<b>37,589</b>	<b>100.00%</b>	<b>2,966,707,827</b>	<b>100.00%</b>

<b>Loan to Value at Last Valuation</b>	<b>Number of accounts</b>	<b>% of Total</b>	<b>Current balance £</b>	<b>% of Total</b>
Using current capital balance and unindexed latest valuation				
>0% =<25%	5,290	14.07%	153,191,675	5.16%
>25% =<50%	12,031	32.01%	790,751,446	26.65%
>50% =<75%	13,629	36.26%	1,313,692,005	44.28%
>75% =<80%	2,089	5.56%	222,152,538	7.49%
>80% =<85%	1,926	5.12%	209,869,702	7.07%
>85% =<90%	1,669	4.44%	185,419,844	6.25%
>90% =<95%	699	1.86%	70,653,273	2.38%
>95% =<100%	254	0.68%	20,860,218	0.70%
>100% =<110%	2	0.01%	117,128	0.00%
<b>Total</b>	<b>37,589</b>	<b>100.00%</b>	<b>2,966,707,827</b>	<b>100.00%</b>

<b>Indexed Current Loan to Value</b>	<b>Number of accounts</b>	<b>% of Total</b>	<b>Current balance £</b>	<b>% of Total</b>
Using current capital balance and HPI indexed latest valuation				
>0% =<25%	11,981	31.87%	476,977,070	16.08%
>25% =<50%	15,938	42.40%	1,303,957,762	43.95%
>50% =<75%	8,103	21.56%	980,599,980	33.05%
>75% =<80%	938	2.50%	124,731,490	4.20%
>80% =<85%	449	1.19%	56,091,527	1.89%
>85% =<90%	162	0.43%	21,972,666	0.74%
>90% =<95%	17	0.05%	2,249,081	0.08%
>95% =<100%	1	0.00%	128,251	0.00%
<b>Total</b>	<b>37,589</b>	<b>100.00%</b>	<b>2,966,707,827</b>	<b>100.00%</b>

LOAN NOTE REPORT

Closing date 28/11/2006  
Report date 30/06/2007

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	(186,137,045)	751,362,955	1M USD LIBOR	0.03000%	5.35000%	18/07/2007	3,349,827	Jul-2011	Oct-2031
A2	XS0274284792	AAA/Aaa/AAA	USD	1,250,000,000	0	1,250,000,000	3M USD LIBOR	0.06000%	5.41875%	18/07/2007	17,121,745	Jul-2011	Oct-2054
A3	XS0274289759	AAA/Aaa/AAA	EUR	937,500,000	0	937,500,000	3M EURIBOR	0.10000%	4.07500%	18/07/2007	9,656,901	Jul-2011	Oct-2054
A4	XS0274293785	AAA/Aaa/AAA	GBP	542,000,000	0	542,000,000	3M GBP LIBOR	0.11000%	5.77625%	18/07/2007	7,805,375	Jan-2013	Oct-2054
B1	XS0274285336	AA/Aa3/AA	USD	33,500,000	0	33,500,000	3M USD LIBOR	0.09000%	5.44875%	18/07/2007	461,403	Jul-2011	Oct-2054
B2	XS0274285682	AA/Aa3/AA	USD	45,000,000	0	45,000,000	3M USD LIBOR	0.16000%	5.51875%	18/07/2007	627,758	Jul-2011	Oct-2054
B3	XS0274290252	AA/Aa3/AA	EUR	37,000,000	0	37,000,000	3M EURIBOR	0.17000%	4.14500%	18/07/2007	387,673	Jan-2013	Oct-2054
B4	XS0274294163	AA/Aa3/AA	GBP	16,750,000	0	16,750,000	3M GBP LIBOR	0.17000%	5.83625%	18/07/2007	243,723	Jan-2013	Oct-2054
M1	XS0274286730	A/A2/A	USD	26,000,000	0	26,000,000	3M USD LIBOR	0.17000%	5.52875%	18/07/2007	363,362	Jul-2011	Oct-2054
M2	XS0274287621	A/A2/A	USD	34,500,000	0	34,500,000	3M USD LIBOR	0.25000%	5.60875%	18/07/2007	489,130	Jul-2011	Oct-2054
M3	XS0274291060	A/A2/A	EUR	27,500,000	0	27,500,000	3M EURIBOR	0.27000%	4.24500%	18/07/2007	295,086	Jan-2013	Oct-2054
M4	XS0274294759	A/A2/A	GBP	13,750,000	0	13,750,000	3M GBP LIBOR	0.27000%	5.93625%	18/07/2007	203,500	Jan-2013	Oct-2054
C2	XS0274288942	BBB/Baa2/BBB	USD	40,500,000	0	40,500,000	3M USD LIBOR	0.47000%	5.82875%	18/07/2007	596,718	Jul-2011	Oct-2054
C3	XS0274291656	BBB/Baa2/BBB	EUR	22,500,000	0	22,500,000	3M EURIBOR	0.45000%	4.42500%	18/07/2007	251,672	Jan-2013	Oct-2054
C4	XS0274294916	BBB/Baa2/BBB	GBP	6,250,000	0	6,250,000	3M GBP LIBOR	0.45000%	6.11625%	18/07/2007	95,305	Jan-2013	Oct-2054

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

Credit Enhancement	Total £	% of Total	Current note subordination	Subordination +Reserve Fund	% Required
Class A Notes	£2,218,933,040	92.15%	7.85%	9.62%	9.25%
Class B Notes	£82,678,252	3.43%	4.42%	6.19%	5.95%
Class M Notes	£63,877,737	2.65%	1.77%	3.54%	3.40%
Class C Notes	£42,557,721	1.77%	0.00%	1.77%	1.70%
	£2,408,046,750	100.00%			
Funding Reserve Fund Requirement	£42,592,000	1.77%			

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	£93,451,462
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Excess Spread	
Excess Spread This Month Annualised	0.99%
Excess Spread Rolling 12 Month Average	0.79%

TRIGGER EVENTS	
<b>Asset</b>	
Amount debited to AAA principal deficiency sub ledger (Funding programme notes outstanding)	<b>None</b>
<b>Non Asset</b>	
Insolvency event occurs in relation to Seller	<b>None</b>
Sellers role as administrator terminated & new administrator is not appointed within 60 days	<b>None</b>
The then current Seller Share is equal to or less than the adjusted minimum Sellers Share for 2 consecutive Trust Calculation Dates	<b>None</b>
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	<b>None</b>
<b>An arrears trigger event will occur if:</b>	
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.	<b>None</b>
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.