ABBEY COVERED BONDS LLP
Monthly Report — **March 2006**

Date of Report — **08/03/2006**

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=	£	4,118,273,361	(Adjusted loan balances)
B=	£	-	(Principal collections not applied)
C=	£	-	(Cash Capital Contributions)
D=	£	-	(Substitution Assets)
V=	£	22,209,832	(For set-off risk in relation to Flexible Plus Loans)
W=	£	181,965,258	(For set-off risk in relation to general depositors)
X=	£	14,214,039	(For set-off risk in relation to drawdown facilities)
Y=	£	-	(Aggregate of Future payments on Reward Loans)
Z=	£	83,723,333	(Potential negative carry on funds held in GIC)
Total A+B+C+D-(V+W+X+Y+Z)	£	3,816,160,898	
		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	£	1,840,160,898	Result of the over collateralisation in the Asset Coverage Test

Portfolio Characteristics

Total Outstanding Current Balance of Mortgages in the Portfolio	£ 4,549,131,446
Number of Mortgages in Pool	71,622
Average Loan Balance	£ 63,515.84
Weighted Average Current LTV	66.63%

Current LTV Levels Breakdown *	Number	Value	% of Total
0 - 30%	19,011	408,918,868	9.0%
30 - 35%	3,549	135,533,610	3.0%
35 - 40%	3,606	157,610,401	3.5%
40 - 45%	3,840	202,737,315	4.5%
45 - 50%	3,915	227,248,374	5.0%
50 - 55%	3,958	282,811,270	6.2%
55 - 60%	4,211	338,414,371	7.4%
60 - 65%	3,750	311,084,665	6.8%
65 - 70%	3,983	342,115,917	7.5%
70 - 75%	4,334	431,536,228	9.5%
75 - 80%	3,197	308,595,039	6.8%
80 - 85%	3,312	326,502,896	7.2%
85 - 90%	3,952	426,573,090	9.4%
90 - 95%	2,310	220,222,902	4.8%
95 -100%	1,883	184,044,849	4.0%
100% +	2,811	245,181,651	5.4%
Totals	71,622	4,549,131,446	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	4,549,131,446
Authorised Investments / Substitution Assets	-
Total	4,556,316,651

Capital Account Ledger - AN plc	2,580,316,651
Capital Account Ledger - ANTS	-
Intercompany Loan Outstanding	1,976,000,000
Total	4,556,316,651

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