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

Date of Report **08/05/2008**

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=	£ 8,027,523,729	(Adjusted loan balances)
B=	£ -	(Principal collections not applied)
C=	£ -	(Cash Capital Contributions)
D=	£ -	(Substitution Assets)
V=	£ 140,269,070	(For set-off risk in relation to Flexible Plus Loans)
W=	£ 354,233,311	(For set-off risk in relation to general depositors)
X=	£ 83,871,525	(For set-off risk in relation to drawdown facilities)
Y=	£ 506,917	(Aggregate of Future payments on Reward Loans)
Z=	£ 130,149,686	(Potential negative carry on funds held in GIC)
Total A+B+C+D-(V+W+X+Y+Z)	£ 7,318,493,220	
	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	£ 4,293,078,220	Result of the over collateralisation in the Asset Coverage Test

Portfolio Characteristics

Total Outstanding Current Balance of Mortgages in the Portfolio	£ 8,855,832,766
Number of Mortgages in Pool	109,333
Average Loan Balance	£ 80,998.72
Weighted Average Current LTV	66.36%

Current LTV Levels Breakdown *	Number	Value	% of Total
0 - 30%	31,365	891,333,287	10.1%
30 - 35%	4,871	260,284,730	2.9%
35 - 40%	5,004	298,953,776	3.4%
40 - 45%	5,252	372,781,936	4.2%
45 - 50%	5,384	426,915,997	4.8%
50 - 55%	5,638	507,243,220	5.7%
55 - 60%	5,617	552,863,174	6.2%
60 - 65%	5,746	603,034,145	6.8%
65 - 70%	6,213	703,696,519	7.9%
70 - 75%	6,931	869,274,235	9.8%
75 - 80%	5,587	700,160,199	7.9%
80 - 85%	5,425	681,680,646	7.7%
85 - 90%	5,431	761,398,777	8.6%
90 - 95%	3,608	498,992,097	5.6%
95 -100%	2,220	239,564,362	2.7%
100% +	5,041	487,655,666	5.5%
Totals	109,333	8,855,832,766	100.0%

* using latest (non-indexed) valuation

Cash Ledgers

Revenue Ledger	-
Principal Ledger	-
Reserve Ledger	21,664,476
Payments Ledger	16,204,160
Cash Contributions Ledger	-
Total	37,868,637

Represented By :

GIC Account	37,868,637
Transaction Account	-
Authorised Investments / Substitution Assets	-
Total	37,868,637

LLP Balance Sheet

Cash	37,868,637
Mortgages	8,855,832,766
Authorised Investments / Substitution Assets	-
Total	8,893,701,403

Capital Account Ledger - AN plc	5,868,286,403
Capital Account Ledger - ANTS	-
Intercompany Loan Outstanding	3,025,415,000
Total	8,893,701,403

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