

Coventry Building Society Covered Bonds

Investor Report

Investors (or other appropriate third parties) can register at <https://live.irooms.net/CoventryBuildingSociety/> to download further disclosures in accordance with the Bank of England Market Notice "Detailed eligibility requirements for residential mortgage backed securities and covered bonds backed by residential mortgages" dated 30th November 2010. The timing of publication of further disclosures will be as referenced in the Market Notice.

Reporting Information

Reporting Date	31/12/2014
Reporting Period	01/11/2014 to 30/11/2014

Investor Relations Contacts

	Telephone	E-mail	Mailing Address
Kris Gozra (Head of Structured Finance & Funding)	+44 (0)24 7643 5076	Kris.Gozra@thecoventry.co.uk	Oak Tree Court, Binley Business Park, Harry Weston Road,
Mia Miles (Head of Liquidity Planning)	+44 (0)24 7643 5103	Mia.Miles@thecoventry.co.uk	Coventry, CV3 2UN

IMPORTANT:

This report is published at <https://live.irooms.net/CoventryBuildingSociety/>

Your attention is drawn to the Terms and Conditions which are brought to your attention when you enter the website containing this document.

Outstanding Issuances

Coventry Building Society Covered Bond Series	Issue Date
1	22/07/2008
2	20/11/2008
3	19/04/2011
5	10/02/2012
6	03/11/2014



Coventry Building Society Covered Bonds

Investor Report

Mortgage Assets

All values are in pounds sterling unless otherwise stated

Assets

	Prior Period	Current Period
Number of mortgage accounts in Pool	41,423	41,098
Number of loans in Pool	48,196	47,853
True Balance of mortgage accounts in Pool	£4,473,850,206	£4,423,924,044
Cash and other Substitution Assets	£143,119,436	£95,379,632

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
% Buy to Let	0.0

Collections

	Prior Period	Current Period
Mortgage Collections	£129,400,920	£84,703,568

Yield Analysis

	Prior Period	Current Period
Weighted Average Pre-Swap Mortgage Yield	3.13%	3.12%

Arrears Analysis (excluding Properties in Possession)

Months in Arrears	Number of Mortgage Accounts	% of total	True Balance (£)	% of total balance	Arrears Balance (£)
Current	40,904	99.5%	4,402,178,911	99.5%	-
>0 and <1	146	0.4%	17,160,539	0.4%	48,803
>=1 and <2	47	0.1%	4,549,127	0.1%	34,943
>=2 and <3	1	0.0%	35,467	0.0%	1,093
>=3 and <6	-	-	-	-	-
>=6 and <12	-	-	-	-	-
>=12	-	-	-	-	-
Totals	41,098	100.0%	4,423,924,044	100.0%	84,839

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

Arrears capitalised in the period

	Number of Mortgage Accounts	% of total	True Balance (£)	% of total balance	Arrears Balance (£)
Capitalised arrears	-	0.00%	-	0.00%	-

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	41,423	4,473,850,206
Loans added to pool	260	37,685,469
Loans repurchased from pool	(124)	(16,758,939)
<i>of which are non-performing loans</i>	<i>(35)</i>	<i>(4,609,543)</i>
<i>of which have breached R&Ws</i>	<i>(10)</i>	<i>(1,434,930)</i>
Redemptions	(461)	(49,262,470)
Principal receipts		(22,066,650)
Other movements		476,427
Closing totals	41,098	4,423,924,044

Analysis of accounts with associated savings balances

	Number of loans	Balance (£)	Savings (£)
Loans with Offset arrangement	5,288	576,341,487	65,921,580
Other loans	42,565	3,847,582,557	27,007,656
Totals	47,853	4,423,924,044	92,929,236

The savings balance shows the maximum of the savings and current loan balance.

Coventry Building Society Covered Bonds

Investor Report

Mortgage Portfolio Breakdown

Summary Statistics

	Seasoning (months)	Remaining term (months)	Loan Size (£)			Non-Indexed LTV (%)	Indexed LTV (%)	Arrears Balance (£)
			Whole Pool	Interest only	Repayment			
Weighted Average	42.3	204.6	107,643	125,992	105,082	52.9%	46.5%	437
Min	7.2	0.0	0	0	0	0.0%	0.0%	0
Max	122.5	415.0	973,758	972,879	973,758	97.2%	91.1%	7,233

Principal Payment Rates (PPR)

	Monthly	3 Month Average	Annualised
Current PPR - Total	1.59%	1.94%	20.92%
Previous PPR - Total	2.50%	1.94%	20.95%

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	1.22%	1.54%	16.98%
Previous CPPR - Total	2.06%	1.53%	16.88%

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 Variable Rate, Current	4.74%	01/02/2009
Standard Variable Rate, Historical	4.99%	01/01/2008
Privilege Rate, Current	4.49%	01/02/2009
Privilege Rate, Historical	4.79%	01/01/2008

The "Privilege Rate" is a variable rate 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

Mortgage Portfolio Breakdown

Geographical Distribution

Regions	True Balance (£)	% of total balance	Number of mortgage accounts	% of total accounts
East Anglia	185,153,538	4.2%	1,903	4.6%
East Midlands	357,339,244	8.1%	4,047	9.8%
London	673,315,896	15.2%	3,729	9.1%
North	141,398,733	3.2%	1,870	4.6%
North West	343,559,416	7.8%	3,788	9.2%
Northern Ireland	-	-	-	-
Outer Metropolitan	717,656,940	16.2%	4,803	11.7%
Outer South East	534,514,461	12.1%	4,599	11.2%
Scotland	-	-	-	-
South West	447,606,731	10.1%	4,272	10.4%
Wales	133,281,506	3.0%	1,562	3.8%
West Midlands	589,332,084	13.3%	6,936	16.9%
Yorkshire and Humberside	300,765,493	6.8%	3,589	8.7%
Totals	4,423,924,044	100.0%	41,098	100.0%

Non-Indexed Loan to Value ratios

Range of LTV ratios	True Balance (£)	% of total balance	Number of mortgage accounts	% of total accounts
<25%	408,351,837	9.2%	10,909	26.5%
>=25% and <50%	1,337,239,815	30.2%	13,373	32.5%
>=50% and <55%	372,238,173	8.4%	2,790	6.8%
>=55% and <60%	460,647,517	10.4%	3,141	7.6%
>=60% and <65%	475,160,231	10.7%	2,988	7.3%
>=65% and <70%	411,928,317	9.3%	2,575	6.3%
>=70% and <75%	552,658,024	12.5%	3,137	7.6%
>=75% and <80%	360,449,310	8.1%	1,959	4.8%
>=80% and <85%	38,905,988	0.9%	195	0.5%
>=85% and <90%	5,390,815	0.1%	28	0.1%
>=90% and <95%	711,070	0.0%	2	0.0%
>=95% and <100%	242,946	0.0%	1	0.0%
>=100%	-	-	-	-
Totals	4,423,924,044	100.0%	41,098	100.0%

Outstanding True Balances

Range of outstanding balances (£)	True Balance (£)	% of total balance	Number of mortgage accounts	% of total accounts
<5,000	1,833,219	0.0%	711	1.7%
>=5,000 and <10,000	6,436,596	0.1%	840	2.0%
>=10,000 and <25,000	57,454,460	1.3%	3,232	7.9%
>=25,000 and <50,000	246,776,533	5.6%	6,544	15.9%
>=50,000 and <75,000	402,158,952	9.1%	6,461	15.7%
>=75,000 and <100,000	520,835,266	11.8%	5,969	14.5%
>=100,000 and <150,000	984,891,138	22.3%	8,033	19.5%
>=150,000 and <200,000	751,864,878	17.0%	4,379	10.7%
>=200,000 and <250,000	483,830,604	10.9%	2,173	5.3%
>=250,000 and <300,000	315,318,789	7.1%	1,158	2.8%
>=300,000 and <350,000	195,565,821	4.4%	606	1.5%
>=350,000 and <400,000	141,527,494	3.2%	380	0.9%
>=400,000 and <450,000	81,871,709	1.9%	193	0.5%
>=450,000 and <500,000	79,476,818	1.8%	168	0.4%
>=500,000 and <600,000	77,788,629	1.8%	144	0.4%
>=600,000 and <700,000	39,167,585	0.9%	61	0.1%
>=700,000 and <800,000	17,643,537	0.4%	24	0.1%
>=800,000 and <900,000	10,975,456	0.2%	13	0.0%
>=900,000 and <1,000,000	8,506,559	0.2%	9	0.0%
>=1,000,000	-	-	-	-
Totals	4,423,924,044	100.0%	41,098	100.0%

Employment status

Employment status	True Balance (£)	% of total balance	Number of mortgage accounts	% of total accounts
Employed	3,365,943,358	76.1%	32,169	78.3%
Self-employed	942,503,859	21.3%	6,765	16.5%
Unemployed	9,474,582	0.2%	120	0.3%
Retired	85,311,302	1.9%	1,838	4.5%
Guarantor	-	-	-	-
Other	20,690,942	0.5%	206	0.5%
Totals	4,423,924,044	100.0%	41,098	100.0%

Originator

Originator	True Balance (£)	% of total balance	Number of mortgage accounts	% of total accounts
Coventry Building Society	4,423,924,044	100.0%	47,853	100.0%
Totals	4,423,924,044	100.0%	47,853	100.0%

Indexed Loan to Value ratios

Range of LTV ratios	True Balance (£)	% of total balance	Number of mortgage accounts	% of total accounts
<25%	550,413,697	12.4%	12,540	30.5%
>=25% and <50%	1,757,531,612	39.7%	15,314	37.3%
>=50% and <55%	527,272,771	11.9%	3,416	8.3%
>=55% and <60%	502,483,012	11.4%	3,165	7.7%
>=60% and <65%	523,851,835	11.8%	3,197	7.8%
>=65% and <70%	412,216,527	9.3%	2,561	6.2%
>=70% and <75%	133,731,885	3.0%	816	2.0%
>=75% and <80%	9,592,923	0.2%	55	0.1%
>=80% and <85%	3,922,432	0.1%	20	0.0%
>=85% and <90%	2,337,812	0.1%	13	0.0%
>=90% and <95%	569,538	0.0%	1	0.0%
>=95% and <100%	-	-	-	-
>=100%	-	-	-	-
Totals	4,423,924,044	100.0%	41,098	100.0%

Seasoning of Loans

Age of loans in months	True Balance (£)	% of total balance	Number of mortgage accounts	% of total accounts
<12	381,956,073	8.6%	2,693	6.6%
>=12 and <24	1,141,182,048	25.8%	7,963	19.4%
>=24 and <36	794,379,389	18.0%	6,977	17.0%
>=36 and <48	580,457,305	13.1%	5,608	13.6%
>=48 and <60	473,195,284	10.7%	4,886	11.9%
>=60 and <72	283,265,633	6.4%	3,125	7.6%
>=72 and <84	232,763,628	5.3%	2,854	6.9%
>=84 and <96	227,616,881	5.1%	2,797	6.8%
>=96 and <108	193,780,966	4.4%	2,474	6.0%
>=108 and <120	115,203,648	2.6%	1,720	4.2%
>=120 and <150	123,190	0.0%	1	0.0%
>=150 and <180	-	-	-	-
>=180	-	-	-	-
Totals	4,423,924,044	100.0%	41,098	100.0%

Coventry Building Society Covered Bonds

Investor Report

Mortgage Portfolio Breakdown

Product Rate Type and Reversionary Profiles

Range of outstanding balances (£)	True Balance (£)	% of total balance	Number of mortgage accounts	% of total accounts	Weighted Average Current Rate	Remaining product incentive period (months)	Weighted Average Current margin	Weighted Average Reversionary margin	Weighted Average Initial rate
Fixed at origination, reverting to Administered	2,513,011,785	56.8%	24,026	50.2%	3.38%	20.4	2.68%	4.18%	3.32%
Fixed at origination, reverting to LIBOR	-	-	-	-	0.00%	-	0.00%	0.00%	0.00%
Fixed at origination, reverting to Tracker	210,456,405	4.8%	2,748	5.7%	1.30%	0.1	0.80%	0.80%	5.38%
Fixed for life	2,026	0.0%	11	0.0%	0.00%	-	0.29%	0.29%	0.00%
Tracker at origination, reverting to Administered	190,835,470	4.3%	1,874	3.9%	3.65%	3.9	3.12%	4.01%	3.17%
Tracker at origination, reverting to LIBOR	-	-	-	-	0.00%	-	0.00%	0.00%	0.00%
Tracker for life	187,973,656	4.2%	2,679	5.6%	1.25%	-	0.75%	0.75%	4.27%
Administered, including discount to Administered LIBOR	1,321,644,702	29.9%	16,515	34.5%	3.09%	0.0	2.54%	2.54%	3.36%
	-	-	-	-	0.00%	-	0.00%	0.00%	0.00%
Totals	4,423,924,044	100.0%	47,853	100.0%	3.12%	11.7	2.48%	3.38%	3.47%

Months to maturity of loans

Months to maturity	True Balance (£)	% of total balance	Number of mortgage accounts	% of total accounts
<30	60,648,536	1.4%	1,747	4.3%
>=30 and <60	124,395,466	2.8%	2,630	6.4%
>=60 and <120	512,536,349	11.6%	7,747	18.9%
>=120 and <180	934,316,346	21.1%	9,616	23.4%
>=180 and <240	1,217,290,657	27.5%	9,628	23.4%
>=240 and <300	1,159,923,013	26.2%	7,329	17.8%
>=300 and <360	296,558,951	6.7%	1,708	4.2%
>=360	118,254,726	2.7%	693	1.7%
Totals	4,423,924,044	100.0%	41,098	100.0%

Product groups

Type of rate	True Balance (£)	% of total balance	Number of Loans	% of total accounts
Fixed rate	2,326,284,401	52.6%	21,602	45.1%
Capped	47,758,585	1.1%	366	0.8%
Tracker	440,956,018	10.0%	5,724	12.0%
Administered	1,608,925,039	36.4%	20,161	42.1%
Totals	4,423,924,044	100.0%	47,853	100.0%

Occupancy type

Occupancy type	True Balance (£)	% of total balance	Number of Loans	% of total accounts
Owner-occupied	4,423,271,865	100.0%	47,848	100.0%
Buy-to-let*	652,178	0.0%	5	0.0%
Second home	-	-	-	-
Totals	4,423,924,044	100.0%	47,853	100.0%

* BTL loans are due to product switches and have since been repurchased.

Months to maturity of loans split by Repayment terms

Months to maturity	Repayment	Interest Only	Combination (Interest Only and Repayment)	Total
<30	9,649,978	43,655,299	7,343,259	60,648,536
>=30 and <60	45,408,764	61,835,470	17,151,232	124,395,466
>=60 and <120	318,177,980	137,859,386	56,498,982	512,536,349
>=120 and <180	716,248,014	148,428,767	69,639,564	934,316,346
>=180 and <240	1,008,990,835	146,709,124	61,590,698	1,217,290,657
>=240 and <300	1,080,191,494	58,877,144	20,854,376	1,159,923,013
>=300 and <360	286,939,174	6,221,469	3,398,308	296,558,951
>=360	115,898,751	1,049,943	1,306,031	118,254,726
Totals	3,581,504,990	604,636,603	237,782,451	4,423,924,044

Repayment terms

Repayment Terms	True Balance (£)	% of total balance	Number of mortgage accounts	% of total accounts
Repayment	3,240,735,350	73.3%	36,452	76.2%
Interest Only	573,527,966	13.0%	5,725	12.0%
Combination (Interest Only and Repayment)	33,319,241	0.8%	388	0.8%
Offset	576,341,487	13.0%	5,288	11.1%
Totals	4,423,924,044	100.0%	47,853	100.0%

Income verification type

Income verification type	True Balance (£)	% of total balance	Number of mortgage accounts	% of total accounts
Income verification requested	4,423,924,044	100.0%	41,098	100.0%
Fast-track	-	-	-	-
Self-certified	-	-	-	-
Totals	4,423,924,044	100.0%	41,098	100.0%

Coventry Building Society Covered Bonds

Investor Report

Two Dimensional Mortgage Portfolio Breakdown

No. Months in Arrears

	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	2,299,703,530	1,024,177,531	929,775,841	142,181,208	5,771,262	569,538	-	4,402,178,911
<1 Month in Arrears	6,630,080	4,565,552	4,557,411	918,514	488,982	-	-	17,160,539
>=1 and <3 Months in Arrears	1,611,699	1,012,700	1,735,109	225,086	-	-	-	4,584,594
>=3 and <6 Months in Arrears	-	-	-	-	-	-	-	-
>=6 Months in Arrears	-	-	-	-	-	-	-	-
Totals	2,307,945,309	1,029,755,783	936,068,361	143,324,808	6,260,244	569,538	-	4,423,924,044

Regional Distribution

	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	100,250,359	41,918,929	38,830,806	3,984,050	169,394	-	-	185,153,538
East Midlands	169,218,053	86,457,098	91,840,060	9,682,501	141,532	-	-	357,339,244
London	426,690,063	169,858,941	65,879,236	10,678,995	208,661	-	-	673,315,896
North	58,627,027	31,182,504	36,917,579	14,252,446	419,177	-	-	141,398,733
North West	146,970,848	72,987,481	100,904,021	21,798,027	899,039	-	-	343,559,416
Outer Metropolitan	392,426,537	166,982,406	142,120,419	15,225,665	901,913	-	-	717,656,940
Outer South East	299,558,031	120,817,322	102,069,877	10,413,273	1,086,421	569,538	-	534,514,461
South West	232,295,496	93,992,648	110,007,893	10,494,477	816,218	-	-	447,606,731
Wales	58,828,360	27,239,775	34,262,910	12,617,037	333,425	-	-	133,281,506
West Midlands	295,178,777	148,720,576	129,885,452	14,503,864	1,043,415	-	-	589,332,084
Yorkshire and Humberside	127,901,757	69,598,103	83,350,108	19,674,475	241,050	-	-	300,765,493
Totals	2,307,945,309	1,029,755,783	936,068,361	143,324,808	6,260,244	569,538	-	4,423,924,044

Repayment Type

	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	1,620,396,031	775,115,812	729,541,293	109,377,427	5,735,248	569,538	-	3,240,735,350
Interest Only	332,053,345	122,463,920	98,461,105	20,489,597	59,997	-	-	573,527,966
Combination (Interest Only and Repayment)	24,827,674	6,105,704	2,355,970	-	29,893	-	-	33,319,241
Offset	330,668,258	126,070,346	105,709,993	13,457,784	435,106	-	-	576,341,487
Total	2,307,945,309	1,029,755,783	936,068,361	143,324,808	6,260,244	569,538	-	4,423,924,044

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	1,103,746,833	590,630,621	549,523,755	77,377,900	4,724,591	280,701	-	2,326,284,401
Capped	28,497,540	13,339,630	5,707,030	-	214,385	-	-	47,758,585
Variable	1,175,700,936	425,785,532	380,837,576	65,946,908	1,321,268	288,837	-	2,049,881,057
Totals	2,307,945,309	1,029,755,783	936,068,361	143,324,808	6,260,244	569,538	-	4,423,924,044

Coventry Building Society Covered Bonds

Investor Report

Two Dimensional Mortgage Portfolio Breakdown

No. Months in Arrears	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	184,508,167	355,342,394	671,233,478	140,587,962	341,719,188	714,831,927	531,319,497	445,503,244	132,443,590	585,176,217	299,513,247	4,402,178,911
<1 Month in Arrears	154,894	1,825,694	1,693,356	138,993	1,232,007	2,257,805	2,866,197	1,963,427	837,916	3,387,188	803,062	17,160,539
>=1 and <3 Months in Arrears	490,476	171,156	389,062	671,778	608,220	567,208	328,767	140,060	-	768,680	449,185	4,584,594
>=3 and <6 Months in Arrears	-	-	-	-	-	-	-	-	-	-	-	-
>=6 Months in Arrears	-	-	-	-	-	-	-	-	-	-	-	-
Total	185,153,538	357,339,244	673,315,896	141,398,733	343,559,416	717,656,940	534,514,461	447,606,731	133,281,506	589,332,084	300,765,493	4,423,924,044

Range of outstanding balances (£)	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	
<5,000	102,378	181,786	73,382	173,113	165,028	130,532	160,958	216,387	72,551	358,335	198,768	1,833,219
>=5,000 and <10,000	225,205	820,369	162,775	466,714	555,175	379,026	665,313	633,610	292,919	1,471,935	763,555	6,436,596
>=10,000 and <25,000	3,043,473	6,762,942	2,031,712	3,811,806	5,872,544	3,799,777	5,570,867	5,516,785	2,516,369	12,005,505	6,522,681	57,454,460
>=25,000 and <50,000	11,468,944	27,084,349	9,290,820	15,684,601	27,838,012	17,350,012	23,108,393	23,081,495	10,985,607	53,413,647	27,470,653	246,776,533
>=50,000 and <75,000	19,831,092	47,195,726	16,687,344	21,665,990	44,017,447	31,050,432	38,142,644	39,985,510	19,583,134	82,439,066	41,560,566	402,158,952
>=75,000 and <100,000	27,536,290	59,993,083	30,026,151	23,097,020	51,087,683	47,815,534	53,121,902	59,789,843	24,725,661	93,480,183	50,161,917	520,835,266
>=100,000 and <150,000	49,439,765	95,915,183	88,905,689	36,599,378	85,080,771	124,142,578	132,706,409	117,299,272	33,128,035	146,998,229	74,675,828	984,891,138
>=150,000 and <200,000	30,396,133	51,682,462	127,306,659	17,772,859	52,420,632	142,716,138	106,645,943	83,711,569	18,242,835	78,462,589	42,507,059	751,864,878
>=200,000 and <250,000	17,229,681	26,160,672	106,165,798	9,611,502	28,882,790	102,913,536	66,347,503	43,372,452	11,236,203	47,081,563	24,828,905	483,830,604
>=250,000 and <300,000	7,641,918	17,990,856	77,605,818	4,689,337	19,124,358	78,572,578	33,623,026	29,043,703	4,642,144	28,017,128	14,367,923	315,318,789
>=300,000 and <350,000	4,450,050	7,006,652	55,436,199	2,830,241	9,257,154	55,987,636	21,984,241	14,177,097	3,562,732	15,768,387	5,105,431	195,565,821
>=350,000 and <400,000	3,669,049	7,031,741	45,096,601	748,931	5,804,036	35,623,609	16,439,180	11,575,723	1,111,789	11,132,629	3,294,208	141,527,494
>=400,000 and <450,000	3,400,425	1,725,256	26,736,467	1,252,865	2,513,639	22,959,603	7,656,781	6,267,282	440,532	5,968,886	2,949,973	81,871,709
>=450,000 and <500,000	2,374,861	2,371,081	25,507,061	1,382,456	5,093,077	16,612,453	14,200,567	5,266,948	461,436	5,236,932	969,945	79,476,818
>=500,000 and <600,000	2,786,942	4,205,176	28,573,740	1,611,920	3,747,617	16,490,824	7,018,784	3,739,360	1,620,242	4,810,429	3,183,595	77,788,629
>=600,000 and <700,000	-	1,211,911	18,042,374	-	1,330,915	8,936,705	3,330,190	3,128,824	659,317	1,258,028	1,269,319	39,167,585
>=700,000 and <800,000	722,968	-	7,431,999	-	768,538	5,134,329	2,157,090	-	-	1,428,613	-	17,643,537
>=800,000 and <900,000	834,362	-	3,476,730	-	-	4,228,822	1,634,672	800,870	-	-	-	10,975,456
>=900,000 and <1,000,000	-	-	4,758,576	-	-	2,812,817	-	-	-	-	935,167	8,506,559
>=1,000,000	-	-	-	-	-	-	-	-	-	-	-	-
Total	185,153,538	357,339,244	673,315,896	141,398,733	343,559,416	717,656,940	534,514,461	447,606,731	133,281,506	589,332,084	300,765,493	4,423,924,044

Average Mortgage size	East Anglia	East Midlands	London	North	North West	Outer Metropolitan	Outer South East	South West	Wales	West Midlands	Yorkshire and Humberside	Total
	97,296	88,297	180,562	75,614	90,697	149,418	116,224	104,777	85,327	84,967	83,802	

Repayment Type	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	137,649,077	265,215,393	494,640,251	102,601,044	251,172,458	521,751,215	387,602,508	310,894,509	94,101,201	444,712,245	230,395,449	3,240,735,350
Interest Only	22,215,482	37,114,841	90,164,072	18,309,860	43,078,802	93,746,909	76,979,134	75,942,674	21,002,765	65,532,467	29,440,959	573,527,966
Combination (Interest Only and Repayment)	2,148,521	3,267,317	1,765,679	1,147,651	2,263,086	5,259,907	4,564,671	2,741,452	809,373	6,981,995	2,369,589	33,319,241
Offset	23,140,457	51,741,694	86,745,894	19,340,177	47,045,070	96,898,909	65,368,148	58,028,097	17,368,167	72,105,377	38,559,496	576,341,487
Total	185,153,538	357,339,244	673,315,896	141,398,733	343,559,416	717,656,940	534,514,461	447,606,731	133,281,506	589,332,084	300,765,493	4,423,924,044

Interest Payment Type	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	96,095,872	171,978,395	400,325,501	67,584,291	176,669,519	403,153,023	289,611,152	239,821,667	64,777,595	261,158,571	155,108,815	2,326,284,401
Capped	2,248,814	3,024,617	9,171,677	1,229,007	3,836,580	8,790,296	6,812,700	6,514,264	532,353	3,657,417	1,940,860	47,758,585
Variable	86,808,852	182,336,232	263,818,718	72,585,435	163,053,318	305,713,620	238,090,609	201,270,800	67,971,558	324,516,096	143,715,818	2,049,881,057
Total	185,153,538	357,339,244	673,315,896	141,398,733	343,559,416	717,656,940	534,514,461	447,606,731	133,281,506	589,332,084	300,765,493	4,423,924,044

Coventry Building Society Covered Bonds

Investor Report

Key Events & Parties

Summary of Tests & Triggers

Event	Summary	Trigger	Fitch Rating Trigger	Fitch Current Rating	Moody's Rating Trigger	Moody's Current Rating	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	N/A	N/A	N/A	N/A	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: F2	F2	F1	P-2	P-2	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	BBB	A	Baa1	A3	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	N/A	N/A	N/A	N/A	No	If not remedied within three calculation dates, triggers Issuer Event of Default
Interest Rate Shortfall Test	Failure of Interest Rate Shortfall Test	Forecast revenue insufficient to fund the next month's payments	N/A	N/A	N/A	N/A	No	Consider a cash capital contribution
Interest Coverage Test	Interest received in next 12 months exceeds interest payable	Amount received is less than amount payable	N/A	N/A	N/A	N/A	No	Regulatory action
Overcollateralisation Test	Eligible assets exceed bonds outstanding	Excess is less than 8% of bonds outstanding	N/A	N/A	N/A	N/A	No	Regulatory action
Cash Manager (1)	Cash Manager's ratings fall below required levels	(Initial) Moody's long-term: Baa1, Fitch long-term: BBB	BBB	A	Baa1	A3	No	Enter into Back up Cash Manager Agreement
Cash Manager (2)	Cash Manager's ratings fall below required levels	(Subsequent) Moody's long-term: Baa3, Fitch long-term: BBB-	BBB-	A	Baa3	A3	No	Appoint Back up Cash Manager
Stand-by Account Bank	Account Bank's ratings fall below required levels	Moody's short-term: P-1 , Fitch short-term: F1	F1	F1+	P-1	P-1	Yes	Appoint Stand-by Account Bank
Swap Counterparty Rating Trigger (see page 12, "Collateral Postings")	Breach of ratings trigger	Counterparty ratings downgrade		(see page 12, "Collateral Postings")			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- / Aa3 / 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
Deloitte LLP	N/A	N/A	Asset Pool Monitor
Structured Finance Management Ltd	N/A	N/A	Corporate Services Provider
Various	N/A / Aa3 / N/A	N/A / P-1 / F1+	Authorised Investments Providers

Coventry Building Society Covered Bonds

Investor Report

Asset Coverage Test

Asset Coverage Test			
Calculation Date		19/12/2014	19/11/2014
Aggregate Adjusted Loan Amount	=A+B+C+D-(X+Y+Z)		
Description		Value	Value
True Balance		4,423,924,044	4,473,850,206
Adjusted Indexed Valuation		12,081,256,846	12,173,004,496
Asset Percentage		87.0%	87.0%
Loans < 3 months in arrears		4,423,924,044	4,473,850,206
Loans >=3 months in arrears =< 75% LTV		-	-
Loans >=3 months in arrears > 75% LTV		-	-
Principal Outstanding on Bonds		3,044,300,000	3,044,300,000
Average Remaining Maturity of Bonds (Weighted Average Years)		2.3	2.4
Negative Carry Factor (Weighted Average)		1.39%	1.39%
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	4,422,153,301	4,471,344,644
Loans >=3 months in arrears =< 75% LTV	0.4	0	0
Loans >=3 months in arrears > 75% LTV	0.25	0	0
Adjusted True Balance		4,422,153,301	4,471,344,644
(ii) Arrears Adjustment on True Balance			
Arrears Adjusted True Balance			
made up by:	N		
Loans < 3 months in arrears	1	4,423,272,389	4,472,464,928
Loans >=3 months in arrears =< 75% LTV	0.4	0	0
Loans >=3 months in arrears > 75% LTV	0.25	0	0
sub total		4,423,272,389	4,472,464,928
Asset Percentage			
Contractual (maximum)		90.0%	90.0%
Moody's Required		87.7%	87.7%
Fitch Required		87.0%	87.0%
Current Asset Percentage (% used)		87.0%	87.0%
Arrears Adjusted True Balance		3,848,246,978	3,891,044,488
Fitch Discontinuity Factor (%)		15.7%	
Moody's Timely Payment Indicator		Probable	
Moody's Collateral Score (%)		5.0%	
Moody's Collateral Score excl. systemic risk (%)		3.0%	

Asset Coverage Test (continued)			
		19/12/2014	19/11/2014
A: Arrears Adjusted True Balance		3,848,246,978	3,891,044,488
B: Principal Receipts Retained in Cash		-	19,883,231
C: Retained Cash Contributions		-	-
D: Substitution Assets - Principal Receipts¹ - Capital Contributions		71,329,119	94,813,211
X: Savings set off balance		(92,929,236)	(90,362,387)
Y : Flexible draw deduction		-	-
Z: Negative carry adjustment		(97,806,929)	(101,293,281)
Adjusted Aggregate Loan Amount		3,728,839,933	3,814,085,262
Aggregate Principal Amount Outstanding		3,044,300,000	3,044,300,000
Test Result		PASS	PASS
Surplus Result		684,539,933	769,785,262
Loan Amount to Covered Bond ratio percentage		68.81%	68.05%
Credit Enhancement and Liquidity Support			
		30/11/2014	31/10/2014
Reserve funds		12,009,010	15,095,769
Retained principal		71,329,119	508,996,442
Overcollateralisation		1,474,603,709	1,572,294,477
Overcollateralisation percentage		48.44%	51.65%
Interest Coverage Test		Pass	Pass

¹Substitution Assets are comprised of short term cash deposits and UK Treasury Bills.

Coventry Building Society Covered Bonds

Investor Report

Principal & Revenue Receipts and Ledgers

Interest Payment Date 24/12/2014
 Collection Period for Mortgages 01/11/2014 to 30/11/2014
 Calculation Period for Notes 24/11/2014 to 24/12/2014

Has an LLP notice to pay been issued ?

No

	Month End 30/11/2014	Month End 31/10/2014
AVAILABLE REVENUE RECEIPTS	(£)	(£)
(a) Revenue Receipts - Interest received from Borrowers	10,645,558	11,862,168
(a) Revenue Receipts - Fees charged to Borrowers	336,176	393,540
(b) Interest received	29,612	35,824
(c) Excess Reserve Fund	-	3,086,758
(d) Other Revenue Receipts	32,033	35,694
(e) Excess Required Coupon Amount	-	-
(f) Reserve Ledger credit amounts following Notice to Pay	-	-
LESS		
(g) Amounts Belonging to Third Parties	(336,176)	(393,540)
(h) Required Coupon Amount	-	-
(i) Interest Accumulation Ledger	-	-
Total Available Revenue Receipts	10,707,203	15,020,443

	(£)	(£)
PRE-ACCELERATION REVENUE PRIORITY OF PAYMENTS		
(a) Fees due to Bond Trustee and Security Trustee	-	-
(b) Fees due to Agent	-	-
(c) Amounts due to Servicer, Cash Manager, Standby Account Bank, Corporate Services Provider and Asset Monitor	2,275	-
(d) Amounts due to the Interest Rate Swap Provider	5,216,037	5,557,356
(e) (i) Amounts due to/(from) the Covered Bond Swap Providers	2,636,013	(158,457)
(ii) Amounts due on the Term Advance	1,155,560	3,886,220
(f) Transfer to Coupon Payment Ledger following Cash Manager Event	-	-
(g) Transfer to Standby GIC Account following Servicer Event of Default	-	-
(h) Transfer to Reserve Ledger	11,056	-
(i) Excluded Swap Termination Amounts	-	-
(j) Indemnity amounts due to the Members	-	-
(k) Repayment of Cash Capital Contributions	-	-
(l) Deferred Consideration	1,686,262	5,735,325
(m) Fees due to the Liquidation Member	-	-
(n) Members profit amount	-	-
Revenue priority of payments total	10,707,203	15,020,443

	(£)	(£)
AVAILABLE PRINCIPAL RECEIPTS		
(a) Scheduled amounts received from Borrowers	16,628,757	20,223,553
Unscheduled amounts received from Borrowers	57,429,253	97,315,200
Less Further Advances made	(2,728,891)	(2,842,310)
(b) (i) Term Advance	-	394,300,000
(ii) Cash Capital Contributions	-	-
(iii) Sale of Selected Loans	-	-
Total Available Principal Receipts	71,329,119	508,996,442

	(£)	(£)
PRE-ACCELERATION PRINCIPAL PRIORITY OF PAYMENTS		
(a) Purchase of New Loans or Substitution Assets	-	-
(b) Transfer to Principal Ledger	-	-
(c) (i) Amounts due to the Covered Bond Swap Providers	-	-
(ii) Amounts due on the Term Advance	-	-
(d) Capital Distribution to Members	71,329,119	508,996,442
Principal priority of payments total	71,329,119	508,996,442

	Month End 30/11/2014	Month End 31/10/2014
LEDGERS	(£)	(£)
Reserve Ledger		
Balance b/f on Reserve Ledger	15,095,769	15,067,967
Transfers to/from GIC	(3,086,758)	27,802
Cash Capital Contribution	-	-
Balance c/f on Reserve Ledger	12,009,010	15,095,769
Reserve Fund Required Amount	12,009,010	15,095,769
Total cash holding month end	95,381,508	143,119,436
Bond value	3,044,300,000	3,044,300,000
Percentage Cash Holding	3.1%	4.7%

	(£)	(£)
Summary Balance Sheet and Ledgers		
GIC Account	20,589,319	48,306,224
Substitution Assets ¹	74,790,313	94,813,211
Subtotal	95,379,632	143,119,436
Transaction Account	-	-
Authorised Investments	-	-
Loan Balance	4,423,924,044	4,473,850,206
Total Assets	4,519,303,675	4,616,969,642
Intercompany Loan ²	3,044,300,000	3,044,300,000
Capital Account	1,475,003,675	1,572,669,642
Total Liabilities	4,519,303,675	4,616,969,642

¹Substitution Assets comprise short term cash deposits and UK Treasury Bills.

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

Coventry Building Society Covered Bonds

Investor Report

Notes in Issue

	1	2	3	5	6	
Notes In Issue	Series					
	Issue Date	22/07/2008	20/11/2008	19/04/2011	10/02/2012	03/11/2014
	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	GBP	EUR
	Issue size	1,500,000,000	500,000,000	750,000,000	500,000,000	500,000,000
	Relevant Swap Rate	1.000	1.000	1.000	1.000	0.789
	GBP Equivalent	1,500,000,000	500,000,000	750,000,000	500,000,000	394,300,000
	Current Period Balance	900,000,000	500,000,000	750,000,000	500,000,000	500,000,000
	Previous Period Balance	900,000,000	500,000,000	750,000,000	500,000,000	500,000,000
	Current Period Pool Factor	1	1	1	1	1
	Previous Period Pool Factor	1	1	1	1	1
	Expected maturity date	25/07/2016	24/11/2016	19/04/2018	10/02/2015	03/11/2021
	Legal Final maturity date	25/07/2016	24/11/2016	19/04/2018	10/02/2015	03/11/2021
	Extended Due for Payment Date	24/07/2017	24/11/2017	19/04/2019	10/02/2016	03/11/2022
	Margin payable under extended maturity period (%)	0.50%	0.50%	1.22%	1.60%	0.03%
ISIN	XS0378817240	XS0400750542	XS0618833635	XS0744752568	XS1131109537	
Stock exchange listing	LSE	LSE	LSE	LSE	LSE	
Interest Payments 01/12/2014 - 31/12/2014	Interest Payment Frequency	Monthly	Monthly	Annually	Quarterly	Annually
	Accrual Start Date	24/11/2014	24/11/2014	22/04/2014	11/11/2014	03/11/2014
	Accrual End Date	24/12/2014	24/12/2014	20/04/2015	10/02/2015	03/11/2015
	Accrual Day Count	30	30	363	91	365
	Coupon Reference Rate	0.50413%	0.50413%	N/A	0.55713%	N/A
	Relevant Margin	0.50000%	0.50000%	4.62500%	1.60000%	0.62500%
	Current Period Coupon Reference Rate	1m GBP LIBOR	1m GBP LIBOR	Fixed	3m GBP LIBOR	Fixed
	Current Period Coupon	1.00413%	1.00413%	4.62500%	2.15713%	0.62500%
	Current Period Coupon Amount	742,860	412,700	-	-	-
	Current Interest Shortfall	-	-	-	-	-
Principal Payments 01/12/2014 - 31/12/2014	Cumulative Interest Shortfall	-	-	-	-	-
	Next Interest Payment Date	24/12/2014	24/12/2014	20/04/2015	10/02/2015	03/11/2015
	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	25/07/2016	24/11/2016	19/04/2018	10/02/2015	03/11/2021	

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 1-6	19/04/2018	GBP	4,439,743,674	Coventry Building Society	1m LIBOR	1.19000%	1.69288%	Basket of rates	N/A	3.12353%	(5,216,037)
	Covered Bond (Liability) Swap										
Series 3	19/04/2018	GBP	750,000,000	HSBC plc	Fixed	N/A	4.62500%	1m LIBOR	1.63%	2.13719%	(1,361,361)
Series 5	10/02/2015	GBP	500,000,000	Coventry Building Society	3m LIBOR	1.60000%	2.16088%	1m LIBOR	1.88%	2.38413%	(979,779)
Series 6	03/11/2021	EUR	500,000,000	HSBC plc	Fixed	N/A	0.62500%	1m LIBOR	0.40%	0.90613%	(293,661)

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	- ¹
Covered Bond (Liability) Swap HSBC plc	Aa3 / AA-	P-1 / F1+	A2 / A	P-1 / F1	N	Post additional collateral	35,620,708 ²
Coventry Building Society	A3 / A	P-2 / F1	A2 / A	P-1 / F1	Y	Post collateral	3,500,000

¹The amount of collateral required in respect of the Interest Rate (Asset) Swap is zero because the LLP is out of the money.

² The Swap Agreement has been revised to specify that collateral is posted by HSBC to the extent that the market value of the swap is greater than £30m. On downgrade, this threshold would reduce to zero and additional collateral would be posted.

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.
Administered rates	The issuer operates a number of variable administered rates including a Standard Variable Rate and the Privilege Rate, which is offered to certain owner-occupying borrowers who have been on the same product for five years or more.
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.
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 and it is shown as a percentage of the opening True Balance.
Constant Prepayment Rates (CPR)	The Constant Prepayment Rate is calculated from the total Unscheduled Principal Receipts and is shown as a percentage of the opening True Balance. 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.
Employment Status	Employment status of the primary applicant. People employed by a company of which they are also a director are included as Self-Employed.
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 1 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.
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. All items are disclosed at mortgage account level with the exception of Product groups, Repayment terms and the Originator which are reported at an individual loan level.
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).
Overcollateralisation	Overcollateralisation is calculated in accordance with Regulation 17(2) of the Regulated Covered Bonds Regulations 2008 (as amended) which sets a lower level of 8% for this measure. Mortgages are included after making a deduction for assets where the Indexed LTV exceeds 80% to restrict the value of the loan to 80% of the latest valuation. Liquid assets are included up to a value of 8% of bonds with a maturity of one year or more and 100% of bonds with a maturity of less than one year.
Principal Payment Rates (PPR)	Principal Payment Rates are calculated from the total Principal Receipts in the month including redemptions, contractual repayments and unscheduled prepayments and are shown as a percentage of the opening True Balance. 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.
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 Balances	Saving balances are reported on the basis used 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.
Weighted Average Current margin	The current margin is calculated as the interest rate on the loan less the relevant swap rate for Fixed rate loans; current 3 month LIBOR for Administered loans; or current base rate for Tracker loans.
Weighted Average Initial rate	The initial rate is the initial margin on the product plus the index rate prevailing at the time the loan was taken out.
Weighted Average Reversionary margin	The reversionary margin is calculated as the final interest rate due on the loan's current product less 3 month LIBOR for Administered loans or base rate for Tracker loans.