

# Covered Bond Investor Report

## Monthly Report as at 31st May 2009

N.B. this data fact sheet and its notes can only be a summary of certain features of the bonds and their structure. No representation can be made that the information herein is accurate or complete and no liability is accepted therefore reference should be made to the issue documentation for a full description of the bonds and their structure. This data fact sheet and its notes are for information purposes only and are not intended as an offer or invitation with respect to the purchase or sale of any security. Reliance should not be placed on the information herein when making any decision whether to buy, hold or sell bonds (or other securities) or for any other purpose.

### Asset Coverage Test

A	£34,695,222,424
B	£1,744,494,568
C	£0
D	£0
X	£1,497,710,636
Y	£525,442,173
Z	£1,849,862,955
Total: A+B+C+D-(X+Y+Z)	£32,566,701,228
Method Used for Calculating "A" (note 1)	A (ii)
Asset Percentage	93.0%
Amount of Credit Support	£7,265,903,665

#### Note 1

(i) Adjusted True Balance less deemed Reductions

(ii) Arrears Adjusted True Balance less deemed Reductions multiplied by the Asset Percentage

Aggregate Principle Amount Outstanding of Covered Bonds	£25,300,797,562
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### Ledgers

Revenue Ledger	£138,438,246
Principal Ledger	£1,744,494,568
Reserve Ledger	£158,760,870
Capital Account Ledger	£13,886,462,902
Total	£15,928,156,587

GIC Account	£1,882,932,814
Substitution Assets	0
Authorised Investments	0
Total	£1,882,932,814

### Credit Ratings

Issuer - Short Term - (Moody's, S&P, Fitch)	P-1;A-1;F1+
Issuer - Long Term - (Moody's, S&P, Fitch)	Aa3;A+;AA-
Outlook notices:	
Issuer - Long Term - (Moody's)	Aa3(stable)

Issuer Event of Default	No
LLP Event of Default	No

### Mortgage Portfolio

Number of Mortgage Loans in Pool	434,808
Current Balance	£37,442,765,896

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### Portfolio Characteristics

Weighted Average Seasoning (by value) Months	54.98
Weighted Average Remaining Term (by value) Years	17.87
Average Loan Size	£86,113
Weighted Average LTV (by value)	65.67
Weighted Average Indexed LTV (by value)	61.20

### Geographic Analysis

	Number	% of Total		Value (£)	% of Total
East Anglia	20,148	4.6%	£	1,572,975,457	4.2%
East Midlands	36,974	8.5%	£	2,776,021,891	7.4%
London	41,857	9.6%	£	4,810,739,685	12.8%
North West	38,715	8.9%	£	2,989,442,476	8.0%
Northern	17,116	3.9%	£	1,233,491,599	3.3%
Northern Ireland	14,326	3.3%	£	964,468,446	2.6%
Outer Metropolitan	58,748	13.5%	£	6,328,829,084	16.9%
Outer South East	54,166	12.5%	£	4,988,090,188	13.3%
Scotland	38,287	8.8%	£	2,797,539,667	7.5%
South West	38,421	8.8%	£	3,246,242,517	8.7%
Wales	16,791	3.9%	£	1,161,218,090	3.1%
West Midlands	34,152	7.9%	£	2,676,506,821	7.1%
Yorks & Humberside	25,107	5.8%	£	1,897,199,977	5.1%
<b>Total</b>	<b>434,808</b>	<b>100.0%</b>	<b>£</b>	<b>37,442,765,896</b>	<b>100.0%</b>

### LTV Levels Breakdown

	Number	% of Total		Value (£)	% of Total
0% <25%	102,487	23.6%	£	3,246,567,250	8.7%
>=25% <50%	142,232	32.7%	£	10,247,498,270	27.4%
>=50% <55%	24,656	5.7%	£	2,429,322,286	6.5%
>=55% <60%	22,921	5.3%	£	2,440,153,205	6.5%
>=60% <65%	20,721	4.8%	£	2,374,577,945	6.3%
>=65% <70%	19,152	4.4%	£	2,338,397,746	6.2%
>=70% <75%	17,815	4.1%	£	2,283,405,438	6.1%
>=75% <80%	16,091	3.7%	£	2,173,762,304	5.8%
>=80% <85%	15,068	3.5%	£	2,126,417,378	5.7%
>=85% <90%	13,734	3.2%	£	1,990,184,559	5.3%
>=90% <95%	12,730	2.9%	£	1,868,186,985	5.0%
>=95% <100%	11,238	2.6%	£	1,649,496,453	4.4%
>=100%	15,963	3.7%	£	2,274,796,080	6.1%
<b>Total</b>	<b>434,808</b>	<b>100.0%</b>	<b>£</b>	<b>37,442,765,896</b>	<b>100.0%</b>

#### Note

LTV's are indexed quarterly to the Nationwide House Price Index.  
The data in the table above is indexed to the March quarterly report.

### Repayment Method

	Cases	True Balance
Interest Only	60,034	5,481,510,602
Part & Part	54,711	5,024,434,983
Repayment	320,063	26,936,820,311
<b>Total</b>	<b>434,808</b>	<b>37,442,765,896</b>

### Arrears Analysis

Gross Arrears	Cases	Arrears	True Balance
Months in Arrears Band			
b. 3-6 Mths	404	896,424	36,950,384
c. 6-9 Mths	120	488,258	11,129,563
d. 9-12 Mths	23	120,364	1,932,436
e. 12-15Mths	11	66,468	895,955
f. 15+Mths	3	32,068	434,160
<b>Total</b>	<b>561</b>	<b>1,603,582</b>	<b>51,342,499</b>

### Counterparties

Servicer	Nationwide BS
Cash Manager	Nationwide BS
Covered Bonds Swap Providers:	Deutsche Bank Barclays Capital ABN Soc Gen Paris UBS BNP Paribas Merril Lynch Nationwide BS
Interest Rate Swap Provider	Nationwide BS
Account Bank	Nationwide BS