ABBEY COVERED BONDS LLP
Monthly Report **August 2006**

Date of Report **08/08/2006**

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=	£ 8,431,305,611	(Adjusted loan balances)
B=	£ -	(Principal collections not applied)
C=	£ -	(Cash Capital Contributions)
D=	£ -	(Substitution Assets)
V=	£ 66,877,896	(For set-off risk in relation to Flexible Plus Loans)
W=	£ 386,105,303	(For set-off risk in relation to general depositors)
X=	£ 32,544,956	(For set-off risk in relation to drawdown facilities)
Y=	£ -	(Aggregate of Future payments on Reward Loans)
Z=	£ 156,622,068	(Potential negative carry on funds held in GIC)
Total A+B+C+D-(V+W+X+Y+Z)	£ 7,789,155,389	
	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	£ 4,763,740,389	Result of the over collateralisation in the Asset Coverage Test

Portfolio Characteristics

Total Outstanding Current Balance of Mortgages in the Portfolio	£ 9,652,632,574
Number of Mortgages in Pool	128,694
Average Loan Balance	£ 75,004.53
Weighted Average Current LTV	68.57%

Current LTV Levels Breakdown *	Number	Value	% of Total
0 - 30%	27,945	694,015,764	7.2%
30 - 35%	6,250	285,726,269	3.0%
35 - 40%	6,543	343,534,629	3.6%
40 - 45%	6,956	433,028,511	4.5%
45 - 50%	7,409	522,577,521	5.4%
50 - 55%	7,756	631,952,650	6.5%
55 - 60%	8,033	750,766,564	7.8%
60 - 65%	7,242	680,687,511	7.1%
65 - 70%	7,852	783,799,910	8.1%
70 - 75%	8,815	990,941,167	10.3%
75 - 80%	6,103	661,459,964	6.9%
80 - 85%	6,422	674,836,406	7.0%
85 - 90%	7,136	843,088,814	8.7%
90 - 95%	3,953	402,321,476	4.2%
95 -100%	3,165	305,666,604	3.2%
100% +	7,114	648,228,813	6.7%
Totals	128,694	9,652,632,574	100.0%

* using latest (non-indexed) valuation

Cash Ledgers

Revenue Ledger	-
Principal Ledger	-
Reserve Ledger	17,781,194
Payments Ledger	14,113,422
Cash Contributions Ledger	-
Total	31,894,616

Represented By :

GIC Account	31,894,616
Transaction Account	-
Authorised Investments / Substitution Assets	-
Total	31,894,616

LLP Balance Sheet

Cash	31,894,616
Mortgages	9,652,632,574
Authorised Investments / Substitution Assets	-
Total	9,684,527,190

Capital Account Ledger - AN plc	6,659,112,190
Capital Account Ledger - ANTS	-
Intercompany Loan Outstanding	3,025,415,000
Total	9,684,527,190

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