

Coventry Building Society Covered Bonds

Investor Report

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Reporting Information

Reporting Date	30/12/2011
Reporting Period	01/11/2011 to 30/11/2011

Outstanding Issuances

Coventry Building Society Covered Bond Series	Issue Date
1	22/07/2008
2	20/11/2008
3	19/04/2011
4	24/10/2011

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Coventry Building Society Covered Bonds

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Mortgage Assets

All values are in pounds sterling unless otherwise stated

Assets

	Prior Period	Current Period
Number of mortgage accounts in Pool	37,664	41,651
Number of loans in Pool	42,566	49,440
True Balance of mortgage accounts in Pool	£4,036,661,565	£4,511,791,733
Cash and other Substitution Assets	£82,694,287	£62,785,254

Asset types

Commercial mortgages	Not permitted
ABS	Not permitted
Non-first lien	Not permitted
Non-UK mortgages	Not permitted
% UK residential mortgages	100.0
% First lien	100.0
% Income verification requested	100.0
% Buy-to-let mortgages	0.0

Collections

	Prior Period	Current Period
Mortgage Collections	£72,058,993	£60,495,217

Yield Analysis

	Prior Period	Current Period
Weighted Average Pre-Swap Mortgage Yield	3.55%	3.55%

Arrears Analysis (excluding Properties in Possession)

Months in Arrears	Number of Mortgage Accounts	% of total	True Balance (£)	% of total balance	Arrears Balance (£)
Current	41,527	99.7%	4,497,604,807	99.7%	-
>=1 and <2	113	0.3%	13,065,323	0.3%	75,937
>=2 and <3	11	0.0%	1,121,603	0.0%	14,275
>=3 and <6	-	-	-	-	-
>=6 and <9	-	-	-	-	-
>=9 and <12	-	-	-	-	-
>=12	-	-	-	-	-
Totals	41,651	100.0%	4,511,791,733	100.0%	90,212

Arrears capitalised in the period are not material and have not been included in the above balances.

There were no defaults and losses (following any sales or recoveries) in the current period, and cumulative amounts are nil.

There were no repossessions made and no stock of repossessions held in the current period.

Reconciliation of movements

	Number of loans	Balance (£)
Opening totals	37,664	4,036,661,565
Loans added to pool	4,564	544,843,705
Loans repurchased from pool	(577)	(20,803,825)
Principal receipts	-	(49,145,685)
Other movements	-	235,973
Closing totals	41,651	4,511,791,733

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Mortgage Portfolio Breakdown

Summary Statistics

	Seasoning (months)	Remaining term (years)	Loan Size (£)			Non-Indexed LTV (%)	Indexed LTV (%)	Arrears Balance (£)
			Whole Pool	Interest only	Repayment			
Weighted Average	31.2	17.4	108,324	135,202	101,095	56.0%	55.4%	728
Min	2.0	0.0	0	0	0	0.0%	0.0%	0
Max	82.8	34.9	983,317	983,317	856,827	96.7%	85.0%	3,108

Principal Payment Rates (PPR)

	Monthly	3 Month Average	Annualised
Current PPR - Total	1.09%	1.25%	16.09%
Previous PPR - Total	1.49%	1.27%	16.29%

The rates shown in this table are calculated from the total Principal Receipts in the month including contractual repayments, unscheduled prepayments and redemptions.

Constant Prepayment Rates (CPPR)

	Monthly	3 Month Average	Annualised
Current CPPR - Total	0.81%	0.93%	11.80%
Previous CPPR - Total	1.17%	0.98%	12.43%

The rates shown in this table are calculated from the total Unscheduled Principal Receipts in the month from unscheduled prepayments and redemptions only.

Constant Default Rates (CDR)

	Monthly	3 Month Average	Annualised
Current CDR Rate - Total	0.00%	0.00%	0.00%
Previous CDR Rate - Total	0.00%	0.00%	0.00%

Standard Variable Rates

	CBS Existing Borrower SVR, %	With Effect From
Standard Mortgage Rate, Current	4.74%	01/02/2009
Standard Mortgage Rate, Historical	4.99%	01/01/2008
Privilege Mortgage Rate, Current	4.49%	01/02/2009
Privilege Mortgage Rate, Historical	4.79%	01/01/2008

The "Privilege Rate" is offered to certain owner-occupying borrowers who have been on the same product for five years or more.

Coventry Building Society Covered Bonds

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Mortgage Portfolio Breakdown

Geographical Distribution

Regions	True Balance (£)	% of total balance	Number of mortgage accounts	% of total
East Anglia	169,708,874	3.8%	1,760	4.2%
East Midlands	358,399,810	7.9%	4,032	9.7%
London	638,253,956	14.1%	3,596	8.6%
North	163,258,762	3.6%	2,091	5.0%
North West	350,323,607	7.8%	3,773	9.1%
Outer Metropolitan	718,303,793	15.9%	4,777	11.5%
Outer South East	551,729,119	12.2%	4,578	11.0%
South West	430,714,273	9.5%	4,068	9.8%
Wales	139,332,098	3.1%	1,590	3.8%
West Midlands	678,598,701	15.0%	7,749	18.6%
Yorkshire and Humberside	313,168,740	6.9%	3,637	8.7%
Totals	4,511,791,733	100.0%	41,651	100.0%

Non-Indexed Loan to Value ratios

Range of LTV ratios at origination	True Balance (£)	% of total balance	Number of mortgage accounts	% of total
<25%	350,598,754	7.8%	9,444	22.7%
>=25% and <50%	1,200,634,610	26.6%	12,424	29.8%
>=50% and <55%	345,984,826	7.7%	2,652	6.4%
>=55% and <60%	380,796,121	8.4%	2,752	6.6%
>=60% and <65%	421,337,563	9.3%	2,854	6.9%
>=65% and <70%	456,617,275	10.1%	3,014	7.2%
>=70% and <75%	731,637,160	16.2%	4,530	10.9%
>=75% and <80%	419,691,299	9.3%	2,587	6.2%
>=80% and <85%	156,749,394	3.5%	1,069	2.6%
>=85% and <90%	39,341,164	0.9%	279	0.7%
>=90% and <95%	7,707,562	0.2%	42	0.1%
>=95% and <100%	696,004	0.0%	4	0.0%
>=100%	-	-	-	-
Totals	4,511,791,733	100.0%	41,651	100.0%

Indexed Loan to Value ratios

Range of LTV ratios	True Balance (£)	% of total balance	Number of mortgage accounts	% of total
<25%	359,203,522	8.0%	9,428	22.6%
>=25% and <50%	1,219,424,054	27.0%	12,442	29.9%
>=50% and <55%	345,004,816	7.6%	2,678	6.4%
>=55% and <60%	385,215,488	8.5%	2,743	6.6%
>=60% and <65%	415,289,713	9.2%	2,803	6.7%
>=65% and <70%	505,436,039	11.2%	3,244	7.8%
>=70% and <75%	757,020,411	16.8%	4,744	11.4%
>=75% and <80%	504,072,859	11.2%	3,429	8.2%
>=80% and <85%	21,031,323	0.5%	139	0.3%
>=85% and <90%	93,508	0.0%	1	0.0%
>=90% and <95%	-	-	-	-
>=95% and <100%	-	-	-	-
>=100%	-	-	-	-
Totals	4,511,791,733	100.0%	41,651	100.0%

Coventry Building Society Covered Bonds

Investor Report

Mortgage Portfolio Breakdown

Outstanding True Balances

Range of outstanding balances	True Balance (£)	% of total balance	Number of mortgage accounts	% of total
<£50,000	286,402,862	6.3%	10,171	24.4%
>=£50,000 and <£100,000	974,766,942	21.6%	13,034	31.3%
>=£100,000 and <£150,000	1,121,106,484	24.8%	9,192	22.1%
>=£150,000 and <£200,000	804,943,238	17.8%	4,683	11.2%
>=£200,000 and <£250,000	471,514,043	10.5%	2,122	5.1%
>=£250,000 and <£300,000	296,320,642	6.6%	1,088	2.6%
>=£300,000 and <£400,000	287,508,726	6.4%	843	2.0%
>=£400,000 and <£500,000	133,121,017	3.0%	299	0.7%
>=£500,000 and <£750,000	110,030,607	2.4%	188	0.5%
>=£750,000 and <£1,000,000	26,077,173	0.6%	31	0.1%
>=£1,000,000	-	-	-	-
Totals	4,511,791,733	100.0%	41,651	100.0%

Seasoning of Loans

Age of loans in months	True Balance (£)	% of total balance	Number of mortgage accounts	% of total
>1 and <6	319,249,985	7.1%	2,637	6.3%
>=6 and <12	610,892,238	13.5%	5,073	12.2%
>=12 and <18	753,320,309	16.7%	6,077	14.6%
>=18 and <24	569,105,574	12.6%	4,660	11.2%
>=24 and <30	440,252,305	9.8%	4,008	9.6%
>=30 and <36	264,808,085	5.9%	2,406	5.8%
>=36 and <42	124,497,748	2.8%	1,430	3.4%
>=42 and <48	238,212,905	5.3%	2,542	6.1%
>=48 and <54	309,037,040	6.8%	3,210	7.7%
>=54 and <60	208,530,829	4.6%	2,169	5.2%
>=60 and <66	220,707,453	4.9%	2,254	5.4%
>=66 and <72	196,655,386	4.4%	2,106	5.1%
>=72	256,521,875	5.7%	3,079	7.4%
Totals	4,511,791,733	100.0%	41,651	100.0%

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Mortgage Portfolio Breakdown

Years to maturity of loans

Years to maturity	True Balance (£)	% of total balance	Number of mortgage accounts	% of total
<5	140,074,260	3.1%	3,074	7.4%
>=5 and <10	514,415,165	11.4%	7,168	17.2%
>=10 and <15	879,463,369	19.5%	9,060	21.8%
>=15 and <20	1,392,849,809	30.9%	11,421	27.4%
>=20 and <25	1,253,767,893	27.8%	8,563	20.6%
>=25 and <30	252,273,967	5.6%	1,770	4.2%
>=30 and <35	78,947,270	1.7%	595	1.4%
>=35	-	-	-	-
Totals	4,511,791,733	100.0%	41,651	100.0%

Product groups

Type of rate	True Balance (£)	% of total balance	Number of Loans	% of total
Fixed rate	2,250,294,164	49.9%	23,430	47.4%
Capped	275,964,867	6.1%	2,389	4.8%
Variable	1,985,532,702	44.0%	23,621	47.8%
Totals	4,511,791,733	100.0%	49,440	100.0%

Repayment terms

Repayment Terms	True Balance (£)	% of total balance	Number of mortgage accounts	% of total
Repayment	3,141,224,848	69.6%	31,072	74.6%
Interest Only	958,579,639	21.2%	7,090	17.0%
Combination (Interest Only and Repayment)	411,987,246	9.1%	3,489	8.4%
Totals	4,511,791,733	100.0%	41,651	100.0%

Originator

	True Balance (£)	% of total balance	Number of mortgage accounts	% of total
Coventry Building Society	4,511,791,733	100.0%	41,651	100.0%
Totals	4,511,791,733	100.0%	41,651	100.0%

Coventry Building Society Covered Bonds

Investor Report

Two Dimensional Mortgage Portfolio Breakdown

No. Months in Arrears

	% of Total Balance split by Current Indexed LTV							Total
	>=0% and <50%	>=50% and <60%	>=60% and <70%	>=70% and <80%	>=80% and <90%	>=90% and <100%	>= 100%	
Current	1,576,126,425	727,365,771	918,229,702	1,254,904,535	20,978,375	-	-	4,497,604,807
>=1 and <3 Months in Arrears	2,501,151	2,854,532	2,496,051	6,188,736	146,456	-	-	14,186,926
>=3 and <6 Months in Arrears	-	-	-	-	-	-	-	-
>=6 Months in Arrears	-	-	-	-	-	-	-	-
Totals	1,578,627,576	730,220,303	920,725,753	1,261,093,270	21,124,831	-	-	4,511,791,733

Regional Distribution

	% of Total Balance split by Current Indexed LTV							Total
	>=0% and <50%	>=50% and <60%	>=60% and <70%	>=70% and <80%	>=80% and <90%	>=90% and <100%	>= 100%	
East Anglia	58,174,296	28,647,045	35,779,948	47,107,585	-	-	-	169,708,874
East Midlands	115,569,101	60,460,608	72,122,447	109,921,765	325,889	-	-	358,399,810
London	226,646,968	95,077,819	135,034,258	174,672,812	6,822,098	-	-	638,253,956
North	55,076,079	25,828,485	33,692,873	47,930,697	730,629	-	-	163,258,762
North West	102,316,834	55,203,116	67,213,150	114,630,003	10,960,504	-	-	350,323,607
Outer Metropolitan	260,678,904	115,583,374	150,241,401	191,181,822	618,293	-	-	718,303,793
Outer South East	199,156,265	92,209,311	109,325,775	151,037,768	-	-	-	551,729,119
South West	167,772,296	72,031,655	80,936,423	109,973,900	-	-	-	430,714,273
Wales	48,105,988	19,697,665	29,343,885	41,944,596	239,964	-	-	139,332,098
West Midlands	244,542,490	113,988,696	141,374,451	178,344,762	348,302	-	-	678,598,701
Yorkshire and Humberside	100,588,354	51,492,529	65,661,143	94,347,562	1,079,152	-	-	313,168,740
Totals	1,578,627,576	730,220,303	920,725,753	1,261,093,270	21,124,831	-	-	4,511,791,733

Repayment Type

	% of Total Balance split by Current Indexed LTV							Total
	>=0% and <50%	>=50% and <60%	>=60% and <70%	>=70% and <80%	>=80% and <90%	>=90% and <100%	>= 100%	
Repayment	1,027,794,580	495,978,865	655,385,357	943,395,395	18,670,651	-	-	3,141,224,848
Interest Only	372,282,972	155,687,293	190,727,284	239,531,323	350,767	-	-	958,579,639
Combination (Interest Only and Repayment)	178,550,025	78,554,145	74,613,112	78,166,552	2,103,413	-	-	411,987,246
Total	1,578,627,576	730,220,303	920,725,753	1,261,093,270	21,124,831	-	-	4,511,791,733

Interest Payment Type

	% of Total Balance split by Current Indexed LTV							Total
	>=0% and <50%	>=50% and <60%	>=60% and <70%	>=70% and <80%	>=80% and <90%	>=90% and <100%	>= 100%	
Fixed	689,278,713	355,131,493	457,333,243	732,501,240	16,049,476	-	-	2,250,294,164
Capped	107,744,751	64,005,600	65,737,062	38,154,936	322,518	-	-	275,964,867
Variable	781,604,113	311,083,210	397,655,448	490,437,095	4,752,836	-	-	1,985,532,702
Totals	1,578,627,576	730,220,303	920,725,753	1,261,093,270	21,124,831	-	-	4,511,791,733

Coventry Building Society Covered Bonds

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Two Dimensional Mortgage Portfolio Breakdown

No. Months in Arrears

	% of Total Balance split by Region											
	East Anglia	East Midlands	London	North	North West	Outer Metropolitan	Outer South East	South West	Wales	West Midlands	Yorkshire and Humberside	Total
Current	169,439,886	357,097,013	636,926,746	162,974,053	348,611,445	716,092,269	549,655,001	429,407,067	138,232,667	676,309,634	312,859,026	4,497,604,807
>=1 and <3 Months in Arrears	268,987	1,302,797	1,327,210	284,710	1,712,162	2,211,523	2,074,118	1,307,206	1,099,431	2,289,067	309,714	14,186,926
>=3 and <6 Months in Arrears	-	-	-	-	-	-	-	-	-	-	-	-
>=6 Months in Arrears	-	-	-	-	-	-	-	-	-	-	-	-
Total	169,708,874	358,399,810	638,253,956	163,258,762	350,323,607	718,303,793	551,729,119	430,714,273	139,332,098	678,598,701	313,168,740	4,511,791,733

Current Mortgage Principal Balance

	% of Total Balance split by Region											
	East Anglia	East Midlands	London	North	North West	Outer Metropolitan	Outer South East	South West	Wales	West Midlands	Yorkshire and Humberside	Total
<£50,000	13,137,525	32,045,233	9,682,188	22,608,979	30,748,152	16,956,062	24,143,389	25,652,896	13,828,284	65,340,142	32,260,009	286,402,862
>=£50,000 and <£100,000	45,047,750	111,650,044	41,946,811	51,210,158	101,071,120	77,081,601	91,498,050	91,682,324	43,385,448	219,278,793	100,914,843	974,766,942
>=£100,000 and <£150,000	49,892,293	107,852,424	92,316,221	43,577,642	88,647,314	145,170,365	149,156,980	131,722,772	39,511,955	187,184,948	86,073,569	1,121,106,484
>=£150,000 and <£200,000	28,943,418	54,653,348	131,716,190	21,734,960	56,324,829	159,310,593	113,268,336	79,941,793	20,538,330	95,248,463	43,262,979	804,943,238
>=£200,000 and <£250,000	16,188,175	20,963,637	102,917,296	10,244,067	28,835,792	107,292,334	63,995,023	41,000,584	10,277,899	45,571,415	24,227,821	471,514,043
>=£250,000 and <£300,000	5,182,938	13,687,872	85,518,411	5,947,406	19,199,739	60,024,170	39,228,140	24,059,009	5,658,522	26,721,767	11,092,667	296,320,642
>=£300,000 and <£400,000	6,708,133	10,825,123	84,494,415	4,669,790	13,462,808	74,301,991	33,992,919	21,059,932	3,879,504	25,398,094	8,716,018	287,508,726
>=£400,000 and <£500,000	2,243,075	4,530,141	39,827,782	2,140,772	5,300,535	36,440,465	19,611,774	10,326,438	461,552	10,062,784	2,175,700	133,121,017
>=£500,000 and <£750,000	2,365,566	2,191,988	37,931,362	1,124,988	5,927,083	33,356,428	14,332,575	4,467,671	1,790,604	2,935,468	3,606,873	110,030,607
>=£750,000 and <£1,000,000	-	-	11,903,280	-	806,235	8,369,785	2,501,933	800,853	-	856,827	838,260	26,077,173
>=£1,000,000	-	-	-	-	-	-	-	-	-	-	-	-
Total	169,708,874	358,399,810	638,253,956	163,258,762	350,323,607	718,303,793	551,729,119	430,714,273	139,332,098	678,598,701	313,168,740	4,511,791,733

Average Mortgage size	96,425	88,889	177,490	78,077	92,850	150,367	120,518	105,879	87,630	87,572	86,106
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Repayment Type

	% of Total Balance split by Region											
	East Anglia	East Midlands	London	North	North West	Outer Metropolitan	Outer South East	South West	Wales	West Midlands	Yorkshire and Humberside	Total
Repayment	123,112,341	264,956,688	412,944,585	117,274,831	248,187,443	480,969,265	376,830,726	276,166,024	94,656,276	512,421,520	233,705,148	3,141,224,848
Interest Only	30,373,321	55,320,202	175,993,726	30,977,999	73,852,805	166,956,471	120,400,711	111,324,910	34,389,137	106,404,428	52,585,931	958,579,639
Combination (Interest Only and Repayment)	16,223,212	38,122,919	49,315,646	15,005,932	28,283,360	70,378,057	54,497,682	43,223,339	10,286,685	59,772,754	26,877,661	411,987,246
Total	169,708,874	358,399,810	638,253,956	163,258,762	350,323,607	718,303,793	551,729,119	430,714,273	139,332,098	678,598,701	313,168,740	4,511,791,733

Interest Payment Type

	% of Total Balance split by Region											
	East Anglia	East Midlands	London	North	North West	Outer Metropolitan	Outer South East	South West	Wales	West Midlands	Yorkshire and Humberside	Total
Fixed	83,881,230	171,300,211	344,792,467	79,156,726	174,576,478	388,432,591	284,152,635	214,011,229	70,013,564	282,377,425	157,599,608	2,250,294,164
Capped	9,670,602	19,209,064	50,215,029	8,141,169	25,521,066	44,528,741	30,866,168	25,940,480	5,909,374	38,625,438	17,337,735	275,964,867
Variable	76,157,041	167,890,534	243,246,461	75,960,867	150,226,063	285,342,461	236,710,317	190,762,564	63,409,160	357,595,838	138,231,397	1,985,532,702
Total	169,708,874	358,399,810	638,253,956	163,258,762	350,323,607	718,303,793	551,729,119	430,714,273	139,332,098	678,598,701	313,168,740	4,511,791,733

Coventry Building Society Covered Bonds

Investor Report

Key Events & Parties

Summary of Tests & Triggers

Event	Summary	Trigger	Base Prospectus	Breached	Consequence if Trigger Breached
Issuer Event of Default	Issuer failure to pay on Covered Bonds or issuer insolvency	Issuer failure to pay on Covered Bonds or issuer insolvency	141-142	No	Activates the Covered Bond Guarantee
Servicer Trigger (1)	Servicer's ratings fall below required levels	(Initial) Moody's short-term: P-2 , Fitch short-term: F-2	151-152	No	At initial trigger, direct funds to account held with Stand-by Account Bank
Servicer Trigger (2)	Servicer's ratings fall below required levels	(Subsequent) Moody's long-term: Baa1, Fitch long-term: BBB	151-152	No	Replace servicer within 60 days at subsequent breach
Asset Coverage Test	Failure of Asset Coverage Test	Adjusted Aggregate Loan Amount less than Aggregate Principal Amount Outstanding	159-163	No	If not remedied within three calculation dates, triggers Issuer Event of Default
Interest Shortfall Test	Failure of Interest Shortfall Test	Forecast revenue insufficient to fund payments	N/A	No	Consider a cash capital contribution
Swap Counterparty Rating Trigger (see page 13, "Collateral Postings")	Breach of ratings trigger	Counterparty ratings downgrade	N/A	Yes	Collateral posting

Key Parties	Current Long Term Rating (S&P / Moody's / Fitch)	Current Short Term Rating (S&P / Moody's / Fitch)	Role
Coventry Building Society	NR / A3 / A	NR / P-2 / F1	Issuer, Servicer, Cash Manager and Interest Rate (Asset) Swap Provider
Coventry Building Society Covered Bonds LLP	N/A	N/A	LLP
HSBC Bank plc	AA- / Aa2 / AA	A-1+ / P-1 / F1+	Covered Bond (Liability) Swap Provider, Bank Account, GIC Provider, Registrar, Principal Paying Agent, Exchange Agent, Transfer Agent and Calculation Agent
HSBC Corporate Trustee Company (UK) Ltd	N/A	N/A	Bond Trustee and Security Trustee
Ernst & Young LLP	N/A	N/A	Asset Monitor
Structured Finance Management Ltd	N/A	N/A	Corporate Services Provider

Coventry Building Society Covered Bonds

Investor Report

Asset Coverage Test

Asset Coverage Test		
Calculation Date	19/12/2011	18/11/2011
Aggregate Adjusted Loan Amount	= A+B+C+D-(X+Y+Z)	
Description	Value	Value
True Balance	4,511,791,733	4,036,661,565
Adjusted Indexed Valuation	10,261,378,460	9,255,209,998
Asset Percentage	78.7%	78.7%
arrears	4,511,788,940	4,036,661,565
arrears =< 75% LTV	-	-
arrears > 75% LTV	-	-
Principal Outstanding on Bonds	2,770,050,000	2,770,050,000
Bonds (Weighted Average Years)	3.2	3.3
Negative Carry Factor (Weighted Average)	1.57%	1.57%
A = Lower of (i) and (ii) multiplied by Asset Percentage :		
(i) Adjustment on True Balance		
Adjusted True Balance		
made up by:	M	
Loans < 3 months in arrears	0.75	4,479,248,576
Loans in arrears =< 75% LTV	0.4	-
Loans in arrears > 75% LTV	0.25	-
Adjusted True Balance		4,479,248,576
(ii) Arrears Adjustment on True Balance		
Arrears Adjusted True Balance		
made up by:	N	
Loans < 3 months in arrears	1	4,498,122,343
Loans in arrears =< 75% LTV	0.4	-
Loans in arrears > 75% LTV	0.25	-
sub total		4,498,122,343
Asset Percentage		
Contractual (maximum)	90.0%	90.0%
Moody's Required	78.7%	78.7%
Fitch Required	82.1%	82.1%
Current Asset Percentage (% used)	78.7%	78.7%
Arrears Adjusted True Balance	3,540,022,284	3,163,011,770

Asset Coverage Test (continued)		
	19/12/2011	18/11/2011
A: Arrears Adjusted True Balance	3,540,022,284	3,163,011,770
B: Principal Receipts Retained in Cash	-	40,015,701
C: Retained Cash Contributions	-	-
D: Substitution Assets- Principal Receipts¹ - Capital Contributions	49,145,685	20,000,000
X: Savings set off balance	(115,765,428)	(111,439,112)
Y : Flexible draw deduction	-	-
Z: Negative carry adjustment	(164,384,012)	(167,961,437)
Adjusted Aggregate Loan Amount	3,309,018,529	2,943,626,922
Aggregate Principal Amount Outstanding	2,770,050,000	2,770,050,000
Test Result	PASS	PASS
Surplus Result	538,968,529	173,576,922
Loan Amount to Covered Bond ratio percentage	83.71%	94.10%

Credit Enhancement and Liquidity Support		
	30/11/2011	31/10/2011
Reserve funds	13,639,568	9,269,065
Retained principal and revenue reserve	49,145,685	60,015,701
Overcollateralisation	1,741,741,733	1,266,611,565
- Required by ACT	1,202,773,204	1,093,034,643
- Surplus over ACT	538,968,529	173,576,922

¹Substitution Assets comprise short term cash deposits

Coventry Building Society Covered Bonds

Investor Report

Principal & Revenue Receipts and Ledgers

Principal & Revenue Receipts

Revenue Receipts		(£)
Calculation Date :	19/12/2011	
Has an LLP notice to pay been issued ?	No	
Balance b/f		13,409,522
Interest Received on mortgages	Period 01/11/2011 to 30/11/2011	11,349,532
Fees Received on mortgages due to CBS	Period 01/11/2011 to 30/11/2011	254,690
Interest Received on GIC Account	Period 01/11/2011 to 30/11/2011	4,885
Interest Received on Substitution Assets	Period 01/11/2011 to 30/11/2011	41,710
Interest Rate Swap	Period 24/10/2011 to 24/11/2011	(5,999,320)
Interest on Covered Bond Swap	Period 18/11/2011 to 19/12/2011	(1,361,335)
Interest on Covered Bond Swap - Currency	Period 24/10/2011 to 24/11/2011	(1,439,413)
Interest on Term Advance	Period 24/10/2011 to 24/11/2011	(1,481,577)
Excess Funds on Reserve Fund		-
Transfer to Reserve Fund		(133,521)
Any other receipts not covered above	Period 01/11/2011 to 30/11/2011	91,918
Payments made (incl repatriation to CBS)	Period 24/10/2011 to 24/11/2011	(1,994,355)
If LLP notice to pay issued		
Amount of Reserve Fund		-
Less :		
Amounts paid to third parties		-
Available Revenue as at month end		12,742,736

Principal Receipts		(£)
Calculation Date :	19/12/2011	
Principal receipts b/f		60,015,701
Utilisation of Principal Receipts	Period 24/10/2011 to 24/11/2011	(60,015,701)
Scheduled Principal Receipts	Period 01/11/2011 to 30/11/2011	12,458,852
Unscheduled Principal Receipts	Period 01/11/2011 to 30/11/2011	36,686,833
Proceeds from term loans		-
Less Mortgages Purchased		
Unutilised Proceeds		-
Cash Capital Contributions		-
Proceeds from Mortgage Sales		-
Capital receivables under Covered Bond Swap		-
Available Principal Receipts as at month end		49,145,685

Ledgers

	Month End 30/11/2011	Month End 31/10/2011
Principal Ledger	(£)	(£)
Balance b/f on Principal Ledger	60,015,701	48,429,677
Utilisation of Principal Receipts	(60,015,701)	(48,429,677)
Principal repayments under mortgages	49,145,685	60,015,701
Balance c/f on Principal Ledger	49,145,685	60,015,701

	(£)	(£)
Revenue Ledger	(£)	(£)
Balance b/f on Revenue Ledger	13,409,522	12,764,985
Interest Receipts on Mortgages	11,349,532	12,043,292
Interest due on bank accounts & investments	46,595	4,207
Other payments/(receipts)	(6,063,593)	(4,703,184)
Payments due under Interest Rate Swap	(5,999,320)	(6,699,778)
Balance c/f on Revenue Ledger	12,742,736	13,409,522

	(£)	(£)
Reserve Ledger	(£)	(£)
Balance b/f on Reserve Ledger	9,269,065	9,119,770
Transfers to/from GIC	4,370,503	149,295
Balance c/f on Reserve Ledger	13,639,568	9,269,065
Reserve Fund Required Amount	13,639,568	9,269,065

	(£)	(£)
Pre-Maturity Liquidity Ledger	(£)	(£)
Hard Bullet Covered Bonds	n/a	n/a
Pre Maturity Test	PASS	PASS
Pre-Maturity Liquidity Ledger	-	-

Total cash holding month end	75,527,989	82,694,287
Bond value	2,770,050,000	2,770,050,000
Percentage Cash Holding	2.7%	3.0%

	(£)	(£)
Summary Balance Sheet and Ledgers	(£)	(£)
GIC Account	4,527,989	62,694,287
Substitution Assets ¹	71,000,000	20,000,000
Subtotal	75,527,989	82,694,287
Transaction Account	-	-
Authorised Investments	-	-
Loan Balance	4,511,791,733	4,036,661,565
Total Assets	4,587,319,722	4,119,355,852
Intercompany Loan ²	2,770,050,000	2,770,050,000
Capital Account	1,817,269,722	1,349,305,852
Total Liabilities	4,587,319,722	4,119,355,852

¹Substitution Assets comprise short term cash deposits

²Where non-sterling, translated at the exchange rate in the corresponding Covered Bond Swap

Coventry Building Society Covered Bonds

Investor Report

Notes in Issue

	Series	1	2	3	4
Notes In Issue	Issue Date	22/07/2008	20/11/2008	19/04/2011	24/10/2011
	Original rating (Moody's / S&P / Fitch)	Aaa / NR / AAA	Aaa / NR / AAA	Aaa / NR / AAA	Aaa / NR / AAA
	Current rating (Moody's / S&P / Fitch)	Aaa / NR / AAA	Aaa / NR / AAA	Aaa / NR / AAA	Aaa / NR / AAA
	Currency	GBP	GBP	GBP	EUR
	Issue size	1,500,000,000	500,000,000	750,000,000	650,000,000
	Relevant Swap Rate	1.000	1.000	1.000	0.877
	GBP Equivalent	1,500,000,000	500,000,000	750,000,000	570,050,000
	Current Period Balance	950,000,000	500,000,000	750,000,000	650,000,000
	Previous Period Balance	950,000,000	500,000,000	750,000,000	650,000,000
	Current Period Pool Factor	1	1	1	1
	Previous Period Pool Factor	1	1	1	1
	Expected maturity date	24/07/2013	24/11/2013	19/04/2018	24/10/2014
	Legal final maturity date	24/07/2013	24/11/2013	19/04/2018	24/10/2014
	Extended Due for Payment Date	24/07/2014	24/11/2014	19/04/2019	24/10/2015
ISIN	XS0378817240	XS0400750542	XS0618833635	XS0696058857	
Stock exchange listing	LSE	LSE	LSE	LSE	
Interest Payments ¹ 01/11/2011 - 30/11/2011	Interest Payment Frequency	Monthly	Monthly	Annual	Annual
	Accrual Start Date	24/10/2011	24/10/2011	19/04/2011	24/10/2011
	Accrual End Date	24/11/2011	24/11/2011	19/04/2012	24/10/2012
	Accrual Day Count	31	31	366	366
	Coupon Reference Rate	0.703%	0.703%	N/A	N/A
	Relevant Margin	0.500%	0.500%	4.625%	2.875%
	Current Period Coupon Reference Rate	1m GBP LIBOR	1m GBP LIBOR	Fixed	Fixed
	Current Period Coupon	1.203%	1.203%	4.625%	2.875%
	Current Period Coupon Amount¹	970,688	510,888	-	-
	Current Interest Shortfall	-	-	-	-
Cumulative Interest Shortfall	-	-	-	-	
Next Interest Payment Date	28/12/2011	28/12/2011	19/04/2012	24/10/2012	
Principal Payments ¹ 01/11/2011 - 30/11/2011	Bond Structure	Soft bullet	Soft bullet	Soft bullet	Soft bullet
	Current Period Scheduled Principal Payment	-	-	-	-
	Actual Principal Paid	-	-	-	-
	Principal Shortfall	-	-	-	-
	Cumulative Principal Shortfall	-	-	-	-
Expected Principal Payment Date	24/07/2013	24/11/2013	19/04/2018	24/10/2014	

¹Payments made during the Reporting Period

Coventry Building Society Covered Bonds

Investor Report

Swaps

Swaps¹

Related Covered Bond	Maturity	Notional currency	Notional	Counterparty	Receive reference rate	Receive margin	Receive rate	Pay reference rate	Pay margin	Pay rate	Payments (made)/received (£)
	Interest Rate (Asset) Swap										
Series 1-4	19/04/2018	GBP	4,084,389,542	Coventry Building Society	1m LIBOR	1.12%	1.8231%	Basket of rates	N/A	3.55%	(5,999,320)
	Covered Bond (Liability) Swap										
Series 3	19/04/2018	GBP	750,000,000	HSBC plc	Fixed	N/A	4.6250%	1m LIBOR	1.63%	2.37%	(1,361,335)
Series 4	24/10/2014	EUR	650,000,000	HSBC plc	Fixed	N/A	2.8750%	1m LIBOR	2.27%	2.97%	(1,439,413)

¹Data in this table is presented in relation to payments made in the Reporting Period

Collateral Received

Counterparty	Counterparty Rating (Moody's / Fitch)		Required Rating (Initial Rating Event: Moody's / Fitch)		Breach (Y/N)	Breach Remedy (if applicable)	Collateral Posting (£)
	Short-term	Long-term	Short-term	Long-term			
HSBC plc	Aa2 / AA	P-1 / F1+	A2 / A	P-1 / F1	N	Post collateral	-
Coventry Building Society	A3 / A	P-2 / F1	A2 / A	P-1 / F1	Y	Post collateral	-2

²The amount of collateral required is zero because the mark to market value of the swap currently stands in the LLP's favour

Coventry Building Society Covered Bonds

Investor Report

Glossary

Adjusted True Balance	In the ACT calculation, this is the sum of the "Adjusted True Balance" of each Loan in the Portfolio, which shall be the lower of (1) the actual True Balance of the relevant Loan in the Portfolio and (2) the Indexed Valuation relating to that Loan multiplied by M (where for all Loans that are less than three months in arrears or not in arrears, M = 0.75, for all Loans that are three months or more in arrears and have a True Balance to Indexed Valuation ratio of less than or equal to 75 percent, M = 0.40 and for all Loans that are three months or more in arrears and have a True Balance to Indexed Valuation ratio of more than 75 percent, M = 0.25); Minus the aggregate sum of any assets to be removed as defined by the Transaction Documents.
Arrears Adjusted True Balance	In the ACT calculation, this is the aggregate "Arrears Adjusted True Balance" of the Loans in the Portfolio which in relation to each Loan shall be the lower of (1) the actual True Balance of the relevant Loan and (2) the Indexed Valuation relating to that Loan multiplied by N (where for all Loans that are less than three months in arrears or not in arrears, N = 1, for all Loans that are three months or more in arrears and have a True Balance to Indexed Valuation ratio of less than or equal to 75 percent, N = 0.40 and for all Loans that are three months or more in arrears and have a True Balance to Indexed Valuation ratio of more than 75 percent, N = 0.25); Minus the aggregate sum of any assets to be removed as defined by the Transaction Documents; Multiplied by the Asset Percentage (as defined below).
Arrears Balance	The Arrears Balance is calculated after allowing a grace period for clearance through payment systems. Arrears includes any fees and insurance premiums that are past due and interest on arrears. Capitalised arrears are excluded from the Arrears Balance. Accounts that are less than one Months in Arrears are excluded from the calculation of the weighted average Arrears Balance.
Asset Percentage	The Asset Percentage is defined in the Transaction Documents as the lowest of (i) 90 percent, (ii) the percentage required to ensure that the Covered Bonds maintain the then current ratings assigned to them by Fitch and (iii) the percentage required to ensure that the Covered Bonds achieve an Aaa rating by Moody's using Moody's expected loss methodology.
Constant Default Rates (CDR)	Constant Default Rate is calculated from the balance of loans entering into default in the month.
Constant Prepayment Rates (CPPR)	The Constant Prepayment Rate is calculated from the total Unscheduled Principal Receipts. This is consistent with the ESF definition for Constant Prepayment Rates.
Default	For the purposes of this report a loan is identified as being in default where the Months in Arrears is six or more.
Geographical Distribution	This uses the regions in the HPI Regional Series published by Nationwide Building Society. The definition of those regions is available at http://www.nationwide.co.uk/hpi/regions.htm . This definition differs from the standard NUTS 2 regions used in other reporting.
Income Verification Requested	Income verification has been requested on all mortgages in the pool at application. With certain low-risk low-LTV loans, proof of income is only required for a random selection of loans. The performance of the loans and decline/withdrawal rates on the random selection is closely monitored.
Indexed	Indexation is applied to house price valuations on a regional basis using non-seasonally adjusted data. The indexation is applied to the data as at the end of March, June, September and December.
Interest Payments	Payments received in a reporting period are applied first to interest and then to principal.
Months in Arrears	Months in Arrears is calculated as the Arrears balance divided by the normal contractual payment due, ignoring any temporary arrangement or payment holiday. If the Months in Arrears is less than one, the loan is reported as current.
Mortgage Account	A mortgage account consists of one or more underlying loans all secured with equal priority by a first charge on the same property and thereby forming a single mortgage account.
Mortgage Collections	The aggregate amount of scheduled and unscheduled principal, and interest collected during the reporting period.
Negative carry adjustment	In the ACT calculation, this is the weighted average remaining maturity of all Covered Bonds outstanding multiplied by the Sterling Equivalent of the aggregate Principal Amount Outstanding of the Covered Bonds multiplied by the Negative Carry Factor. The "Negative Carry Factor" is (i) 0.5 percent if the weighted average margin of the interest rate payable on the Covered Bonds is less or equal to 0.1 percent per annum or (ii) 0.5 percent plus that margin minus 0.1 percent, if that margin is greater than 0.1 percent per annum (provided that if the weighted average remaining maturity is less than one, the weighted average shall be deemed, for the purposes of this calculation, to be one).
Principal Payment Rates (PPR)	Principal Payment Rates are calculated from the total Principal Receipts in the month including redemptions, contractual repayments and unscheduled prepayments. The ESF uses the term "Principal Payment Rates" for this value.
Principal Receipts	Payments received in a reporting period are applied first to interest and then to principal.
Product Groups	Product groups are reported at an individual loan level (please refer to the definition of 'Mortgage Account' above).
Reserve Fund Required Amount	The value disclosed at the month end is equal to the value calculated at the calculation date immediately proceeding the month end.
Savings Set Off Balance	In the ACT calculation, this is the amount equal to the lower of (i) 100 percent of the aggregate deposit balances (including saving balances and offset balances) of each savings account held at the Seller by Borrowers whose Loans are included in the Portfolio and (ii) the aggregate True Balances of those Borrower's Loans
Scheduled Principal Receipts	The element of Principal Receipts that are included in the contractual payment for a Borrower who has a Repayment or Combination mortgage
True Balance	As at the given date, the aggregate (but avoiding double counting) of (i) the original principal amount advanced to the relevant Borrower and any further amount advanced, (ii) any interest, fees or charges which has been properly capitalised and (iii) any other amount (including Accrued Interest and Arrears of Interest) which is due or accrued (whether or not due) and which has not been paid and has not been capitalised
Unscheduled Principal Receipts	The element of Principal Receipts that are not Scheduled Principal Receipts
Variable Rates	The issuer operates a number of variable administered rates including a Standard Variable Rates and the Privilege Rate, which is offered to certain owner-occupying borrowers who have been on the same product for five years or more.

Coventry Building Society Covered Bonds

Investor Report

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