ABBEY COVERED BONDS LLP
Monthly Report **January 2007**

Date of Report **08/01/2007**

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=	£ 8,347,832,741	(Adjusted loan balances)
B=	£ -	(Principal collections not applied)
C=	£ -	(Cash Capital Contributions)
D=	£ -	(Substitution Assets)
V=	£ 78,324,552	(For set-off risk in relation to Flexible Plus Loans)
W=	£ 368,876,695	(For set-off risk in relation to general depositors)
X=	£ 52,553,018	(For set-off risk in relation to drawdown facilities)
Y=	£ -	(Aggregate of Future payments on Reward Loans)
Z=	£ 150,319,120	(Potential negative carry on funds held in GIC)
Total A+B+C+D-(V+W+X+Y+Z)	£ 7,697,759,356	
	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	£ 4,672,344,356	Result of the over collateralisation in the Asset Coverage Test

Portfolio Characteristics

Total Outstanding Current Balance of Mortgages in the Portfolio	£ 9,221,917,385
Number of Mortgages in Pool	126,123
Average Loan Balance	£ 73,118.44
Weighted Average Current LTV	68.58%

Current LTV Levels Breakdown *	Number	Value	% of Total
0 - 30%	29,661	717,711,086	7.8%
30 - 35%	6,230	281,065,377	3.0%
35 - 40%	6,392	326,632,711	3.5%
40 - 45%	6,713	408,082,953	4.4%
45 - 50%	7,113	489,259,222	5.3%
50 - 55%	7,349	603,035,944	6.5%
55 - 60%	7,422	674,231,373	7.3%
60 - 65%	6,886	646,017,472	7.0%
65 - 70%	7,479	749,382,142	8.1%
70 - 75%	8,120	913,151,349	9.9%
75 - 80%	5,861	627,469,205	6.8%
80 - 85%	6,069	618,700,390	6.7%
85 - 90%	6,755	803,371,146	8.7%
90 - 95%	3,956	419,403,251	4.5%
95 -100%	3,008	291,004,261	3.2%
100% +	7,109	653,399,502	7.1%
Totals	126,123	9,221,917,385	100.0%

* using latest (non-indexed) valuation

Cash Ledgers

Revenue Ledger	-
Principal Ledger	-
Reserve Ledger	19,646,843
Payments Ledger	12,369,780
Cash Contributions Ledger	-
Total	32,016,623

Represented By :

GIC Account	32,016,623
Transaction Account	-
Authorised Investments / Substitution Assets	-
Total	32,016,623

LLP Balance Sheet

Cash	32,016,623
Mortgages	9,221,917,385
Authorised Investments / Substitution Assets	-
Total	9,253,934,008

Capital Account Ledger - AN plc	6,228,519,008
Capital Account Ledger - ANTS	-
Intercompany Loan Outstanding	3,025,415,000
Total	9,253,934,008

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