

# Abbey National Treasury Services plc €35bn Regulated Covered Bond Programme



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## Administration

Name of issuer	Abbey National Treasury Services plc
Name of RCB programme	Abbey National Treasury Services plc €35bn Global Covered Bond Programme
Name, job title and contact details of person validating this form	Marta González Deprít, Medium Term Funding, mtf@santander.co.uk
Date of form submission	30 March 2016
Start Date of reporting period	01 February 2016 (Calculation Period Start Date 01 February 2016 inclusive)
End Date of reporting period <sup>(1)</sup>	01 March 2016 (Calculation Period Start Date 01 March 2016 exclusive)
Web links - prospectus, transaction documents, loan-level data	<a href="https://boeportal.co.uk/SantanderUK">https://boeportal.co.uk/SantanderUK</a>

## Counterparties, Ratings

	Counterparty/ies	Fitch		Moody's		S&P	
		Rating trigger	Current rating	Rating trigger	Current rating	Rating trigger	Current rating
Covered bonds		-	AAA	-	Aaa	na	AAA
Issuer <sup>(2)</sup>	Abbey National Treasury Services plc	na	A / F1	na	A1 / P-1	na	A / A-1
Seller(s)	Santander UK plc	na	A / F1	na	A1 / P-1	na	A / A-1
Account bank	Santander UK plc	<A / <F1	A / F1	- / <P-1	A1 / P-1	- / <A-1	A / A-1
Stand-by account bank	None	na	na	na	na	na	na
Service(s)	Santander UK plc	<BBB- / -	A / F1	<Baa3 / -	A1 / P-1	<BBB- / -	A / A-1
Stand-by service(s)	None	na	na	na	na	na	na
Swap provider(s) on cover pool	Abbey National Treasury Services plc	<A / <F1 <sup>(4)</sup>	A / F1	<A2 / <P-1 <sup>(5)</sup>	A1 / P-1	<A / <A-1 <sup>(4)</sup>	A / A-1
Stand-by swap provider(s) on cover pool	None	na	na	na	na	na	na
Swap notional amount(s) (GBP) <sup>(3)</sup>	£ 24,043,191,390						
Swap notional maturity/ies	na						
LLP receive rate/margin <sup>(4)</sup>	Libor +1.79%						
LLP pay rate/margin <sup>(4)</sup>	3.645%						
Collateral posting amount(s) (GBP)	£ -						

Currency swap provider for Series 3 (EUR)	Barclays Bank PLC
Swap notional amount(s) (EUR)	€ 500,000,000
Swap notional maturity/ies	12-Apr-21
LLP receive rate/margin	4.250%
LLP pay rate/margin	Libor +0.0487%
Collateral posting amount(s) (EUR)	€ 235,945,204
Fitch Current Rating	A / F1
Moody's Current Rating	A2 / P-1
S&P Current Rating	A- / A-2

Currency swap provider for Series 60 (EUR)	National Australia Bank
Swap notional amount(s) (EUR)	€ 500,000,000
Swap notional maturity/ies	18-Sep-24
LLP receive rate/margin	1.25%
LLP pay rate/margin	Libor +0.5450%
Collateral posting amount(s) (EUR)	€ -
Fitch Current Rating	AA- / F1+
Moody's Current Rating	Aa2 / P-1
S&P Current Rating	AA- / A- 1+

Currency swap provider for Series 3 (EUR)	Royal Bank of Scotland plc
Swap notional amount(s) (EUR)	€ 500,000,000
Swap notional maturity/ies	12-Apr-21
LLP receive rate/margin	4.250%
LLP pay rate/margin	Libor +0.0487%
Collateral posting amount(s) (EUR)	€ 235,471,200
Fitch Current Rating	BBB+ / F2
Moody's Current Rating	A3 / P-2
S&P Current Rating	BBB+ / A-2

Currency swap provider for Series 61 (EUR)	Natixis
Swap notional amount(s) (EUR)	€ 1,000,000,000
Swap notional maturity/ies	21-Apr-22
LLP receive rate/margin	0.25%
LLP pay rate/margin	Libor +0.5215%
Collateral posting amount(s) (EUR)	€ 94,310,000
Fitch Current Rating	A / F1
Moody's Current Rating	A2 / P-1
S&P Current Rating	A / A-1

Currency swap provider for Series 3 (EUR)	BNP Paribas
Swap notional amount(s) (EUR)	€ 500,000,000
Swap notional maturity/ies	12-Apr-21
LLP receive rate/margin	4.250%
LLP pay rate/margin	Libor +0.0487%
Collateral posting amount(s) (EUR)	€ 188,836,987
Fitch Current Rating	A+ / F1
Moody's Current Rating	A1 / P-1
S&P Current Rating	A+ / A-1

Currency swap provider for Series 59 (EUR)	National Australia Bank
Swap notional amount(s) (EUR)	€ 500,000,000
Swap notional maturity/ies	18-Sep-19
LLP receive rate/margin	0.375%
LLP pay rate/margin	Libor +0.4275%
Collateral posting amount(s) (EUR)	€ -
Fitch Current Rating	AA- / F1+
Moody's Current Rating	Aa2 / P-1
S&P Current Rating	AA- / A- 1+

<sup>(1)</sup> On 23rd June 2015 the Master Definitions and Construction Agreement definitions of 'Calculation Date' and 'Calculation Period' were amended.

The 'Calculation Date' was amended from the third London Business Day prior to each LLP Payment Date to the first London Business Day.

The 'Calculation Period' was amended to the period from (and including) the first calendar day of each calendar month to (but excluding) the first calendar day of the next following calendar month.

<sup>(2)</sup> There are no minimum rating requirements on the issuer, although its ratings are linked to certain programme triggers - see the Programme Triggers section.

<sup>(3)</sup> The interest rate swap notional is the sum of all interest rate swap notionals as at the start of the Calculation Period. Note that under an Amendment Agreement dated 24 December 2012, the interest rate swaps may be consolidated into one "cover pool swap" at a future date, at the LLP's election.

<sup>(4)</sup> LLP receive/pay margins are an average across all interest rate swaps

<sup>(5)</sup> For triggers relating to the swap providers on the cover pool the rating trigger disclosed is the next trigger point - there may be subsequent triggers and these are detailed in the relevant swap agreement. For triggers relating to the covered bond swaps, see table "Programme Triggers"

# Abbey National Treasury Services plc €35bn Regulated Covered Bond Programme



## Accounts, Ledgers

	Value as at 01-03-16 for the reporting period	Value as at 01-02-16 for the reporting period	Target Value
<b>Revenue receipts (please disclose all parts of waterfall)</b>			
Revenue Receipts (on the Loans)	£ 67,946,367	£ 66,838,335	na
Other net income (including interest on bank accounts)	£ 1,400,001	£ 2,243,145	na
Excess amount released from Reserve Fund	£ 4,597,914	£ 3,485,913	na
Premia received from outgoing Swap Provider	£ -	£ -	na
Amounts receivable under interest rate swap	£ -	£ -	na
Available Revenue Receipts	£ 73,944,282	£ 72,567,392	na
Senior fees (including Cash Manager, Servicer & Asset Monitor)	£ 2,314,783	£ 2,180,642	na
Amounts due under interest rate swap	£ 24,190,468	£ 20,342,683	na
Amounts due under cover bond swaps	£ 24,750,550	£ 24,950,956	na
Amounts due under Intercompany Loan	£ 2,772,769	£ 2,993,068	na
Amounts added to Reserve Fund	£ -	£ -	na
Deferred Consideration	£ -	£ 22,100,042	na
Members' profit	£ 19,915,712	£ -	na
Total distributed	£ 73,944,282	£ 72,567,392	na
<b>Principal receipts (please disclose all parts of waterfall)</b>			
Principal Receipts (on the Loans)	£ 771,357,705	£ 587,662,129	na
Any other amount standing to credit Principal Ledger	£ 2,000,000,000	£ 2,000,000,000	na
Cash Capital Contribution from Members	£ -	£ -	na
Termination payment received from a Swap Provider	£ -	£ -	na
Amounts released from Pre-Maturity Liquidity Ledger	£ -	£ -	na
Available Principal Receipts	£ 2,771,357,705	£ 2,587,662,129	na
Credit to Pre-Maturity Liquidity Ledger	£ -	£ -	na
Purchase of New Loans	£ 771,357,705	£ 587,662,129	na
Deposit in GIC to satisfy ACT test	£ -	£ -	na
Repayment of Term Advance	£ -	£ -	na
Capital Distribution	£ -	£ -	na
Total distributed	£ 771,357,705	£ 587,662,129	na
Reserve ledger <sup>(6)</sup>	£ 152,422,948	£ 157,020,862	£ 152,422,948
Payments ledger <sup>(6)</sup>	£ 839,017,563	£ 640,007,081	£ 839,017,563
Principal ledger <sup>(6)</sup>	£ 2,000,000,000	£ 2,000,000,000	na
Revenue ledger <sup>(6)</sup>	£ -	£ -	na
Pre-maturity liquidity ledger	na	na	na

## Asset Coverage Test

	Value as at 01-03-16	Description
A	£ 21,399,776,461	Adjusted Current Balance
B	£ 2,000,000,000	Principal ledger held within GIC account
C	£ -	Cash Capital Contributions held on Capital Ledger
D	£ -	Substitution assets
E	£ -	Sales proceeds/Capital Contributions credited to Pre-Maturity Liquidity Ledger
U	£ 1,149,563,521	Supplemental Liquidity Reserve <sup>(7)</sup>
V	£ -	Set-off Flexible Plus (offset) <sup>(8)</sup>
W	£ -	Set-off Depositor <sup>(9)</sup>
X	£ 408,351,908	For redraw capacity
Y	£ 154,130	Reward loans
Z	£ -	Potential negative carry
Total	£ 21,841,706,902	
Method used for calculating component 'A' <sup>(10)</sup>	A(b)	
Asset percentage (%)	89.28%	
Maximum asset percentage from Fitch (%)	92.00%	
Maximum asset percentage from Moody's (%)	89.28%	
Maximum asset percentage from S&P (%)	91.00%	
Credit support as derived from ACT (GBP)	£ 2,875,883,036	
Credit support as derived from ACT (%)	15.16%	

<sup>(6)</sup> Balance reported as at the Calculation Date post Revenue and Principal waterfalls.

The Payment Ledger includes funds to meet covered bond swaps, term advances and loan purchases during the next Calculation Period

<sup>(7)</sup> The Supplemental Liquidity Reserve is calculated the greater of 5% multiplied by the Adjusted Aggregate Loan Amount without taking into account factor "U" and 5% multiplied by the sterling equivalent of the outstanding covered bonds.

<sup>(8)</sup> This discount is set to zero while ever the issuer is rated at least BBB+/A-2 by S&P, A2 by Moody's and A/F1 by Fitch and thereafter equals 100% of cleared credit balances with respect to Flexible Plus offset accounts

<sup>(9)</sup> This discount is set to zero for so long as the issuer is rated at least BBB+/A-2 by S&P, A2 by Moody's and A/F1 by Fitch and thereafter equals 0.85% of the aggregate outstanding principal balance of the loans in the cover pool

<sup>(10)</sup> A(a) is calculated as the lower of (i) the current balance of the loan, and (ii) the indexed valuation of the loan multiplied by 0.75 for non-defaulted loans, 0.4 for defaulted loans with ILTV<=75%, 0.25 for defaulted loans with ILTV>75%.

A(b) is calculated as the Asset Percentage multiplied by the lower of (i) the current balance of the loan, and (ii) the indexed valuation of the loan multiplied by 1 for non-defaulted loans, 0.4 for defaulted loans with ILTV<=75%, 0.25 for defaulted loans with ILTV>75%.

## Adjusted Loan Balance Calculation

A = the lower of (a) & (b), where:	
(a) =	£ 23,698,089,084.00 the Aggregate Adjusted Outstanding Principal Balance, and
(b) =	£ 21,399,776,461.47 the Aggregate Arrears Adjusted Outstanding Principal Balance multiplied by the Asset Percentage.
(a)	Aggregate Adjusted Outstanding Principal Balance shall be equal to:
	(i) the Adjusted Outstanding Principal Balance, which is the lower of:
	£ 24,024,437,588.31 (1) Outstanding Principal Balance of each Loan; and
	£ 23,698,089,084.00 (2) The Indexed Valuation of each Loan multiplied by M
	where M =
	0.75 for non-arrears loans
	0.40 for 90 days-plus arrears loans with indexed LTV ≤ 75%
	0.25 for 90 days-plus arrears loans with indexed LTV > 75%
	minus
	(ii) the aggregate sum of the following deemed reductions to the Aggregate Adjusted Outstanding Principal Balance:
	£ - (1) Deemed reductions for breach of representation and warranty
	£ - (2) Deemed reduction for other breach by Seller / Servicer
	£ 23,698,089,084.00 Aggregate Adjusted Outstanding Principal Balance
(b)	Aggregate Arrears Adjusted Outstanding Principal Balance shall be equal to:
	(i) the Adjusted Outstanding Principal Balance, which is the lower of:
	£ 24,024,437,588.31 (1) Outstanding Principal Balance of each Loan; and
	£ 23,969,283,671.00 (2) The Indexed Valuation of each Loan multiplied by N
	where N =
	1.00 for non-arrears loans
	0.40 for 90 days-plus arrears loans with indexed LTV ≤ 75%
	0.25 for 90 days-plus arrears loans with indexed LTV > 75%
	minus
	(ii) the aggregate sum of the following deemed reductions to the Aggregate Adjusted Outstanding Principal Balance:
	£ - (1) Deemed reductions for breach of representation and warranty
	£ - (2) Deemed reduction for other breach by Seller / Servicer
	£ 21,399,776,461.47 Aggregate Arrears Adjusted Outstanding Principal Balance multiplied by the Asset Percentage

# Abbey National Treasury Services plc €35bn Regulated Covered Bond Programme



## Programme-Level Characteristics - as at 29-02-16

Programme currency	Euro
Programme size	EUR 35,000,000,000
Covered bonds principal amount outstanding (GBP, non-GBP series converted at swap FX rate)	£ 18,965,823,866
Covered bonds principal amount outstanding (GBP, non-GBP series converted at current spot rate)	£ 18,242,984,885
Cover pool balance (GBP)	£ 24,024,437,588
GIC account balance (GBP) <sup>(11)</sup>	£ 2,991,440,512
Any additional collateral (please specify)	£ -
Any additional collateral (GBP)	£ -
Aggregate balance of off-set mortgages (GBP)	£ 4,533,552,579
Aggregate deposits attaching to the cover pool (GBP)	£ 1,280,287,956
Aggregate deposits attaching specifically to the off-set mortgages	£ 465,862,503
Nominal level of overcollateralisation (GBP) <sup>(12)</sup>	£ 7,058,613,722
Nominal level of overcollateralisation (%) <sup>(12)</sup>	37.22%
Number of loans in cover pool	216,800
Average loan balance (GBP)	£ 110,814
Weighted average non-indexed LTV (%) <sup>(13)</sup>	60.62%
Weighted average indexed LTV (%) <sup>(13)</sup>	51.30%
Weighted average seasoning (months) <sup>(13)</sup>	70.30
Weighted average remaining term (months) <sup>(13)</sup>	201.14
Weighted average interest rate (%) <sup>(13)</sup>	3.28%
Standard Variable Rate(s) (%)	4.74%
Constant Pre-Payment Rate (% , current month) <sup>(14)</sup>	2.83%
Constant Pre-Payment Rate (% , quarterly average) <sup>(14)</sup>	2.73%
Principal Payment Rate (% , current month) <sup>(14)</sup>	3.11%
Principal Payment Rate (% , quarterly average) <sup>(14)</sup>	2.90%
Constant Default Rate (% , current month)	na
Constant Default Rate (% , quarterly average) <sup>(15)</sup>	na
Fitch Discontinuity Cap (%) <sup>(16)</sup>	4 (moderate risk)
Moody's Timely Payment Indicator <sup>(17)</sup>	Probable
Moody's Collateral Score (%) <sup>(17)</sup>	5.00%

<sup>(11)</sup> Balance reported as at the Calculation Date post Revenue and Principal waterfalls

<sup>(12)</sup> The nominal level of over collateralisation test includes the principal ledger held within GIC account as at the calculation date

<sup>(13)</sup> Values reported as at month end

<sup>(14)</sup> As of the Feb 2014 the calculation for CPR quarterly average (%) and PPR quarterly average (%) has been amended to the average of the three most recent monthly CPR / PPR. This change aligns reporting between all Santander UK secured funding structures

<sup>(15)</sup> The Constant Default Rate is not applicable to revolving programmes

<sup>(16)</sup> Source: Fitch press release "Fitch Affirms Abbey's Covered Bonds at 'AAA'; Outlook Stable, Following Programme Update" dated November 2013

<sup>(17)</sup> Source: Moody's performance report dated March 2015

<sup>(18)</sup> Loans bought back by seller : The amount reported is as at the date the loan was bought back

<sup>(19)</sup> Data is presented on an account level basis

<sup>(20)</sup> Margins are reported based on the index rate, therefore fixed are reported at the fixed rate, trackers are reported over BBR (0.5%) and variable over SVR (4.74%)

## Mortgage collections

Mortgage collections (scheduled - interest)	£ 67,760,131
Mortgage collections (scheduled - principal)	£ 86,835,007
Mortgage collections (unscheduled - interest)	na
Mortgage collections (unscheduled - principal)	£ 684,522,698

## Loan Redemptions & Replenishments Since Previous Reporting Date

	Number	% of total number	Amount (GBP)	% of total amount
Loan redemptions since previous reporting date	2,444	1.1%	£ 342,698,548	1.4%
Loans bought back by seller(s) <sup>(18)</sup>	3,258	1.5%	£ 428,659,157	1.8%
of which are non-performing loans	204	0.1%	£ 19,741,438	0.1%
of which have breached R&Ws	0	0.0%	£ -	0.0%
of which have had a further advance or product switch	3,054	1.4%	£ 408,917,719	1.7%
Loans sold into the cover pool	4,403	2.0%	£ 622,619,711	2.6%

## Stratification tables are all as of 29-02-2016<sup>(19)</sup>

### Product Rate Type and Reversionary Profiles

	Number	% of total number	Amount (GBP)	% of total amount	Weighted average				
					Current rate	Remaining teaser period (months)	Current margin <sup>(20)</sup>	Reversionary margin	Initial rate
Fixed at origination, reverting to SVR	78,796	36.35%	10,217,066,434	42.53%	3.21%	22.8	3.21%	0.00%	3.64%
Fixed at origination, reverting to Libor	0	0.00%	0	0.00%	0.00%	0.0	0.00%	0.00%	0.00%
Fixed at origination, reverting to tracker	1	0.00%	9,413	0.00%	4.25%	6.0	4.25%	3.74%	4.25%
Fixed for life	580	0.27%	22,057,876	0.09%	3.96%	0.0	3.96%	3.96%	3.96%
Tracker at origination, reverting to SVR	2,357	1.09%	426,686,182	1.78%	2.03%	10.3	1.53%	0.00%	2.83%
Tracker at origination, reverting to Libor	0	0.00%	0	0.00%	0.00%	0.0	0.00%	0.00%	0.00%
Tracker for life	50,082	23.10%	5,755,962,755	23.96%	1.56%	0.0	1.06%	1.06%	4.59%
SVR, including discount to SVR	84,984	39.20%	7,602,654,927	31.65%	4.74%	0.0	0.00%	0.01%	5.16%
Libor	0	0.00%	0	0.00%	0.00%	0.0	0.00%	0.00%	0.00%
Total	216,800	100.00%	£ 24,024,437,588	100.00%	3.28%		1.65%		

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## Stratifications

Arrears breakdown <sup>(21)</sup>	Number	% of total number	Amount (GBP)	% of total amount
Current	210,622	97.15%	23,395,370,468	97.38%
0-1 month in arrears	4,758	2.19%	478,878,385	1.99%
1-2 months in arrears	1,077	0.50%	111,818,737	0.47%
2-3 months in arrears	328	0.15%	37,209,057	0.15%
3-6 months in arrears	15	0.01%	1,160,942	0.00%
6-12 months in arrears	0	0.00%	0	0.00%
12+ months in arrears	0	0.00%	0	0.00%
Total	216,800	100.00%	24,024,437,588	100.00%

<sup>(21)</sup> The Arrears breakdown table excludes accounts in possession.

Current non-indexed LTV	Number	% of total number	Amount (GBP)	% of total amount
0-50%	102,450	47.26%	£ 6,806,573,189	28.33%
50-55%	13,635	6.29%	£ 1,718,392,062	7.15%
55-60%	14,138	6.52%	£ 1,888,884,351	7.86%
60-65%	15,515	7.16%	£ 2,186,558,798	9.10%
65-70%	15,673	7.23%	£ 2,450,957,614	10.20%
70-75%	16,340	7.54%	£ 2,695,622,065	11.22%
75-80%	15,150	6.99%	£ 2,419,660,724	10.07%
80-85%	12,173	5.61%	£ 1,957,623,104	8.15%
85-90%	8,308	3.83%	£ 1,320,915,955	5.50%
90-95%	2,129	0.98%	£ 378,687,113	1.58%
95-100%	773	0.36%	£ 113,557,760	0.47%
100-105%	123	0.06%	£ 19,139,366	0.08%
105-110%	72	0.03%	£ 14,310,276	0.06%
110-125%	144	0.07%	£ 24,108,136	0.10%
125%+	152	0.07%	£ 28,015,758	0.12%
Unknown	26	0.01%	£ 1,431,317	0.01%
Total	216,800	100.00%	£ 24,024,437,588	100.00%

Current indexed LTV	Number	% of total number	Amount (GBP)	% of total amount
0-50%	131,352	60.59%	£ 10,416,324,007	43.36%
50-55%	17,229	7.95%	£ 2,501,999,803	10.41%
55-60%	18,535	8.55%	£ 2,918,360,085	12.15%
60-65%	15,984	7.37%	£ 2,491,681,778	10.37%
65-70%	13,243	6.11%	£ 2,140,353,389	8.91%
70-75%	10,421	4.81%	£ 1,800,935,885	7.50%
75-80%	6,054	2.79%	£ 1,035,331,490	4.31%
80-85%	2,321	1.07%	£ 431,151,602	1.79%
85-90%	1,471	0.68%	£ 256,646,280	1.07%
90-95%	169	0.08%	£ 28,354,115	0.12%
95-100%	8	0.00%	£ 1,578,931	0.01%
100-105%	4	0.00%	£ 610,765	0.00%
105-110%	1	0.00%	£ 213,584	0.00%
110-125%	4	0.00%	£ 679,423	0.00%
125%+	0	0.00%	£ -	0.00%
Unknown	4	0.00%	£ 216,452	0.00%
Total	216,800	100.00%	£ 24,024,437,588	100.00%

Current outstanding balance of loan	Number	% of total number	Amount (GBP)	% of total amount
0-5,000	5,961	2.75%	£ 11,994,199	0.05%
5,000-10,000	5,133	2.37%	£ 38,746,574	0.16%
10,000-25,000	16,773	7.74%	£ 289,120,066	1.24%
25,000-50,000	30,715	14.17%	£ 1,160,745,549	4.83%
50,000-75,000	32,690	15.08%	£ 2,039,293,194	8.49%
75,000-100,000	30,238	13.95%	£ 2,640,647,646	10.99%
100,000-150,000	44,090	20.34%	£ 5,413,050,437	22.53%
150,000-200,000	23,714	10.94%	£ 4,077,747,498	16.97%
200,000-250,000	11,702	5.40%	£ 2,597,969,209	10.81%
250,000-300,000	6,166	2.84%	£ 1,677,810,718	6.98%
300,000-350,000	3,453	1.59%	£ 1,112,370,914	4.63%
350,000-400,000	1,998	0.92%	£ 744,515,685	3.10%
400,000-450,000	1,361	0.63%	£ 576,010,443	2.40%
450,000-500,000	943	0.43%	£ 446,865,098	1.86%
500,000-600,000	931	0.43%	£ 503,825,205	2.10%
600,000-700,000	437	0.20%	£ 280,684,859	1.17%
700,000-800,000	246	0.11%	£ 183,642,894	0.76%
800,000-900,000	157	0.07%	£ 132,793,888	0.55%
900,000-1,000,000	92	0.04%	£ 87,603,511	0.36%
1,000,000 +	0	0.00%	£ -	0.00%
Total	216,800	100.00%	£ 24,024,437,588	100.00%

# Abbey National Treasury Services plc €35bn Regulated Covered Bond Programme



Regional distribution	Number	% of total number	Amount (GBP)	% of total amount
East Anglia	7,589	3.50%	£ 794,061,411	3.31%
East Midlands	12,783	5.90%	£ 1,163,435,228	4.84%
London	29,271	13.50%	£ 4,961,060,574	20.65%
North	8,498	3.92%	£ 644,274,509	2.68%
North West	22,617	10.43%	£ 1,878,256,665	7.82%
Northern Ireland	13,560	6.25%	£ 1,003,927,332	4.18%
South East	51,285	23.66%	£ 7,074,867,299	29.45%
South West	17,962	8.29%	£ 2,017,075,685	8.40%
Scotland	16,264	7.50%	£ 1,296,197,520	5.40%
Wales	9,650	4.45%	£ 772,549,014	3.22%
West Midlands	13,291	6.13%	£ 1,247,649,505	5.19%
Yorkshire and Humberside	14,030	6.47%	£ 1,169,082,846	4.87%
Grand Total	216,800	100.0%	£ 24,024,437,588	100.0%

Repayment type	Number	% of total number	Amount (GBP)	% of total amount
Capital repayment	130,777	60.32%	£ 12,255,467,540	51.01%
Part-and-part	13,754	6.34%	£ 1,997,505,614	8.31%
Interest-only	37,988	17.52%	£ 5,237,959,749	21.80%
Offset	34,281	15.81%	£ 4,533,504,685	18.87%
Total	216,800	100.0%	£ 24,024,437,588	100.0%

Seasoning <sup>(22)</sup>	Number	% of total number	Amount (GBP)	% of total amount
0-12 months	7,205	3.32%	£ 1,248,005,419	5.19%
12-24 months	23,398	10.79%	£ 3,636,344,807	15.14%
24-36 months	24,431	11.27%	£ 3,162,291,718	13.16%
36-48 months	12,745	5.88%	£ 1,406,073,788	5.85%
48-60 months	10,623	4.90%	£ 1,144,068,355	4.76%
60-72 months	12,573	5.80%	£ 1,336,717,919	5.56%
72-84 months	16,465	7.59%	£ 1,613,907,927	6.72%
84-96 months	29,884	13.78%	£ 3,836,396,308	15.97%
96-108 months	17,620	8.13%	£ 2,115,561,364	8.81%
108-120 months	13,331	6.15%	£ 1,362,868,320	5.67%
120-150 months	30,718	14.17%	£ 2,229,536,069	9.28%
150-180 months	15,968	7.37%	£ 847,893,464	3.53%
180+ months	1,839	0.85%	£ 84,972,129	0.35%
Total	216,800	100.00%	£ 24,024,437,588	100.00%

Interest payment type	Number	% of total number	Amount (GBP)	% of total amount
Fixed	79,377	36.61%	£ 10,239,133,724	42.62%
SVR	84,621	39.03%	£ 7,589,466,057	31.59%
Tracker	52,439	24.19%	£ 6,182,648,938	25.73%
Discount SVR or Unknown	363	0.17%	£ 13,188,870	0.05%
Total	216,800	100.00%	£ 24,024,437,588	100.00%

Loan purpose type	Number	% of total number	Amount (GBP)	% of total amount
Owner-occupied	216,334	99.79%	£ 23,971,784,606	99.78%
Buy-to-let	1	0.00%	£ 85,100	0.00%
Second home	465	0.21%	£ 52,567,882	0.22%
Total	216,800	100.00%	£ 24,024,437,588	100.00%

Income verification type	Number	% of total number	Amount (GBP)	% of total amount
Fully verified	137,790	63.56%	£ 15,364,849,760	63.96%
Fast-track	79,010	36.44%	£ 8,659,587,828	36.04%
Self-certified	9	0.00%	£ -	0.00%
Total	216,800	100.00%	£ 24,024,437,588	100.00%

<sup>(22)</sup> Seasoning is the age of the loan at the report date in months based on the main mortgage completion date. Main mortgage completion date means 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.





# Abbey National Treasury Services plc €35bn Regulated Covered Bond Programme



## Programme triggers

Event (please list all triggers)	Summary of Event	Trigger (S&P, Moody's, Fitch; short-term, long-term)	Trigger breached (yes/no)	Consequence of a trigger breach
Reserve Fund trigger	Loss of required rating by the Issuer	ST: <A-1+ / <P-1 / <F1 LT: - / - / <A	Yes (S&P)	Requirement to establish and maintain a reserve fund and also to trap any Available Revenue Receipts (in accordance with the relevant waterfall) as necessary to fund the Reserve Fund up to the Reserve Fund Required Amount.
Account Bank rating trigger	Loss of required rating by the Account Bank	ST: <A-1 / <P-1 / <F1 LT: - / - / <A	No	Termination of the Bank Account Agreement, unless the Account Bank, within 30 London Business Days, closes the LLP Accounts with it and opens replacement accounts with a financial institution having the required ratings or obtain a guarantee of its obligations under the Bank Account Agreement from a financial institution having the required ratings (provided also that rating agency confirmations are obtained). Note that the Cash Management Agreement still refers to an S&P trigger on the bank accounts of A-1+ if the amounts on deposit in the GIC Account exceed 20% of the sterling equivalent of the Covered Bonds then outstanding, in which case the Cash Manager shall transfer the excess to the stand-by accounts (however, the rating agency criteria do not require stand-by accounts any longer, which have therefore been terminated).
Collections account rating trigger - direct debit transfer to another bank	Loss of required rating by the Seller/Service re: collection accounts	ST: <A-2 / <P-2 / <F2 LT: < / - / <BBB+	No	All further instructions by the Servicer to debit the accounts of Borrowers that are subject to direct debit bank mandates in favour of such collection accounts shall be made to another bank that has at least the required ratings or directly to the Account Bank.
Pre-Maturity Liquidity Test failure (applies to Hard Bullet Covered Bonds only and triggered only if the Final Maturity Date of any Series of Hard Bullet Covered Bonds occurs within 12 months)	Pre-Maturity Test will be breached if the Issuer's ratings fall below the required ratings and if the Final Maturity Date of any Series of Hard Bullet Covered Bonds occurs within 12 months	ST: <A-1 / <P-1 / <F1+ LT: - / <A2 / -	No	A Member (Santander UK or the Liquidation Member) may make a cash capital contribution to the LLP or the LLP shall offer to sell Loans in the Portfolio, such that the amount credited to the Pre-Maturity Liquidity Ledger is equal to the Required Redemption Amount for the relevant Series of Hard Bullet Covered Bonds (after taking into account the Required Redemption Amount for all other Series of Hard Bullet Covered Bonds which mature before or at the same time as that Series). No new Covered Bonds may be issued until the Pre-Maturity Test is no longer failed or the amount credited to the Pre-Maturity Liquidity Ledger is equal to the Required Redemption Amounts of all relevant Series of Hard Bullet Covered Bonds.
Supplemental Liquidity Event	Supplemental Liquidity Event occurs if the Issuer's ratings fall below the required ratings and if the Final Maturity Date of any Series of Hard Bullet Covered Bonds occurs within 12 months	ST: <A-1 / <P-1 / <F1+ LT: - / <A2 / -	No	The LLP is permitted (but not required) to sell Loans with the aim to fund or replenish the Supplemental Liquidity Reserve Ledger, up to the Supplemental Liquidity Reserve Amount.
Segregation of Customer Files and Title Deeds	Loss of required rating by the Servicer	ST: <A-1+ & <P-1 & <F1	No	The Servicer shall use reasonable endeavours to ensure that the Customer Files and Title Deeds (unless they relate to dematerialised loans) are located separately from the customer files and title deeds of other properties and mortgages which do not form part of the Portfolio.
Modification to the sizing of the Flexible Plus Loans factor in the Asset Coverage Test	Loss of required rating by the Issuer	ST: <A-2 / - / <F1 LT: <BBB+ / <A2 / <A	No	Factor "V" in the Asset Coverage Test calculation is sized as 100% of the sum of the aggregate cleared credit balances in respect of Flexible Plus Loans in the Portfolio as at the relevant Calculation Date.
Modification to the sizing of the depositor set-off risk percentage in the Asset Coverage Test	Loss of required rating by the Issuer	ST: <A-2 / - / <F1 LT: <BBB+ / <A2 / <A	No	Factor "W" for the sizing of the depositor set-off risk in the Asset Coverage Test is increased from 0 to 4% or such other percentage as determined from time to time. This percentage is subject to a review on each Calculation Date once the issuer is below these required ratings.



# Abbey National Treasury Services plc €35bn Regulated Covered Bond Programme



## Programme triggers

Event (please list all triggers)	Summary of Event	Trigger (S&P, Moody's, Fitch; short-term, long-term)	Trigger breached (yes/no)	Consequence of a trigger breach
Interest Rate Swap provider (ANTS) rating triggers	Loss of required rating by the Interest Rate Swap Provider	ST: -/ / <F1 LT: <A / <A3 / <A	No	Requirement to post collateral in accordance with the Credit Support Annex, and use reasonable efforts to (a) transfer to an appropriately rated replacement third party, (b) procure a guarantee from an appropriately rated third party, or (c) take such other action as would maintain or restore the ratings of the relevant Covered Bonds. The rating triggers shown on the left are the first level of triggers for S&P and Fitch but this is the only trigger for Moody's.  A subsequent trigger exists for S&P for loss of BBB+ (LT) and for Fitch for loss of F3 (ST) / BBB- (LT). Remedial actions include posting / continuing to post collateral and taking any of the actions outlined at (a) to (c) above. For the purposes of the S&P rating criteria, "Replacement Option 1" currently applies.
Covered Bond Swap provider (ANTS) rating triggers	Loss of required rating by ANTS as Covered Bond Swap Provider	ST: <A-1 / <P-1 / <F1 LT: -/ <A2 / <A	No	Requirement to post collateral in accordance with the Credit Support Annex, and use reasonable efforts to (a) transfer to an appropriately rated replacement third party, (b) procure a guarantee from an appropriately rated third party, or (c) take such other action as would maintain or restore the ratings of the relevant Covered Bonds. The rating triggers shown are on the left the first level of triggers for Moody's and Fitch but this is the only trigger for S&P.  A subsequent trigger exists for Moody's for loss of P-2 (ST) / A3 (LT). A First Subsequent Rating Event for Fitch exist for loss of F2 (ST) / BBB+ (LT) and a Second Subsequent Rating Event for Fitch exists for loss of F3 (ST) / BBB- (LT). Remedial actions include posting / continuing to post collateral and taking any of the actions outlined at (a) to (c) above.
Covered Bond Swap Provider rating triggers - Barclays, BNP Paribas and RBS, Series 3  Note: For Fitch and S&P, the event is triggered only if coupled with the downgrade or placing on credit watch negative of the then current rating of the relevant Series of Covered Bonds.	Loss of required rating by the relevant Covered Bond Swap provider	ST: <A-1+ / <P-1 / <F1 LT: -/ <A1 / <A+	Yes	Requirement to (a) post collateral in accordance with the Credit Support Annex or (b) transfer to an appropriately rated replacement third party, (c) procure a guarantee from an appropriately rated third party, or (d) take such other action as would maintain or restore the ratings of the relevant Covered Bonds. For Fitch or S&P downgrades, note that the event is triggered and action needs to be taken only if the relevant Series of Covered Bonds has also been downgraded or placed on credit watch negative as a result of the downgrade of the Covered Bond Swap provider. The rating triggers shown on the left are the first level of triggers for all rating agencies.  A subsequent trigger exists for Moody's for loss of P-2 (ST) / A3 (LT) and for S&P for loss of BBB- (LT). A First Subsequent Rating Event for Fitch exist for loss of F2 (ST) / BBB+ (LT) and a Second Subsequent Rating Event for Fitch exists for loss of F3 (ST) / BBB- (LT). Remedial actions include posting / continuing to post collateral and taking any of the actions outlined at (b) to (d) above.
Covered Bond Swap provider rating triggers – National Australia Bank, Series 59 and 60	Loss of required rating by National Australia Bank in respect of Series 59 or Series 60	ST: <A-1 / - / <F1 LT: <A / <A3 / <A	No	Requirement to post collateral in accordance with the Credit Support Annex or (a) transfer to an appropriately rated replacement third party, which needs to have a flip clause opinion for the purposes of the Fitch criteria if it is incorporated in a different jurisdiction, (b) procure an appropriately rated co-obligor or guarantor, which also needs to have a flip clause opinion if incorporated in a different jurisdiction; or (c) take such other action as would maintain or restore the ratings of the relevant Covered Bonds. The rating triggers shown on the left are the first level of triggers for S&P, Moody's and Fitch.  A subsequent trigger exists for S&P for loss of A2 (ST) / BBB+ (LT), Moody's for loss of Baa1 (LT) and Fitch for loss of F3 (ST) / BBB- (LT) / . Remedial actions include posting / continuing to post collateral or taking any of the actions outlined at (a) to (c) above. For the purposes of the S&P rating criteria, "Replacement Option 1" currently applies.
Covered Bond Swap provider rating triggers – Natixis, Series 61	Loss of required rating by Natixis in respect of Series 61	ST: <A-1 / - / <F1 LT: <A / <A3(cr) or <A3 / <A	No	Requirement to (a) post collateral in accordance with the Credit Support Annex or (b) transfer to an appropriately rated replacement third party, (c) procure a guarantee from an appropriately rated third party, or (d) take such other action as would maintain or restore the ratings of the relevant Covered Bonds. The rating triggers shown on the left are the first level of triggers for S&P, Moody's and Fitch.  A subsequent trigger exists for Moody's for loss of Baa1 or Baa1(cr) (LT) and Fitch for loss of F3 (ST) / BBB- (LT). Remedial actions include posting / continuing to post collateral or taking any of the actions outlined at (a) to (c) above. For the purposes of the S&P rating criteria, "Replacement Option 3" currently applies.
Assignment of legal title to the Loans trigger	Loss of required rating by the Seller	LT: <BBB- / <Baa3 / <BBB-	No	Completion of the legal assignment of the Loans to the LLP by the Seller within 20 London Business Days.
Cash Manager calculation verification trigger <sup>(25)</sup>	Loss of required rating by the Cash Manager or the Issuer	LT: <BBB- / <Baa3 / <BBB-	No	Asset Monitor to report on arithmetic accuracy of Cash Manager's calculations (regarding the Asset Coverage Test and the Amortisation Test) more frequently (in respect of every Calculation Date).
Servicer replacement trigger	Loss of required rating by the Servicer	LT: <BBB- / <Baa3 / <BBB-	No	The Servicer will use reasonable endeavours to enter into, within 60 days, a replacement servicing agreement with a third party in such form as the LLP and the Security Trustee shall reasonably require.

The table above is a summary only. Investors are advised to consult the underlying Transaction Documents to understand the precise legal terms and conditions associated with the roles listed above and the rating triggers applicable to such roles.

<sup>(25)</sup> Santander UK is the cash manager for the Covered Bond Programme

# Abbey National Treasury Services plc €35bn Regulated Covered Bond Programme



## Non-Rating Triggers

Event	Description of Trigger	Consequence if Trigger Breached
Issuer Event of Default	Any of the conditions, events or acts provided in Condition 9.1 of the Prospectus — Abbey Events of default	Covered Bonds will become immediately due and payable against the Issuer and a Notice to Pay will be served on the LLP. Subsequent recoveries from the Issuer are held by the LLP as security and the LLP will then be required to make payments of Guaranteed Amounts in accordance with the original payment schedule.
Interest Rate Shortfall test	The amount of income that the LLP expects to receive in the next LLP Payment Period is insufficient to cover the amounts due under the Intercompany Loan and to the Covered Bond Swap Provider(s) and other senior expenses ranking in priority thereto.	Standard variable rate and other discretionary rates and/or margins will be increased.
Asset Coverage Test	On a Calculation Date, the Adjusted Aggregate Loan Amount is less than the Principal Amount Outstanding of Covered Bonds	Breach of Asset Coverage Test not remedied on the next Calculation Date will result in the issuance of a Asset Coverage breach notice and if not rectified by the 3rd calculation date after the issuance of the breach notice an Issuer Event of Default will occur.
LLP Event of Default	Any of the conditions, events or acts provided in Condition 9.2 of the Prospectus—LLP Events of default.	Covered Bonds will become immediately due and payable against the LLP. Security becomes enforceable.
Yield Shortfall Test	Following an Abbey Event of Default, the Loans must yield LIBOR plus 0.15%.	Standard variable rate and other discretionary rates and/or margins will be increased.
Amortisation Test	Following a Notice to Pay, the Amortisation Test Aggregate Loan Amount will be in an amount at least equal to the Sterling Equivalent of the aggregate Principal Amount Outstanding of the Covered Bonds.	LLP Event of Default will occur.

## Glossary:

<b>Arrears</b>	For the purposes of the Asset Coverage Test, 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 due dates equal, in the aggregate, one or more full monthly payments. In making an arrears determination, the servicer calculates as of the date of determination the difference between the sum of all monthly payments that were due and payable by a borrower on any due date up to that date of determination (less the aggregate amount of all authorised underpayments made by such borrower up to such date of determination) and the sum of all payments actually made by that borrower up to that date of determination. If the result arrived at by dividing that difference (if any) by the amount of the required current monthly payment equals or exceeds 1 the account is deemed to be in arrears. Arrears classification is determined based on the number of equivalent full current monthly payments that have been missed. A borrower that has missed payments that in the aggregate equal or exceeding 2 monthly payments (but for which the aggregate of missed payments is less than 3 monthly payments) would be classified as being 2 to <3 months in arrears, and so on. An account is treated as being in default if it is 3 or more months in arrears. For the purposes of Investor Reporting, if unpaid at the end of the reporting period, the due amounts which were due on the latest due date are included in the aggregate
<b>Amount / Current Balance (GBP)</b>	In relation to any Loan at any date (the current balance determination date), the aggregate at such date (but avoiding double counting) of: (i) the Initial Advance; (ii) Further Advances and/or Flexible Loan Drawings; (iii) Capitalised Expenses; (iv) Capitalised Interest; and (v) all expenses, charges, fees, premium or payment due and owing by the Borrower which have not yet been capitalised, in each case relating to such Loan less all prepayments, repayments or payments of any of the foregoing made on or prior to the amount balance determination date; and in relation to any Mortgage Account at the amount balance determination date, the aggregate at such date of the Amount balance in respect of each Loan comprised in the relevant Mortgage Account
<b>Default</b>	Default is defined as a property having been taken into possession.