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

Date of Report **08/09/2006**

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=	£ 8,675,886,595	(Adjusted loan balances)
B=	£ -	(Principal collections not applied)
C=	£ -	(Cash Capital Contributions)
D=	£ -	(Substitution Assets)
V=	£ 69,078,386	(For set-off risk in relation to Flexible Plus Loans)
W=	£ 383,085,568	(For set-off risk in relation to general depositors)
X=	£ 32,947,691	(For set-off risk in relation to drawdown facilities)
Y=	£ -	(Aggregate of Future payments on Reward Loans)
Z=	£ 155,361,478	(Potential negative carry on funds held in GIC)
Total A+B+C+D-(V+W+X+Y+Z)	£ 8,035,413,472	
	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	£ 5,009,998,472	Result of the over collateralisation in the Asset Coverage Test

Portfolio Characteristics

Total Outstanding Current Balance of Mortgages in the Portfolio	£ 9,577,139,188
Number of Mortgages in Pool	127,545
Average Loan Balance	£ 75,088.32
Weighted Average Current LTV	67.91%

Current LTV Levels Breakdown *	Number	Value	% of Total
0 - 30%	28,236	712,643,859	7.4%
30 - 35%	6,291	292,778,540	3.1%
35 - 40%	6,696	355,222,705	3.7%
40 - 45%	6,984	442,949,786	4.6%
45 - 50%	7,484	537,646,659	5.6%
50 - 55%	7,758	644,947,087	6.7%
55 - 60%	8,017	759,902,697	7.9%
60 - 65%	7,191	680,851,104	7.1%
65 - 70%	7,727	780,057,016	8.1%
70 - 75%	8,588	969,885,703	10.1%
75 - 80%	6,112	669,653,355	7.0%
80 - 85%	6,301	664,628,814	6.9%
85 - 90%	6,666	784,833,257	8.2%
90 - 95%	3,650	371,143,339	3.9%
95 -100%	2,940	279,899,037	2.9%
100% +	6,904	630,096,229	6.6%
Totals	127,545	9,577,139,188	100.0%

* using latest (non-indexed) valuation

Cash Ledgers

Revenue Ledger	-
Principal Ledger	-
Reserve Ledger	17,999,094
Payments Ledger	9,072,262
Cash Contributions Ledger	-
Total	27,071,356

Represented By :

GIC Account	27,071,356
Transaction Account	-
Authorised Investments / Substitution Assets	-
Total	27,071,356

LLP Balance Sheet

Cash	27,071,356
Mortgages	9,577,139,188
Authorised Investments / Substitution Assets	-
Total	9,604,210,544

Capital Account Ledger - AN plc	6,578,795,544
Capital Account Ledger - ANTS	-
Intercompany Loan Outstanding	3,025,415,000
Total	9,604,210,544

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