

Coventry Building Society Covered Bonds

Investor Report

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Reporting Information

Reporting Date	31/05/2012
Reporting Period	01/04/2012 to 30/04/2012

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
5	10/02/2012

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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	42,758	41,953
Number of loans in Pool	50,544	49,416
True Balance of mortgage accounts in Pool	£4,584,591,002	£4,541,274,177
Cash and other Substitution Assets	£78,781,060	£93,564,936

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	£59,944,897	£75,448,321

Yield Analysis

	Prior Period	Current Period
Weighted Average Pre-Swap Mortgage Yield	3.49%	3.52%

Arrears Analysis (excluding Properties in Possession)

Months in Arrears	Number of Mortgage Accounts	% of total	True Balance (£)	% of total balance	Arrears Balance (£)
Current	41,835	99.7%	4,530,100,078	99.8%	-
>=1 and <2	106	0.3%	10,056,319	0.2%	83,895
>=2 and <3	12	0.0%	1,117,780	0.0%	15,293
>=3 and <6	-	-	-	-	-
>=6 and <9	-	-	-	-	-
>=9 and <12	-	-	-	-	-
>=12	-	-	-	-	-
Totals	41,953	100.0%	4,541,274,177	100.0%	99,187

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	42,758	4,584,591,002
Loans added to pool	426	54,797,484
Loans repurchased from pool	(288)	(32,620,338)
Principal receipts	(943)	(61,248,717)
Other movements	-	(4,245,255)
Closing totals	41,953	4,541,274,177

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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	34.6	17.0	108,247	136,637	99,756	55.1%	55.6%	841
Min	2.9	0.0	0	0	0	0.0%	0.0%	0
Max	87.8	35.2	971,762	971,762	950,925	97.7%	90.0%	8,413

Principal Payment Rates (PPR)

	Monthly	3 Month Average	Annualised
Current PPR - Total	1.35%	1.15%	14.68%
Previous PPR - Total	1.04%	1.22%	15.65%

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	0.99%	0.82%	10.29%
Previous CPPR - Total	0.74%	0.90%	11.32%

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 accounts
East Anglia	174,248,343	3.8%	1,822	4.3%
East Midlands	358,705,257	7.9%	4,021	9.6%
London	646,602,770	14.2%	3,654	8.7%
North	158,090,530	3.5%	2,052	4.9%
North West	345,710,050	7.6%	3,736	8.9%
Outer Metropolitan	727,102,629	16.0%	4,831	11.5%
Outer South East	559,432,533	12.3%	4,675	11.1%
South West	445,297,691	9.8%	4,193	10.0%
Wales	139,174,819	3.1%	1,608	3.8%
West Midlands	678,577,716	14.9%	7,745	18.5%
Yorkshire and Humberside	308,331,838	6.8%	3,616	8.6%
Totals	4,541,274,177	100.0%	41,953	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 accounts
<25%	377,819,207	8.3%	9,758	23.3%
>=25% and <50%	1,272,478,238	28.0%	12,947	30.9%
>=50% and <55%	356,498,986	7.9%	2,724	6.5%
>=55% and <60%	392,786,121	8.6%	2,796	6.7%
>=60% and <65%	442,262,064	9.7%	2,949	7.0%
>=65% and <70%	447,140,296	9.8%	2,953	7.0%
>=70% and <75%	650,805,919	14.3%	4,050	9.7%
>=75% and <80%	419,548,935	9.2%	2,560	6.1%
>=80% and <85%	126,603,181	2.8%	868	2.1%
>=85% and <90%	43,699,872	1.0%	284	0.7%
>=90% and <95%	8,514,640	0.2%	47	0.1%
>=95% and <100%	3,116,719	0.1%	17	0.0%
>=100%	-	-	-	-
Totals	4,541,274,177	100.0%	41,953	100.0%

Indexed Loan to Value ratios

Range of LTV ratios	True Balance (£)	% of total balance	Number of mortgage accounts	% of total accounts
<25%	372,200,909	8.2%	9,490	22.6%
>=25% and <50%	1,232,060,509	27.1%	12,639	30.1%
>=50% and <55%	354,905,798	7.8%	2,727	6.5%
>=55% and <60%	377,585,934	8.3%	2,712	6.5%
>=60% and <65%	408,461,857	9.0%	2,793	6.7%
>=65% and <70%	459,794,326	10.1%	2,955	7.0%
>=70% and <75%	661,515,657	14.6%	4,153	9.9%
>=75% and <80%	541,770,619	11.9%	3,567	8.5%
>=80% and <85%	132,051,542	2.9%	912	2.2%
>=85% and <90%	836,664	0.0%	4	0.0%
>=90% and <95%	90,364	0.0%	1	0.0%
>=95% and <100%	-	-	-	-
>=100%	-	-	-	-
Totals	4,541,274,177	100.0%	41,953	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 accounts
<£50,000	296,568,724	6.5%	10,317	24.6%
>=£50,000 and <£100,000	991,925,965	21.8%	13,285	31.7%
>=£100,000 and <£150,000	1,110,940,043	24.5%	9,109	21.7%
>=£150,000 and <£200,000	793,351,310	17.5%	4,620	11.0%
>=£200,000 and <£250,000	463,252,237	10.2%	2,086	5.0%
>=£250,000 and <£300,000	301,365,610	6.6%	1,107	2.6%
>=£300,000 and <£400,000	305,026,452	6.7%	892	2.1%
>=£400,000 and <£500,000	141,153,502	3.1%	316	0.8%
>=£500,000 and <£750,000	105,965,516	2.3%	183	0.4%
>=£750,000 and <£1,000,000	31,724,819	0.7%	38	0.1%
>=£1,000,000	-	-	-	-
Totals	4,541,274,177	100.0%	41,953	100.0%

Seasoning of Loans

Age of loans in months	True Balance (£)	% of total balance	Number of mortgage accounts	% of total accounts
>1 and <6	166,050,247	3.7%	1,421	3.4%
>=6 and <12	511,323,084	11.3%	4,258	10.1%
>=12 and <18	687,438,178	15.1%	5,685	13.6%
>=18 and <24	639,646,887	14.1%	5,239	12.5%
>=24 and <30	356,308,492	7.8%	3,332	7.9%
>=30 and <36	470,659,105	10.4%	4,079	9.7%
>=36 and <42	222,705,447	4.9%	1,995	4.8%
>=42 and <48	134,719,434	3.0%	1,579	3.8%
>=48 and <54	259,292,057	5.7%	2,745	6.5%
>=54 and <60	278,975,528	6.1%	2,819	6.7%
>=60 and <66	190,941,598	4.2%	1,900	4.5%
>=66 and <72	214,005,862	4.7%	2,179	5.2%
>=72	409,208,259	9.0%	4,722	11.3%
Totals	4,541,274,177	100.0%	41,953	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 accounts
<5	171,466,934	3.8%	3,560	8.5%
>=5 and <10	546,733,304	12.0%	7,475	17.8%
>=10 and <15	911,583,356	20.1%	9,301	22.2%
>=15 and <20	1,413,241,574	31.1%	11,410	27.2%
>=20 and <25	1,187,443,089	26.1%	8,047	19.2%
>=25 and <30	232,927,773	5.1%	1,579	3.8%
>=30 and <35	77,604,579	1.7%	580	1.4%
>=35	273,568	0.0%	1	0.0%
Totals	4,541,274,177	100.0%	41,953	100.0%

Product groups

Type of rate	True Balance (£)	% of total balance	Number of Loans	% of total loans
Fixed rate	2,154,573,732	47.4%	22,033	44.6%
Capped	291,931,012	6.4%	2,411	4.9%
Variable	2,094,769,433	46.1%	24,972	50.5%
Totals	4,541,274,177	100.0%	49,416	100.0%

Repayment terms

Repayment Terms	True Balance (£)	% of total balance	Number of mortgage accounts	% of total accounts
Repayment	3,056,331,236	67.3%	30,638	73.0%
Interest Only	1,079,979,071	23.8%	7,904	18.8%
Combination (Interest Only and Repayment)	404,963,870	8.9%	3,411	8.1%
Totals	4,541,274,177	100.0%	41,953	100.0%

Originator

	True Balance (£)	% of total balance	Number of mortgage accounts	% of total accounts
Coventry Building Society	4,541,274,177	100.0%	41,953	100.0%
Totals	4,541,274,177	100.0%	41,953	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	1,601,094,917	731,537,239	866,240,117	1,199,831,456	131,305,986	90,364	-	4,530,100,078
>=1 and <3 Months in Arrears	3,166,501	954,492	2,016,066	3,454,820	1,582,220	-	-	11,174,099
>=3 and <6 Months in Arrears	-	-	-	-	-	-	-	-
>=6 Months in Arrears	-	-	-	-	-	-	-	-
Totals	1,604,261,418	732,491,731	868,256,182	1,203,286,276	132,888,205	90,364	-	4,541,274,177

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	61,759,081	29,559,739	33,573,138	44,535,348	4,821,035	-	-	174,248,343
East Midlands	121,720,891	58,726,062	72,947,641	101,895,521	3,415,143	-	-	358,705,257
London	236,060,747	100,443,808	129,166,922	168,594,768	12,336,525	-	-	646,602,770
North	56,238,004	23,988,953	30,795,365	44,289,137	2,779,071	-	-	158,090,530
North West	103,930,932	53,350,935	67,554,227	105,995,864	14,878,092	-	-	345,710,050
Outer Metropolitan	261,616,776	119,186,580	136,983,050	191,441,601	17,874,622	-	-	727,102,629
Outer South East	206,105,098	91,747,008	107,166,278	146,522,770	7,891,379	-	-	559,432,533
South West	172,518,139	75,478,226	74,943,115	105,769,413	16,588,799	-	-	445,297,691
Wales	43,760,579	19,438,868	24,306,152	35,229,080	16,440,141	-	-	139,174,819
West Midlands	242,926,838	110,793,017	133,769,850	174,273,086	16,814,925	-	-	678,577,716
Yorkshire and Humberside	97,624,334	49,778,536	57,050,444	84,739,687	19,048,473	90,364	-	308,331,838
Totals	1,604,261,418	732,491,731	868,256,182	1,203,286,276	132,888,205	90,364	-	4,541,274,177

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	1,019,192,147	484,460,630	601,887,159	845,035,300	105,665,636	90,364	-	3,056,331,236
Interest Only	414,669,920	169,210,685	199,008,902	275,672,721	21,416,843	-	-	1,079,979,071
Combination (Interest Only and Repayment)	170,399,350	78,820,417	67,360,121	82,578,255	5,805,726	-	-	404,963,870
Total	1,604,261,418	732,491,731	868,256,182	1,203,286,276	132,888,205	90,364	-	4,541,274,177

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	667,597,967	344,292,499	411,887,621	644,240,774	86,464,508	90,364	-	2,154,573,732
Capped	107,618,114	65,402,568	72,543,299	45,255,877	1,111,153	-	-	291,931,012
Variable	829,045,337	322,796,664	383,825,263	513,789,625	45,312,544	-	-	2,094,769,433
Totals	1,604,261,418	732,491,731	868,256,182	1,203,286,276	132,888,205	90,364	-	4,541,274,177

Coventry Building Society Covered Bonds

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Two Dimensional Mortgage Portfolio Breakdown

No. Months in Arrears

	% of Total Balance split by Region											Total
	East Anglia	East Midlands	London	North	North West	Outer Metropolitan	Outer South East	South West	Wales	West Midlands	Yorkshire and Humberside	
Current	174,103,622	357,937,271	645,967,986	157,927,934	343,907,807	725,682,597	557,156,167	444,811,628	138,372,391	676,539,306	307,693,369	4,530,100,078
>=1 and <3 Months in Arrears	144,720	767,986	634,784	162,596	1,802,243	1,420,032	2,276,366	486,063	802,429	2,038,411	638,469	11,174,099
>=3 and <6 Months in Arrears	-	-	-	-	-	-	-	-	-	-	-	-
>=6 Months in Arrears	-	-	-	-	-	-	-	-	-	-	-	-
Total	174,248,343	358,705,257	646,602,770	158,090,530	345,710,050	727,102,629	559,432,533	445,297,691	139,174,819	678,577,716	308,331,838	4,541,274,177

Current Mortgage Principal Balance

	% of Total Balance split by Region											Total
	East Anglia	East Midlands	London	North	North West	Outer Metropolitan	Outer South East	South West	Wales	West Midlands	Yorkshire and Humberside	
<£50,000	13,739,238	32,638,430	10,228,751	22,802,533	31,638,367	18,557,789	25,701,623	27,318,091	14,633,398	66,777,169	32,533,336	296,568,724
>=£50,000 and <£100,000	46,949,213	110,879,455	46,037,485	50,271,192	100,719,619	79,904,600	96,236,029	96,166,455	44,338,548	218,344,287	102,079,081	991,925,965
>=£100,000 and <£150,000	51,002,939	105,506,215	93,734,169	41,907,944	86,165,272	146,184,324	150,258,114	132,244,675	37,797,837	183,657,409	82,481,145	1,110,940,043
>=£150,000 and <£200,000	28,675,791	52,195,310	133,544,767	20,939,218	53,505,282	153,075,158	111,973,888	81,914,073	20,289,243	94,870,495	42,368,085	793,351,310
>=£200,000 and <£250,000	15,226,079	23,546,866	104,227,181	9,502,160	29,511,246	98,881,787	64,753,219	40,230,349	10,877,577	45,188,704	21,307,069	463,252,237
>=£250,000 and <£300,000	6,843,488	14,579,928	81,161,457	5,406,850	19,124,774	63,027,644	38,937,309	27,346,406	5,147,906	29,112,697	10,677,151	301,365,610
>=£300,000 and <£400,000	5,740,854	11,441,406	90,029,276	4,002,067	14,226,704	82,223,738	34,304,465	23,195,911	3,857,081	26,414,319	9,590,632	305,026,452
>=£400,000 and <£500,000	2,262,762	6,327,243	40,251,792	2,141,323	5,989,919	40,164,620	20,525,833	11,116,791	461,519	9,225,437	2,686,265	141,153,502
>=£500,000 and <£750,000	2,973,248	1,590,405	34,749,933	1,117,244	4,023,750	34,265,887	13,494,378	4,964,123	1,771,711	4,140,279	2,874,558	105,965,516
>=£750,000 and <£1,000,000	834,730	-	12,637,960	-	805,116	10,817,081	3,247,678	800,817	-	846,920	1,734,517	31,724,819
>=£1,000,000	-	-	-	-	-	-	-	-	-	-	-	-
Total	174,248,343	358,705,257	646,602,770	158,090,530	345,710,050	727,102,629	559,432,533	445,297,691	139,174,819	678,577,716	308,331,838	4,541,274,177

Average Mortgage size	95,636	89,208	176,958	77,042	92,535	150,508	119,665	106,200	86,552	87,615	85,269
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Repayment Type

	% of Total Balance split by Region											Total
	East Anglia	East Midlands	London	North	North West	Outer Metropolitan	Outer South East	South West	Wales	West Midlands	Yorkshire and Humberside	
Repayment	123,581,630	258,758,437	396,141,055	112,361,083	240,471,828	469,440,725	367,989,956	272,356,288	90,929,288	498,687,406	225,613,540	3,056,331,236
Interest Only	33,331,023	63,009,621	203,712,240	32,453,095	78,699,047	185,925,198	136,954,340	129,945,532	38,495,347	120,721,167	56,732,461	1,079,979,071
Combination (Interest Only and Repayment)	17,335,689	36,937,199	46,749,475	13,276,353	26,539,175	71,736,706	54,488,237	42,995,871	9,750,184	59,169,143	25,985,836	404,963,870
Total	174,248,343	358,705,257	646,602,770	158,090,530	345,710,050	727,102,629	559,432,533	445,297,691	139,174,819	678,577,716	308,331,838	4,541,274,177

Interest Payment Type

	% of Total Balance split by Region											Total
	East Anglia	East Midlands	London	North	North West	Outer Metropolitan	Outer South East	South West	Wales	West Midlands	Yorkshire and Humberside	
Fixed	83,851,826	163,425,754	328,407,843	71,210,077	162,672,197	376,635,142	277,280,407	213,761,868	66,097,341	267,376,315	143,854,960	2,154,573,732
Capped	9,891,714	19,695,065	53,441,514	8,287,300	28,473,756	48,498,015	33,256,348	28,458,413	6,344,687	35,776,899	19,807,301	291,931,012
Variable	80,504,802	175,584,438	264,753,412	78,593,153	154,564,097	301,969,472	248,895,778	203,077,410	66,732,792	375,424,502	144,669,576	2,094,769,433
Total	174,248,343	358,705,257	646,602,770	158,090,530	345,710,050	727,102,629	559,432,533	445,297,691	139,174,819	678,577,716	308,331,838	4,541,274,177

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, Interest Rate (Asset) Swap Provider and Covered Bond (Liability) 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	18/05/2012	19/04/2012
Aggregate Adjusted Loan Amount	= A+B+C+D-(X+Y+Z)	
Description	Value	Value
True Balance	4,541,274,177	4,584,591,002
Adjusted Indexed Valuation	10,329,314,142	10,528,549,362
Asset Percentage	78.4%	78.7%
Loans < 3 months in arrears	4,541,274,177	4,584,591,002
Loans in arrears =< 75% LTV	-	453,481
Loans in arrears > 75% LTV	-	-
Principal Outstanding on Bonds ²	3,220,050,000	3,220,050,000
Average Remaining Maturity of Bonds (Weighted Average Years)	2.8	2.9
Negative Carry Factor (Weighted Average)	1.69%	1.69%
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	4,497,157,610
Loans in arrears =< 75% LTV	0.4	-
Loans in arrears > 75% LTV	0.25	-
Adjusted True Balance		4,497,157,610
(ii) Arrears Adjustment on True Balance		
Arrears Adjusted True Balance		
made up by:	N	
Loans < 3 months in arrears	1	4,525,011,659
Loans in arrears =< 75% LTV	0.4	-
Loans in arrears > 75% LTV	0.25	-
sub total		4,525,011,659
Asset Percentage		
Contractual (maximum)	90.0%	90.0%
Moody's Required	78.4%	78.7%
Fitch Required	83.7%	83.7%
Current Asset Percentage (% used)	78.4%	78.7%
Arrears Adjusted True Balance	3,547,609,141	3,595,551,042

Asset Coverage Test (continued)		
	18/05/2012	19/04/2012
A: Arrears Adjusted True Balance	3,547,609,141	3,595,551,042
B: Principal Receipts Retained in Cash	-	-
C: Retained Cash Contributions	-	-
D: Substitution Assets - Principal Receipts¹ - Capital Contributions	61,248,717	47,656,406
X: Savings set off balance	(129,021,038)	(127,620,730)
Y : Flexible draw deduction	-	-
Z: Negative carry adjustment	(177,409,900)	(181,887,325)
Adjusted Aggregate Loan Amount	3,302,426,920	3,333,699,393
Aggregate Principal Amount Outstanding	3,220,050,000	3,220,050,000
Test Result	PASS	PASS
Surplus Result	82,376,920	113,649,393
Loan Amount to Covered Bond ratio percentage	70.91%	70.24%

Credit Enhancement and Liquidity Support		
	30/04/2012	31/03/2012
Reserve funds	16,770,172	17,182,486
Retained principal	61,248,717	47,656,406
Overcollateralisation	1,321,224,177	1,364,541,002
- Required by ACT	1,238,847,257	1,250,891,609
- Surplus over ACT	82,376,920	113,649,393

¹Substitution Assets comprise short term cash deposits

²Principal Outstanding on the Bonds includes a cancellation of Series 1 notes of £50m made on 19 April 2012

Coventry Building Society Covered Bonds

Investor Report

Principal & Revenue Receipts and Ledgers

Principal & Revenue Receipts

Revenue Receipts		(£)
Calculation Date :	18/05/2012	
Has an LLP notice to pay been issued ?	No	
Balance b/f		13,942,167
Interest Received on mortgages	Period 01/04/2012 to 30/04/2012	14,199,604
Fees Received on mortgages due to CBS	Period 01/04/2012 to 30/04/2012	187,616
Interest Received on GIC Account	Period 01/04/2012 to 30/04/2012	1,022
Interest Received on Substitution Assets	Period 01/04/2012 to 30/04/2012	33,975
Interest on Interest Rate Swap - Series 1-5	Period 26/03/2012 to 24/04/2012	(5,983,933)
Interest on Covered Bond Swap - Series 3	Period 19/04/2011 to 18/05/2012	33,160,212
Interest on Covered Bond Swap - Series 4	Period 26/03/2012 to 24/04/2012	(1,345,334)
Interest on Covered Bond Swap - Series 5	Period 26/03/2012 to 24/04/2012	(1,025,082)
Interest on Term Advance- Series 1&2	Period 26/03/2012 to 24/04/2012	(1,369,749)
Interest on Term Advance- Series 3	Period 19/04/2011 to 19/04/2012	(34,687,500)
Excess Funds on Reserve Fund		412,315
Transfer to Reserve Fund		-
Any other receipts not covered above	Period 01/04/2012 to 30/04/2012	123,831
Payments made (incl repatriation to CBS)	Period 26/03/2012 to 24/04/2012	(2,103,097)
If LLP notice to pay issued		
Amount of Reserve Fund		-
Less :		
Amounts paid to third parties		-
Available Revenue as at month end		15,546,048

Principal Receipts		(£)
Calculation Date :	18/05/2012	
Principal receipts b/f		47,656,406
Utilisation of Principal Receipts	Period 26/03/2012 to 24/04/2012	(47,656,406)
Scheduled Principal Receipts	Period 01/04/2012 to 30/04/2012	16,067,869
Unscheduled Principal Receipts	Period 01/04/2012 to 30/04/2012	45,180,848
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		61,248,717

Ledgers

	Month End 30/04/2012	Month End 31/03/2012
Principal Ledger	(£)	(£)
Balance b/f on Principal Ledger	47,656,406	48,940,447
Utilisation of Principal Receipts	(47,656,406)	(48,940,447)
Principal repayments under mortgages	61,248,717	47,656,406
Balance c/f on Principal Ledger	61,248,717	47,656,406

	(£)	(£)
Revenue Ledger	(£)	(£)
Balance b/f on Revenue Ledger	13,942,167	13,888,666
Interest Receipts on Mortgages	14,199,604	12,288,491
Interest due on bank accounts & investments	34,997	112,297
Other payments/(receipts)	(6,646,787)	(6,095,036)
Payments due under Interest Rate Swap	(5,983,933)	(6,252,251)
Balance c/f on Revenue Ledger	15,546,048	13,942,167

	(£)	(£)
Reserve Ledger	(£)	(£)
Balance b/f on Reserve Ledger	17,182,486	17,359,125
Transfers to/from GIC	(412,315)	(176,639)
Cash Capital Contribution	-	-
Balance c/f on Reserve Ledger	16,770,172	17,182,486
Reserve Fund Required Amount	16,770,172	17,182,486

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

Total cash holding month end	93,564,936	78,781,060
Bond value	3,220,050,000	3,270,050,000
Percentage Cash Holding	2.9%	2.4%

	(£)	(£)
Summary Balance Sheet and Ledgers	(£)	(£)
GIC Account	3,564,936	3,781,060
Substitution Assets ¹	90,000,000	75,000,000
Subtotal	93,564,936	78,781,060
Transaction Account	-	-
Authorised Investments	-	-
Loan Balance	4,541,274,177	4,584,591,002
Total Assets	4,634,839,113	4,663,372,062
Intercompany Loan ²	3,220,050,000	3,270,050,000
Capital Account	1,414,789,113	1,393,322,062
Total Liabilities	4,634,839,113	4,663,372,062

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	5
Notes In Issue	Issue Date	22/07/2008	20/11/2008	19/04/2011	24/10/2011	10/02/2012
	Original rating (Moody's / S&P / Fitch)	Aaa / NR / AAA	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	Aaa / NR / AAA
	Currency	GBP	GBP	GBP	EUR	GBP
	Issue size	1,500,000,000	500,000,000	750,000,000	650,000,000	500,000,000
	Relevant Swap Rate	1.000	1.000	1.000	0.877	1.000
	GBP Equivalent	1,500,000,000	500,000,000	750,000,000	570,050,000	500,000,000
	Current Period Balance	900,000,000	500,000,000	750,000,000	650,000,000	500,000,000
	Previous Period Balance	950,000,000	500,000,000	750,000,000	650,000,000	500,000,000
	Current Period Pool Factor	1	1	1	1	1
	Previous Period Pool Factor	1	1	1	1	1
	Expected maturity date	24/07/2013	24/11/2013	19/04/2018	24/10/2014	10/02/2015
	Legal final maturity date	24/07/2013	24/11/2013	19/04/2018	24/10/2014	10/02/2015
	Extended Due for Payment Date	24/07/2014	24/11/2014	19/04/2019	24/10/2015	10/02/2016
	ISIN	XS0378817240	XS0400750542	XS0618833635	XS0696058857	XS0744752568
Stock exchange listing	LSE	LSE	LSE	LSE	LSE	
Interest Payments ¹ 01/04/2012 - 30/04/2012	Interest Payment Frequency	Monthly	Monthly	Annually	Annually	Quarterly
	Accrual Start Date	26/03/2012	26/03/2012	19/04/2012	24/10/2011	10/02/2012
	Accrual End Date	24/04/2012	24/04/2012	19/04/2013	24/10/2012	10/05/2012
	Accrual Day Count	29	29	365	366	90
	Coupon Reference Rate	0.70038%	0.70038%	N/A	N/A	1.07706%
	Relevant Margin	0.50000%	0.50000%	4.62500%	2.87500%	1.60000%
	Current Period Coupon Reference Rate	1m GBP LIBOR	1m GBP LIBOR	Fixed	Fixed	3m GBP LIBOR
	Current Period Coupon	1.20038%	1.20038%	4.62500%	2.87500%	2.67706%
	Current Period Coupon Amount ¹	892,885	476,863	34,687,500	-	-
	Current Interest Shortfall	-	-	-	-	-
	Cumulative Interest Shortfall	-	-	-	-	-
Next Interest Payment Date	24/05/2012	24/05/2012	19/04/2013	24/10/2012	10/05/2012	
Principal Payments ¹ 01/04/2012 - 30/04/2012	Bond Structure	Soft bullet	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	10/02/2015	

¹Payments made during the Reporting Period

Coventry Building Society Covered Bonds

Investor Report

Swaps

Swaps¹

Related Covered Bonds	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 1-5	19/04/2018	GBP	4,618,116,369	Coventry Building Society	1m LIBOR	1.19000%	1.8904%	Basket of rates	N/A	3.52124%	(5,983,933)
	Covered Bond (Liability) Swap										
Series 3	19/04/2018	GBP	750,000,000	HSBC plc	Fixed	N/A	4.62500%	1m LIBOR	1.63%	2.32275%	33,160,212
Series 4	24/10/2014	EUR	650,000,000	HSBC plc	Fixed	N/A	2.87500%	1m LIBOR	2.27%	2.97038%	(1,345,334)
Series 5	10/02/2015	GBP	500,000,000	Coventry Building Society	3m LIBOR	1.60000%	2.67706%	1m LIBOR	2.58%	2.58038%	(1,025,082)

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)		Breached (Y/N)	Breach Remedy (if applicable)	Collateral Posting (£)
	Long-term	Short-term	Long-term	Short-term			
Interest Rate (Asset) Swap Coventry Building Society	A3 / A	P-2 / F1	A2 / A	P-1 / F1	Y	Post collateral	- ²
Covered Bond (Liability) Swap HSBC plc ³	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	4,000,000

²The amount of collateral required in respect of the Interest Rate (Asset) Swap is zero because the mark to market value of the swap currently stands in the LLP's favour

³ HSBC plc were placed on negative watch by Moody's on 15 February 2012

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	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://web.archive.org/web/20100815095614/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. Note that December indexation is not applied in the Investor Report until January.
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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