

**Monthly Report incorporating:**

**Fosse Trustee Limited  
Fosse Master Issuer plc  
Fosse Funding (No. 1) Limited**

<b>Report Date:</b>	<b>31-Aug-07</b>
<b>Reporting Period:</b>	<b>01-Aug-07 to 31-Aug-07</b>
<b>Trust Calculation Date:</b>	<b>03-Sep-07</b>

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Contacts:

All queries should be directed to:

Mark Jones, Head of Investor Relations      0116 200 4492      [mark.jones1@alliance-leicester.co.uk](mailto:mark.jones1@alliance-leicester.co.uk)

Or

Mark Browne, Head of Financial Relations & Reporting      0116 200 2123      [mark.browne@alliance-leicester.co.uk](mailto:mark.browne@alliance-leicester.co.uk)

## MAIN PARTIES TO THE STRUCTURE

<b>Alliance &amp; Leicester plc</b> Seller Servicer Cash Manager, Issuer Cash Manager Basis Swap Provider Start-up loan provider Account bank, for Mortgages Trustee, Funding 1 and Issuer Company Secretarial Services Provider	<b>Fosse Master Issuer plc</b> Issuer	<b>Citibank, N.A.</b> Agent Bank Principal Paying Agent Registrar Transfer Agent US Paying Agent Common Depository Exchange Rate Agent	<b>Law Debenture Trust Company of New York</b> Note Trustee Issuer Security Trustee Funding 1 Security Trustee	<b>SFM Corporate Services Limited</b> UK share trustee	<b>Mourant &amp; Co. Trustees Limited</b> Jersey share trustee
	<b>Fosse Trustee Limited</b> Mortgages Trustee			<b>Structured Finance Management Limited</b> Corporate services provider (UK)	<b>Mourant &amp; Co. Limited</b> Corporate services provider (Jersey)
	<b>Fosse Funding (No. 1) Limited</b> Funding 1				

## COLLATERAL REPORT

<b>Mortgage Loan Profile</b>	
Original number of Mortgage Loans in Pool	42,395
Original current value of Mortgage Loans in Pool	£ 3,399,995,370
Current number of Mortgage Loans in Pool	88,256
Current value of Mortgage Loans in Pool	£ 7,620,456,821
Current number of Mortgage Loan product holdings in Pool (A Mortgage Loan may have more than one active loan product)	125,028
Weighted Average Seasoning (Months)	41
Weighted Average Remaining Term (Months)	228
Average Loan Size	£ 86,345
Weighted Average unindexed LTV at last valuation (by value)	62.11%

<b>Mortgage Trust Assets</b>	
Current value of Mortgage Loans in Pool at 31-Aug-07	£ 7,620,456,821
Last months Closing Trust Assets at 31-Jul-07	£ 2,873,667,506
Funding Share as calculated on 3-Sep-07	£ 4,688,217,112
Funding Share % as calculated on 3-Sep-07	61.52148%
Seller Share as calculated on 3-Sep-07	£ 2,932,239,709
Seller Share % as calculated on 3-Sep-07	38.47852%
Minimum Seller Share (Amount)	£ 307,761,575
Minimum Seller Share (% of Total)	4.03862%

Arrears Analysis of Non Repossessed Mortgage Loans	Number	Current balance £	Arrears £	By Number %	By current balance %
Less than 1 month in arrears	87,952	7,591,251,246	-	99.66%	99.62%
1<=3 months in arrears	293	28,121,212	228,675	0.33%	0.37%
>3<=6 months in arrears	6	610,066	18,754	0.01%	0.01%
>6<=9 months in arrears	4	472,774	25,658	0.00%	0.01%
>9<=12 months in arrears	1	1,523	160	0.00%	0.00%
More than 12 months in arrears	-	-	-	0.00%	0.00%
<b>Total</b>	<b>88,256</b>	<b>7,620,456,821</b>	<b>273,247</b>	<b>100.00%</b>	<b>100.00%</b>

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 dates equal one or more full monthly payments and the total of arrears across all sub-accounts exceeds £150.

Properties in Possession	Number	Current balance £	Arrears £	Loss Amount £
<b>Total Properties in Possession Since Inception</b>	-	-	-	-
Current Number Brought Forward	-	-	-	-
Repossessed (In Month)	-	-	-	-
Sold (In Month)	-	-	-	-
Current Number Carried Forward	-	-	-	-
<b>Total Properties Sold Since Inception</b>	-	-	-	-
Sale price / Last loan valuation	-	-	-	-
Average Time from Possession to Sale	-	-	-	-
Average Arrears at Sale	-	-	-	-
Average Loss On Sale Of Properties To Date	-	-	-	-
Total Principal Loss (since inception)	-	-	-	-
Total Principal Loss (current month)	-	-	-	-
Accounts experiencing a loss since inception	-	-	-	-

Substitution, redemptions and repurchases	Number of accounts this period	Current balance this period £
Substitution & Top up	53,212	4,888,705,280
Redeemed this period*	1,550	126,423,135
Repurchases this period	2	842,287

\*Redemptions this period include 672 accounts where minor balances of £-249,415 remain to be collected after redemption. These balances have been repurchased by the Seller.

CPR Analysis *	1 Month CPR %	12 Month CPR %
Current month	2.05%	23.92%
Previous month	3.42%	24.15%

\* The CPR calculation includes repurchases by the Seller from the Trust

Product Breakdown (By Balance)	No of product holdings	% by number	Current balance £	% by balance
Bank of England Base Rate Tracker Loans	30,496	24.39%	1,872,559,253	24.57%
Fixed Rate Loans	57,508	46.00%	4,466,976,800	58.62%
Discounted SVR Loans	12,980	10.38%	720,987,169	9.46%
Standard Variable Rate Loans	24,044	19.23%	559,933,601	7.35%
<b>Total</b>	<b>125,028</b>	<b>100.00%</b>	<b>7,620,456,821</b>	<b>100.00%</b>

Standard Variable Rate	
Existing Borrowers SVR	7.89%
Effective Date Of Change	02-Aug-07
Previous Existing Borrowers SVR	7.64%
Effective Date of Change	02-Jun-07

Payment Type (By Balance)	No of product holdings	% by number	Current balance £	% by balance
Repayment	85,242	68.18%	4,725,945,865	62.02%
Interest only and Combined repayment & int-only	39,786	31.82%	2,894,510,956	37.98%
<b>Total</b>	<b>125,028</b>	<b>100.00%</b>	<b>7,620,456,821</b>	<b>100.00%</b>

Use Of Proceeds (By Balance)	No of product holdings	% by number	Current balance £	% by balance
House Purchase	54,028	43.21%	4,555,902,831	59.79%
Remortgage	70,997	56.78%	3,064,392,060	40.21%
Other	3	0.00%	161,930	0.00%
<b>Total</b>	<b>125,028</b>	<b>100.00%</b>	<b>7,620,456,821</b>	<b>100.00%</b>

Analysis of Mortgage loan size at reporting date £	Number of accounts	% of Total	Current balance £	% of Total
>0 =<50,000	27,719	31.41%	849,251,641	11.14%
>50,000 =<100,000	32,627	36.97%	2,387,161,033	31.33%
>100,000 =<150,000	16,878	19.12%	2,049,981,652	26.90%
>150,000 =<200,000	6,433	7.29%	1,099,616,758	14.43%
>200,000 =<250,000	2,629	2.98%	580,296,848	7.61%
>250,000 =<300,000	951	1.08%	258,103,753	3.39%
>300,000 =<350,000	447	0.51%	143,516,738	1.88%
>350,000 =<400,000	242	0.27%	89,671,632	1.18%
>400,000 =<450,000	132	0.15%	55,744,511	0.73%
>450,000 =<500,000	76	0.09%	35,887,645	0.47%
>500,000 =<550,000	47	0.05%	24,584,515	0.32%
>550,000 =<600,000	32	0.04%	18,333,669	0.24%
>600,000 =<650,000	21	0.02%	13,045,848	0.17%
>650,000 =<700,000	14	0.02%	9,462,708	0.12%
>700,000 =<750,000	7	0.01%	5,047,862	0.07%
>750,000 =<800,000	1	0.00%	750,008	0.01%
<b>Total</b>	<b>88,256</b>	<b>100.00%</b>	<b>7,620,456,821</b>	<b>100.00%</b>

Geographical Analysis By Region	Number of accounts	% of Total	Current balance £	% of Total
East Anglia	3,372	3.82%	273,464,683	3.59%
East Midlands	7,223	8.18%	523,121,615	6.86%
Greater London	4,091	4.64%	637,609,735	8.37%
Northern England	3,631	4.11%	270,412,000	3.55%
North West	8,589	9.73%	672,431,866	8.82%
South East	17,822	20.19%	2,002,902,434	26.28%
South West	7,227	8.19%	616,781,847	8.09%
West Midlands	6,118	6.93%	508,010,004	6.67%
Yorkshire & Humberside	7,169	8.12%	537,300,823	7.05%
Scotland	11,732	13.29%	799,276,391	10.49%
Wales	4,313	4.89%	305,032,907	4.00%
Northern Ireland	6,969	7.90%	474,112,516	6.22%
<b>Total</b>	<b>88,256</b>	<b>100.00%</b>	<b>7,620,456,821</b>	<b>100.00%</b>

<b>Loan to Value at Last Valuation</b> Using current capital balance and unindexed latest valuation	<b>Number of accounts</b>	<b>% of Total</b>	<b>Current balance £</b>	<b>% of Total</b>
>0% =<25%	11,374	12.89%	343,621,970	4.51%
>25% =<50%	26,056	29.52%	1,768,434,998	23.21%
>50% =<75%	31,264	35.42%	3,176,439,206	41.68%
>75% =<80%	5,279	5.98%	604,021,546	7.93%
>80% =<85%	5,233	5.93%	629,255,455	8.26%
>85% =<90%	5,588	6.33%	701,509,816	9.21%
>90% =<95%	2,508	2.84%	292,643,146	3.84%
>95% =<100%	949	1.08%	104,062,579	1.37%
>100% =<110%	5	0.01%	468,106	0.01%
<b>Total</b>	<b>88,256</b>	<b>100.00%</b>	<b>7,620,456,821</b>	<b>100.00%</b>

<b>Indexed Current Loan to Value</b> Using current capital balance and HPI indexed latest valuation	<b>Number of accounts</b>	<b>% of Total</b>	<b>Current balance £</b>	<b>% of Total</b>
>0% =<25%	25,995	29.45%	1,083,426,856	14.22%
>25% =<50%	34,901	39.55%	3,007,701,839	39.47%
>50% =<75%	21,461	24.32%	2,747,592,149	36.06%
>75% =<80%	3,179	3.60%	434,577,803	5.70%
>80% =<85%	1,923	2.18%	244,124,493	3.20%
>85% =<90%	725	0.82%	93,378,707	1.23%
>90% =<95%	68	0.08%	8,999,195	0.12%
>95% =<100%	4	0.00%	655,779	0.01%
<b>Total</b>	<b>88,256</b>	<b>100.00%</b>	<b>7,620,456,821</b>	<b>100.00%</b>

Fosse Master Trust Investors' Report - August 2007

LOAN NOTE REPORT

Closing date 28/11/2006  
Report date 31/08/2007

Series 2006-1 Notes

2006-1	ISIN	Ratings S&P/Moody's/Fitch	Currency	Original Balance	Repaid	Outstanding	Reference rate	Margin p.a.%	Current interest rate p.a.%	Next coupon date	Interest next coupon	Step up Date	Legal Maturity
A1	XS0274283984	AAA/Aaa/AAA	USD	937,500,000	(364,862,966)	572,637,034	1M USD LIBOR	0.03000%	5.56750%	18/09/2007	2,568,237	Jul-2011	Oct-2031
A2	XS0274284792	AAA/Aaa/AAA	USD	1,250,000,000	0	1,250,000,000	3M USD LIBOR	0.06000%	5.42000%	18/10/2007	17,313,889	Jul-2011	Oct-2054
A3	XS0274289759	AAA/Aaa/AAA	EUR	937,500,000	0	937,500,000	3M EURIBOR	0.10000%	4.31500%	18/10/2007	10,338,021	Jul-2011	Oct-2054
A4	XS0274293785	AAA/Aaa/AAA	GBP	542,000,000	0	542,000,000	3M GBP LIBOR	0.11000%	6.15500%	18/10/2007	8,408,573	Jan-2013	Oct-2054
B1	XS0274285336	AA/Aa3/AA	USD	33,500,000	0	33,500,000	3M USD LIBOR	0.09000%	5.45000%	18/10/2007	466,581	Jul-2011	Oct-2054
B2	XS0274285682	AA/Aa3/AA	USD	45,000,000	0	45,000,000	3M USD LIBOR	0.16000%	5.52000%	18/10/2007	634,800	Jul-2011	Oct-2054
B3	XS0274290252	AA/Aa3/AA	EUR	37,000,000	0	37,000,000	3M EURIBOR	0.17000%	4.38500%	18/10/2007	414,626	Jan-2013	Oct-2054
B4	XS0274294163	AA/Aa3/AA	GBP	16,750,000	0	16,750,000	3M GBP LIBOR	0.17000%	6.21500%	18/10/2007	262,392	Jan-2013	Oct-2054
M1	XS0274286730	A/A2/A	USD	26,000,000	0	26,000,000	3M USD LIBOR	0.17000%	5.53000%	18/10/2007	367,438	Jul-2011	Oct-2054
M2	XS0274287621	A/A2/A	USD	34,500,000	0	34,500,000	3M USD LIBOR	0.25000%	5.61000%	18/10/2007	494,615	Jul-2011	Oct-2054
M3	XS0274291060	A/A2/A	EUR	27,500,000	0	27,500,000	3M EURIBOR	0.27000%	4.48500%	18/10/2007	315,196	Jan-2013	Oct-2054
M4	XS0274294759	A/A2/A	GBP	13,750,000	0	13,750,000	3M GBP LIBOR	0.27000%	6.31500%	18/10/2007	218,862	Jan-2013	Oct-2054
C2	XS0274288942	BBB/Baa2/BBB	USD	40,500,000	0	40,500,000	3M USD LIBOR	0.47000%	5.83000%	18/10/2007	603,405	Jul-2011	Oct-2054
C3	XS0274291656	BBB/Baa2/BBB	EUR	22,500,000	0	22,500,000	3M EURIBOR	0.45000%	4.66500%	18/10/2007	268,238	Jan-2013	Oct-2054
C4	XS0274294916	BBB/Baa2/BBB	GBP	6,250,000	0	6,250,000	3M GBP LIBOR	0.45000%	6.49500%	18/10/2007	102,318	Jan-2013	Oct-2054

Closing date 01/08/2007

Series 2007-1 Notes

2007-1	ISIN	Ratings S&P/Moody's/Fitch	Currency	Original Balance	Repaid	Outstanding	Reference rate	Margin p.a.%	Current interest rate p.a.%	Next coupon date	Interest next coupon	Step up Date	Legal Maturity
A1a	XS0312388035	AAA/Aaa/AAA	USD	540,000,000	0	540,000,000	1M USD LIBOR	0.05000%	5.38071%	18/09/2007	3,874,111	Jul-2012	Nov-2031
A1b	XS0312977613	AAA/Aaa/AAA	EUR	550,000,000	0	550,000,000	3M EURIBOR	0.06000%	4.27400%	18/10/2007	5,093,183	Jul-2012	Nov-2031
A2	XS0312388209	AAA/Aaa/AAA	USD	450,000,000	0	450,000,000	3M USD LIBOR	0.08000%	5.42891%	18/10/2007	5,293,187	Jul-2012	Oct-2054
A3	XS0312388548	AAA/Aaa/AAA	EUR	685,000,000	0	685,000,000	3M EURIBOR	0.12000%	4.33400%	18/10/2007	6,432,378	Jul-2012	Oct-2054
A4	XS0312388621	AAA/Aaa/AAA	GBP	775,000,000	0	775,000,000	3M GBP LIBOR	0.13000%	6.14149%	18/10/2007	10,171,317	Jul-2012	Oct-2054
A5	XS0312915340	AAA/Aaa/AAA	USD	500,000,000	0	500,000,000	3M USD LIBOR	0.10000%	5.44891%	18/10/2007	5,902,986	Jul-2012	Oct-2054
B1	XS0312389272	AA/Aa3/AA	USD	36,250,000	0	36,250,000	3M USD LIBOR	0.15000%	5.49891%	18/10/2007	431,894	Apr-2010	Oct-2054
B3	XS0312389439	AA/Aa3/AA	EUR	70,000,000	0	70,000,000	3M EURIBOR	0.20000%	4.41400%	18/10/2007	669,457	Apr-2010	Oct-2054
B4	XS0312389603	AA/Aa3/AA	GBP	12,000,000	0	12,000,000	3M GBP LIBOR	0.20000%	6.21149%	18/10/2007	159,286	Apr-2010	Oct-2054
M1	XS0312389785	A/A2/A	USD	20,200,000	0	20,200,000	3M USD LIBOR	0.30000%	5.64891%	18/10/2007	247,234	Apr-2010	Oct-2054
M3	XS0312390015	A/A2/A	EUR	28,500,000	0	28,500,000	3M EURIBOR	0.35000%	4.56400%	18/10/2007	281,827	Apr-2010	Oct-2054
M4	XS0312390106	A/A2/A	GBP	30,000,000	0	30,000,000	3M GBP LIBOR	0.35000%	6.36149%	18/10/2007	407,833	Apr-2010	Oct-2054
C2	XS0312390957	BBB/Baa2/BBB	USD	25,000,000	0	25,000,000	3M USD LIBOR	0.55000%	5.89891%	18/10/2007	319,524	Apr-2010	Oct-2054
C3	XS0312391179	BBB/Baa2/BBB	EUR	14,000,000	0	14,000,000	3M EURIBOR	0.55000%	4.76400%	18/10/2007	144,508	Apr-2010	Oct-2054
C4	XS0312391252	BBB/Baa2/BBB	GBP	18,000,000	0	18,000,000	3M GBP LIBOR	0.55000%	6.56149%	18/10/2007	252,393	Apr-2010	Oct-2054

Combined Credit Enhancement	Total £	% of Total	Current note subordination	Subordination +Reserve Fund	% Required
Class A Notes	£4,452,748,552	92.44%	7.56%	9.26%	9.25%
Class B Notes	£159,252,176	3.31%	4.25%	5.95%	5.95%
Class M Notes	£122,810,872	2.55%	1.70%	3.40%	3.40%
Class C Notes	£82,092,358	1.70%	0.00%	1.70%	1.70%
	£4,816,903,957	100.00%			
<b>Funding Reserve Fund Requirement</b>	<b>£81,888,000</b>	<b>1.70%</b>			

Interest shortfall in period	£0
Cumulative interest shortfall	£0
Principal shortfall in period	£0
Cumulative principal shortfall	£0
Cumulative net loss	£0
Excess principal paid in current period	£0

Funding Reserve Fund	
Balance Brought Forward	£42,592,000
Drawings (Quarterly)	£0
Top Up (Quarterly)	£39,296,000
Balance Carried Forward	£81,888,000

Funding Principal Ledger-AAA	£128,691,611
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Excess Spread	
Excess Spread This Month Annualised	0.74%
Excess Spread Rolling 12 Month Average	0.81%

TRIGGER EVENTS	
<b>Asset</b>	
Amount debited to AAA principal deficiency sub ledger (Funding programme notes outstanding)	None
<b>Non Asset</b>	
Insolvency event occurs in relation to Seller	None
Sellers role as administrator terminated & new administrator is not appointed within 60 days	None
The then current Seller Share is equal to or less than the adjusted minimum Sellers Share for 2 consecutive Trust Calculation Dates	None
The aggregate outstanding principal balance of loans in the Trust is less than the required loan balance amount specified in the most recent final terms	None
<b>An arrears trigger event will occur if:</b>	
The outstanding principal balance of the loans in arrears for more than 3 times the monthly payment then due divided by the outstanding principal balance of all of the loans in the mortgages trust (expressed as a percentage) exceeds 2 per cent.	None
Full details of all trigger events can be found within the Fosse Master Issuer plc offering circular	

#### Notes

##### 1 Current number of mortgages

This is the sum of all product holdings secured by a borrower(s) on a single property.

##### 2 Current value of mortgages

Includes all amounts of principal, interest and fees as yet unpaid by the borrower.

##### 3 Funder Share

The percentage funder share is calculated net of accrued interest.

##### 4 Seasoning

This is the age of the loan at the report date in months based on the Main Mortgage Completion Date.

Main Mortgage Completion Date is 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 agreement and updated terms and conditions.

##### 5 Remaining term

This is the remaining term of the loan at the report date in months .

##### 6 Product breakdown

Bank of England Base Rate Tracker Loans includes loans issued at a discount or premium to base rate.

All loans in the Discount category are linked to SVR.

##### 7 Payment Type

Most loans that are not fully repayment mortgages comprise an interest only portion, on which there are no scheduled principal repayments and a repayment portion for which there is a scheduled amortisation.

##### 8 Loan to Value (LTV) at Last Valuation

Further advances may be made on existing loans based on the indexed LTV without carrying out a formal valuation. This occasionally gives rise to the unindexed LTV recording an unrealistically high LTV. Indexed and unindexed LTVs include all further advances on a loan - but exclude any flexible drawdown reservoir.