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

Date of Report **08/05/2006**

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=	£ 8,599,418,153	(Adjusted loan balances)
B=	£ -	(Principal collections not applied)
C=	£ -	(Cash Capital Contributions)
D=	£ -	(Substitution Assets)
V=	£ 58,426,709	(For set-off risk in relation to Flexible Plus Loans)
W=	£ 380,767,509	(For set-off risk in relation to general depositors)
X=	£ 28,895,942	(For set-off risk in relation to drawdown facilities)
Y=	£ -	(Aggregate of Future payments on Reward Loans)
Z=	£ 160,403,836	(Potential negative carry on funds held in GIC)
Total A+B+C+D-(V+W+X+Y+Z)	£ 7,970,924,156	
	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	£ 4,945,509,156	Result of the over collateralisation in the Asset Coverage Test

Portfolio Characteristics

Total Outstanding Current Balance of Mortgages in the Portfolio	£ 9,519,187,734
Number of Mortgages in Pool	126,192
Average Loan Balance	£ 75,434.16
Weighted Average Current LTV	67.82%

Current LTV Levels Breakdown *	Number	Value	% of Total
0 - 30%	29,441	752,582,380	7.9%
30 - 35%	6,115	287,569,009	3.0%
35 - 40%	6,270	336,143,711	3.5%
40 - 45%	6,637	428,956,524	4.5%
45 - 50%	6,937	498,060,871	5.2%
50 - 55%	7,308	612,926,530	6.4%
55 - 60%	7,615	718,731,573	7.6%
60 - 65%	6,811	651,842,168	6.8%
65 - 70%	7,482	753,969,534	7.9%
70 - 75%	8,420	962,399,409	10.1%
75 - 80%	5,847	643,052,171	6.8%
80 - 85%	5,985	649,155,702	6.8%
85 - 90%	7,200	851,110,969	8.9%
90 - 95%	3,916	402,029,499	4.2%
95 -100%	3,325	347,419,915	3.6%
100% +	6,883	623,237,769	6.5%
Totals	126,192	9,519,187,734	100.0%

* using latest (non-indexed) valuation

Cash Ledgers

Revenue Ledger	-
Principal Ledger	-
Reserve Ledger	-
Payments Ledger	8,337,307
Cash Contributions Ledger	-
Total	8,337,307

Represented By :

GIC Account	8,337,307
Transaction Account	-
Authorised Investments / Substitution Assets	-
Total	8,337,307

LLP Balance Sheet

Cash	8,337,307
Mortgages	9,519,187,734
Authorised Investments / Substitution Assets	-
Total	9,527,525,041

Capital Account Ledger - AN plc	6,502,110,041
Capital Account Ledger - ANTS	-
Intercompany Loan Outstanding	3,025,415,000
Total	9,527,525,041

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