ABBEY COVERED BONDS LLP

Monthly Report **August 2007**

Date of Report **08/08/2007**

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=	£ 8,746,872,522	(Adjusted loan balances)
B=	£ -	(Principal collections not applied)
C=	£ -	(Cash Capital Contributions)
D=	£ -	(Substitution Assets)
V=	£ 122,419,892	(For set-off risk in relation to Flexible Plus Loans)
W=	£ 385,898,119	(For set-off risk in relation to general depositors)
X=	£ 70,094,718	(For set-off risk in relation to drawdown facilities)
Y=	£ 632,764	(Aggregate of Future payments on Reward Loans)
Z=	£ 141,494,993	(Potential negative carry on funds held in GIC)
Total A+B+C+D-(V+W+X+Y+Z)	£ 8,026,332,037	
	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	£ 5,000,917,037	Result of the over collateralisation in the Asset Coverage Test

Portfolio Characteristics

Total Outstanding Current Balance of Mortgages in the Portfolio	£ 9,647,452,980
Number of Mortgages in Pool	126,039
Average Loan Balance	£ 76,543.40
Weighted Average Current LTV	65.74%

Current LTV Levels Breakdown *	Number	Value	% of Total
0 - 30%	34,010	948,915,842	9.8%
30 - 35%	5,869	284,939,023	3.0%
35 - 40%	6,058	333,808,655	3.5%
40 - 45%	6,444	421,969,131	4.4%
45 - 50%	6,843	505,333,484	5.2%
50 - 55%	6,971	593,674,970	6.2%
55 - 60%	7,302	686,111,392	7.1%
60 - 65%	7,066	700,075,696	7.3%
65 - 70%	7,662	827,326,697	8.6%
70 - 75%	8,449	1,017,188,293	10.5%
75 - 80%	6,294	752,354,380	7.8%
80 - 85%	5,725	641,332,334	6.6%
85 - 90%	5,911	742,337,607	7.7%
90 - 95%	3,981	487,987,864	5.1%
95 -100%	2,561	264,389,844	2.7%
100% +	4,893	439,707,769	4.6%
Totals	126,039	9,647,452,980	100.0%

* using latest (non-indexed) valuation

Cash Ledgers

Revenue Ledger	-
Principal Ledger	-
Reserve Ledger	23,232,248
Payments Ledger	17,650,220
Cash Contributions Ledger	-
Total	40,882,468

Represented By :

GIC Account	40,882,468
Transaction Account	-
Authorised Investments / Substitution Assets	-
Total	40,882,468

LLP Balance Sheet

Cash	40,882,468
Mortgages	9,647,452,980
Authorised Investments / Substitution Assets	-
Total	9,688,335,448

Capital Account Ledger - AN plc	6,662,920,448
Capital Account Ledger - ANTS	-
Intercompany Loan Outstanding	3,025,415,000
Total	9,688,335,448

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