

# Investors Monthly Report March 2009 : Lloyds TSB Covered Bonds LLP

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## Reporting Information

Reporting Date:	15 April 2009
Reporting Period:	1 March - 31 March 2009
Next Interest Payment Date: Monthly pay notes	8 April 2009
Last Interest Payment Date: Monthly pay notes	9 March 2009

## Correspondence Details

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## Parties

Key Parties to the Transaction	Name
Issuer	Lloyds TSB Bank plc
Guarantor	Lloyds TSB Covered Bonds LLP
Seller	Lloyds TSB Bank plc
Principal Paying Agent and Agent Bank	The Bank of New York Mellon
Bonds Trustee/Security Trustee	BNY Corporate Trustee Services Limited
Asset Monitor	PricewaterhouseCoopers LLP
Servicer	Cheltenham and Gloucester plc
Cash Manager	Cheltenham and Gloucester plc
Covered Bonds Swap Provider	N/A
Interest Rate Swap Provider	Lloyds TSB Bank plc
Account Bank/GIC provider	Lloyds TSB Bank plc
Arranger	Lloyds TSB Bank plc
Dealer	Lloyds TSB Bank plc

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This report and its notes are a summary of certain features of the notes and their structure.

No liability is accepted as to the accuracy or completeness of the data. Please refer to the issue documentation for notes and structure for further information.

This report is for information purposes only and is not intended as an offer or invitation with respect to the purchase or sale of security. Reliance should not be placed on the information herein when making any decision whether to buy, hold or sell notes (or other securities) or for any other purpose.

## Asset coverage test

A= (Adjusted loan balance)	£10,383,361,133
B= (Principal collections not applied)	£998,823,419
C=(Cash Capital Contributions held on Capital Ledger)	£0
D=(Substitution Assets)	£0
E=(Sales proceeds or Capital Contributions credited to the Pre-Maturity Liquidity Ledger)	£0
X=(For set-off risk*)	£0
Y=(For redraw capacity)	£0
Z=(potential negative carry held on funds held in GIC from sale of assets)	£161,063,014
<b>Total A+B+C+D+E-(X+Y+Z)</b>	<b>£11,221,121,539</b>
Method used for calculating "A"	A(b)
Asset percentage	92.5%
Covered bonds (GBP)	£8,000,000,000
Over collateralisation	£3,221,121,539

## Cash ledgers

Revenue ledger	39,122,780
Principal ledger	998,823,419
Reserve ledger	12,580,568
Pre-maturity liquidity ledger	0
Capital account ledger - cash capital contributions	0
<b>Total</b>	<b>1,050,526,768</b>

GIC account	1,050,526,768
Transaction account	-
Authorised investments/substitution assets	0
<b>Total</b>	<b>1,050,526,768</b>

Note: The cash ledgers reflect March cash positions adjusted for the April waterfall payments and receipts

\*This rises to 5% of the aggregated current balance of loans in the portfolio on the relevant calculation date if the Seller's ratings fall below S&P short term rating A-1 or long term Moody's A2 or Fitch A-

## Mortgage LLP Assets

Number of Accounts in Pool	108,745
Current Balance - LLP Mortgage Assets	£11,245,197,584

## Credit ratings\*

	Moody's	S&P	Fitch
Issuer - short term	P-1	A-1	F1+
Issuer - long term	Aa3	A+	AA-

Issuer event of default	NO
LLP Event of default	NO

\*Ratings applicable at waterfall date

## Arrears Analysis of Mortgage Accounts

Month(s) In Arrears	Number of Accounts	By Number (%)	Principal (£)	By Principal (%)	Arrears (£)
>1 <2	884	0.81	92,770,519	0.82	683,372
>2 <3	290	0.27	31,219,245	0.28	398,059
>3 <6	283	0.26	29,944,741	0.27	683,944
>6 <9	34	0.03	4,434,372	0.04	142,733
>9 <12	12	0.01	1,924,827	0.02	39,280
12+	5	0.00	1,275,523	0.01	21,222
<b>Total</b>	<b>1,508</b>	<b>1.38</b>	<b>161,569,227</b>	<b>1.44</b>	<b>1,968,610</b>

This includes details of the current portfolio and excludes any arrears cases repurchased by the Seller prior to the end of the reporting period. There is no obligation on the Seller to repurchase other than is required by the transaction documents.

Arrears are calculated in accordance with standard market practice in the UK. A mortgage is identified as being in arrears when, on any due date, the overdue amounts which were due on previous due dates equal, in the aggregate, one or more full monthly payments.

In making an arrears determination, the administrator calculates as of the date of determination the difference between the sum of all monthly payments that were due and payable by a borrower on any due date up to that date of determination

(less the aggregate amount of all authorised underpayments made by such borrower up to such date of determination) and the sum of all payments actually made by that borrower up to that date of determination. If the result arrived at by dividing that difference

(if any) by the amount of the required monthly payment equals or exceeds 1 the loan is deemed to be in arrears. Arrears classification is determined based on the number of full monthly payments that have been missed. A borrower that has missed payments that in the aggregate equal or exceeding 2 monthly payments (but for which the aggregate of missed payments is less than 3 monthly payments) would be classified as being between 2 - 3 months in arrears, and so on.

### Loan Analysis

Weighted Average Seasoning (by value) Months	32.56
Weighted Average Remaining Term (by value) Years	16.04
Average Loan Size	£103,409
Weighted Average Original LTV (by value)	58.13%
Weighted Average Current Indexed LTV (by value) *	60.91%

\* Indexation is applied on a regional basis to property valuations on a quarterly basis in January, April, July and October of each year.

### Product Breakdown

	Value	% of Total of value
Fixed Rate (by balance)	4,847,574,982	43.11%
Standard Variable Rate based (by balance)	2,198,834,831	19.55%
Tracker (by balance)	4,198,787,771	37.34%
<b>Total</b>	<b>11,245,197,584</b>	<b>100.00%</b>

### Geographic Analysis

	Number of Accounts	% of Total of Accounts	Value (£)	% of Total of value
East Anglia	5,194	4.78%	503,906,069	4.48%
East Midlands	7,095	6.52%	602,327,532	5.36%
Greater London	11,084	10.19%	1,762,898,948	15.68%
Northern	5,687	5.23%	437,752,419	3.89%
North West	11,470	10.55%	974,482,509	8.67%
Scotland	2,887	2.65%	275,634,900	2.45%
South East	22,403	20.60%	2,747,710,658	24.43%
South West	15,058	13.85%	1,543,870,797	13.73%
Wales	6,266	5.76%	511,911,394	4.55%
West Midlands	13,404	12.33%	1,204,052,890	10.71%
Yorkshire & Humberside	8,197	7.54%	680,649,468	6.05%
<b>Total</b>	<b>108,745</b>	<b>100.00%</b>	<b>11,245,197,584</b>	<b>100.00%</b>

### Indexed\* Loan to Value Ratios

	Number of Accounts	Value (£)	% of Total (by Value)
0% < 25%	14,978	607,881,455	5.41%
> 25% to 50%	32,745	2,686,374,358	23.89%
> 50% to 55%	7,533	780,692,582	6.94%
> 55% to 60%	7,659	877,386,720	7.80%
> 60% to 65%	7,710	928,665,636	8.26%
> 65% to 70%	7,850	1,003,982,548	8.93%
> 70% to 75%	7,554	1,020,979,723	9.08%
> 75% to 80%	7,484	1,039,063,782	9.24%
> 80% to 85%	7,469	1,096,339,388	9.75%
> 85% to 90%	6,405	990,797,443	8.81%
> 90% to 95%	1,326	208,191,986	1.85%
> 95%	32	4,841,963	0.04%
<b>Total</b>	<b>108,745</b>	<b>11,245,197,584</b>	<b>100.00%</b>

\* Indexation is applied on a regional basis to property valuations on a quarterly basis in January, April, July and October of each year.

Repayment Terms

	Number of Loans (sub accounts)	Value (£)	% of Total (by Value)
Interest Only	87,709	4,415,814,630	39.27%
Repayment	196,022	6,829,382,954	60.73%
<b>Total</b>	<b>283,731</b>	<b>11,245,197,584</b>	<b>100.00%</b>

Standard Variable Rate

C&G existing borrowers SVR	3.00%
Effective Date of Last Change	1 March 2009

Bonds Outstanding

2008

Series	Rating	Currency	Initial Tranche Size	£ Equivalent	Pool		Current		Margin	Current	Scheduled	Hard/Soft	ISIN : Reg S	ISIN: 144a
	(Moody's/S&P/Fitch)				Factor	Benchmark	Rate Fixing	all-in rate		Payment Dates	Maturity			
Series 2008-1	Aaa/AAA/AAA	GBP	£2,000,000,000	£2,000,000,000	1.00	1m Libor	1.22875%	0.40%	1.62875%	Nov-11	Soft	XS0392503065	-	
Series 2008-2	Aaa/AAA/AAA	GBP	£2,000,000,000	£2,000,000,000	1.00	1m Libor	1.22875%	0.40%	1.62875%	May-12	Soft	XS0392503495	-	
Series 2008-3	Aaa/AAA/AAA	GBP	£2,000,000,000	£2,000,000,000	1.00	1m Libor	1.22875%	0.40%	1.62875%	Nov-12	Soft	XS0392503735	-	
Series 2008-4	Aaa/AAA/AAA	GBP	£2,000,000,000	£2,000,000,000	1.00	1m Libor	1.22875%	0.40%	1.62875%	May-13	Soft	XS0392504030	-	