ABBEY COVERED BONDS LLP
Monthly Report **January 2008**

Date of Report **08/01/2008**

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=	£ 8,741,862,989	(Adjusted loan balances)
B=	£ -	(Principal collections not applied)
C=	£ -	(Cash Capital Contributions)
D=	£ -	(Substitution Assets)
V=	£ 138,653,105	(For set-off risk in relation to Flexible Plus Loans)
W=	£ 385,686,126	(For set-off risk in relation to general depositors)
X=	£ 79,396,715	(For set-off risk in relation to drawdown facilities)
Y=	£ 582,177	(Aggregate of Future payments on Reward Loans)
Z=	£ 135,192,045	(Potential negative carry on funds held in GIC)
Total A+B+C+D-(V+W+X+Y+Z)	£ 8,002,352,820	
	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	£ 4,976,937,820	Result of the over collateralisation in the Asset Coverage Test

Portfolio Characteristics

Total Outstanding Current Balance of Mortgages in the Portfolio	£ 9,642,153,152
Number of Mortgages in Pool	119,255
Average Loan Balance	£ 80,853.24
Weighted Average Current LTV	66.93%

Current LTV Levels Breakdown *	Number	Value	% of Total
0 - 30%	33,184	963,408,178	10.0%
30 - 35%	5,301	278,982,133	2.9%
35 - 40%	5,489	333,035,769	3.5%
40 - 45%	5,803	412,781,989	4.3%
45 - 50%	6,017	483,639,452	5.0%
50 - 55%	6,340	574,411,558	6.0%
55 - 60%	6,386	638,399,098	6.6%
60 - 65%	6,441	672,458,034	7.0%
65 - 70%	6,952	781,987,687	8.1%
70 - 75%	7,626	946,660,155	9.8%
75 - 80%	6,078	752,201,174	7.8%
80 - 85%	5,666	677,748,932	7.0%
85 - 90%	5,703	763,213,329	7.9%
90 - 95%	4,043	536,153,671	5.6%
95 -100%	2,532	273,149,754	2.8%
100% +	5,694	553,922,239	5.7%
Totals	119,255	9,642,153,152	100.0%

* using latest (non-indexed) valuation

Cash Ledgers

Revenue Ledger	-
Principal Ledger	-
Reserve Ledger	24,275,858
Payments Ledger	15,694,213
Cash Contributions Ledger	-
Total	39,970,071

Represented By :

GIC Account	39,970,071
Transaction Account	-
Authorised Investments / Substitution Assets	-
Total	39,970,071

LLP Balance Sheet

Cash	39,970,071
Mortgages	9,642,153,152
Authorised Investments / Substitution Assets	-
Total	9,682,123,223

Capital Account Ledger - AN plc	6,656,708,223
Capital Account Ledger - ANTS	-
Intercompany Loan Outstanding	3,025,415,000
Total	9,682,123,223

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