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

Date of Report **08/09/2008**

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=	£	18,003,905,004	(Adjusted loan balances)
B=	£	-	(Principal collections not applied)
C=	£	-	(Cash Capital Contributions)
D=	£	-	(Substitution Assets)
E=	£	312,807,368	(balance of LLP GIC account)
V=	£	191,270,571	(For set-off risk in relation to Flexible Plus Loans)
W=	£	795,274,488	(For set-off risk in relation to general depositors)
X=	£	114,900,935	(For set-off risk in relation to drawdown facilities)
Y=	£	647,050	(Aggregate of Future payments on Reward Loans)
Z=	£	1,076,773,995	(Potential negative carry on funds held in GIC)
Total A+B+C+D-(V+W+X+Y+Z)	£	16,137,845,333	
		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	£	112,430,333	Result of the over collateralisation in the Asset Coverage Test

Portfolio Characteristics

Total Outstanding Current Balance of Mortgages in the Portfolio	£	19,881,862,210
Number of Mortgages in Pool		202,047
Average Loan Balance	£	98,402.16
Weighted Average Current LTV		69.56%

Current LTV Levels Breakdown *	Number	Value	% of Total
0 - 30%	42,324	1,448,674,233	7.3%
30 - 35%	7,831	471,702,274	2.4%
35 - 40%	8,219	576,914,721	2.9%
40 - 45%	9,085	722,495,192	3.6%
45 - 50%	9,804	867,334,902	4.4%
50 - 55%	10,588	1,052,462,627	5.3%
55 - 60%	11,065	1,207,421,539	6.1%
60 - 65%	11,449	1,317,136,210	6.6%
65 - 70%	12,636	1,541,136,727	7.8%
70 - 75%	14,121	1,883,182,686	9.5%
75 - 80%	12,124	1,647,246,169	8.3%
80 - 85%	12,023	1,681,555,599	8.5%
85 - 90%	13,285	1,997,315,605	10.0%
90 - 95%	8,549	1,269,353,269	6.4%
95 -100%	5,513	710,486,039	3.6%
100% +	13,431	1,487,444,420	7.5%
Totals	202,047	19,881,862,210	100.0%

* using latest (non-indexed) valuation

Cash Ledgers

Revenue Ledger	-
Principal Ledger	-
Reserve Ledger	234,404,800
Payments Ledger	78,402,568
Cash Contributions Ledger	-
Total	312,807,368

Represented By :

GIC Account	312,807,368
Transaction Account	-
Authorised Investments / Substitution Assets	-
Total	312,807,368

LLP Balance Sheet

Cash	312,807,368
Mortgages	19,881,862,210
Authorised Investments / Substitution Assets	-
Total	20,194,669,578

Capital Account Ledger - AN plc	4,169,254,578
Capital Account Ledger - ANTS	-
Intercompany Loan Outstanding	16,025,415,000
Total	20,194,669,578

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