ABBEY COVERED BONDS LLP

Monthly Report **September 2007**

Date of Report **10/09/2007**

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=	£ 8,755,982,859	(Adjusted loan balances)
B=	£ -	(Principal collections not applied)
C=	£ -	(Cash Capital Contributions)
D=	£ -	(Substitution Assets)
V=	£ 125,573,762	(For set-off risk in relation to Flexible Plus Loans)
W=	£ 386,298,552	(For set-off risk in relation to general depositors)
X=	£ 71,470,543	(For set-off risk in relation to drawdown facilities)
Y=	£ 602,483	(Aggregate of Future payments on Reward Loans)
Z=	£ 140,150,364	(Potential negative carry on funds held in GIC)
Total A+B+C+D-(V+W+X+Y+Z)	£ 8,031,887,156	
	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	£ 5,006,472,156	Result of the over collateralisation in the Asset Coverage Test

Portfolio Characteristics

Total Outstanding Current Balance of Mortgages in the Portfolio	£ 9,657,463,791
Number of Mortgages in Pool	125,804
Average Loan Balance	£ 76,765.95
Weighted Average Current LTV	66.03%

Current LTV Levels Breakdown *	Number	Value	% of Total
0 - 30%	33,956	950,816,928	9.8%
30 - 35%	5,838	286,660,155	3.0%
35 - 40%	6,041	334,780,699	3.5%
40 - 45%	6,438	422,317,183	4.4%
45 - 50%	6,730	496,722,780	5.1%
50 - 55%	6,951	592,370,582	6.1%
55 - 60%	7,215	679,244,464	7.0%
60 - 65%	7,010	693,277,179	7.2%
65 - 70%	7,648	827,075,773	8.6%
70 - 75%	8,354	1,006,818,186	10.4%
75 - 80%	6,241	744,612,398	7.7%
80 - 85%	5,733	645,568,089	6.7%
85 - 90%	5,803	728,242,165	7.5%
90 - 95%	4,043	503,718,979	5.2%
95 -100%	2,555	265,906,765	2.8%
100% +	5,248	479,331,467	5.0%
Totals	125,804	9,657,463,791	100.0%

* using latest (non-indexed) valuation

Cash Ledgers

Revenue Ledger	-
Principal Ledger	-
Reserve Ledger	23,781,183
Payments Ledger	11,591,241
Cash Contributions Ledger	-
Total	35,372,425

Represented By :

GIC Account	35,372,425
Transaction Account	-
Authorised Investments / Substitution Assets	-
Total	35,372,425

LLP Balance Sheet

Cash	35,372,425
Mortgages	9,657,463,791
Authorised Investments / Substitution Assets	-
Total	9,692,836,216

Capital Account Ledger - AN plc	6,667,421,216
Capital Account Ledger - ANTS	-
Intercompany Loan Outstanding	3,025,415,000
Total	9,692,836,216

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