

Monthly Report September 2011 : Lloyds TSB Covered Bonds LLP

Reporting Information

Reporting Date:	17 October 2011
Reporting Period:	01 September - 30 September 2011

Correspondence Details

Steve Vance	Lloyds TSB Bank plc	Senior Manager	Securitisation	Barnett Way, Gloucester, GL4 3RL	Steve.Vance@Lloydsbanking.com	+44 145 2373701
Gary Staines	Lloyds TSB Bank plc	Director	Securitisation	10 Gresham Street, London, EC2V 7AE	Gary.Staines@Lloydsbanking.com	+44 207 1581932

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	PwC LLP
Servicer	Cheltenham and Gloucester plc
Cash Manager	Cheltenham and Gloucester plc
Covered Bonds Swap Provider	Lloyds TSB Bank plc
Interest Rate Swap Provider	Lloyds TSB Bank plc
Account Bank/GIC provider	Lloyds TSB Bank plc
Arranger	Lloyds TSB Bank plc

Monthly Report September 2011 : Lloyds TSB Covered Bonds LLP

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)	£12,877,040,734
B=(Principal collections not applied)	£4,773,583,266
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)	£1,444,467,146
Total A+B+C+D+E-(X+Y+Z)	£16,206,156,855
Method used for calculating "A" A(b)	
Asset percentage**	79.9%
Covered bonds (GBP)	£11,035,764,033
Over collateralisation	£5,170,392,821

Cash ledgers

Revenue ledger	-
Principal ledger	4,773,583,266
Retained profit	9,000
Reserve ledger	-
Pre-maturity liquidity ledger	-
Capital account ledger - cash capital contributions	-
Total	4,773,592,266

GIC account	4,773,592,266
Transaction account	-
Authorised investments/substitution assets	-
Total	4,773,592,266

Note: The cash ledgers reflect current month cash positions adjusted for the 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 long term Moody's A2 or Fitch A-

**This asset percentage is the required level for a AAA rating from each Rating Agency, including a AAA rating on a Probability of Default (PD) only basis from Fitch. A rating of AAA from each Rating Agency would also be achieved using a lower level of over-collateralisation (a higher asset percentage of 85.1).

Mortgage LLP Assets

Number of Mortgage Accounts in Portfolio	157,249
Current Balance - LLP Mortgage Accounts	£16,197,339,485

Credit ratings*

	Moody's	Fitch
Issuer - short term	P-1	F1+
Issuer - long term	A1	AA-

Issuer event of default	No
LLP Event of default	No

*Ratings applicable at waterfall date

Arrears Analysis of Non-Repurchased Mortgage Accounts*

Month(s) In Arrears	Number of Mortgage Accounts	% of Total by Number	Current Balance (£)	% of Current Balance	Arrears Balance (£)
1 to <2	1,183	0.75	114,644,110	0.71	796,790
2 to <3	442	0.28	42,784,229	0.26	548,337
3 to <6	537	0.34	55,159,406	0.34	1,266,250
6 to <9	244	0.16	23,849,771	0.15	880,499
9 to <12	133	0.08	13,221,972	0.08	682,135
12+	242	0.15	24,223,656	0.15	1,921,682
Total	2,781	1.77	273,883,144	1.69	6,095,694

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 servicer 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 account is deemed to be in arrears. Arrears classification is determined based on the number of equivalent full current 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 2 to <3 months in arrears, and so on. For the purpose of the Asset Coverage Test, an account is treated as being in default if it is 3 or more months in arrears.

Loan Analysis

Weighted Average Seasoning (by value) Months	48.26
Weighted Average Remaining Term (by value) Years	15.82
Average Mortgage Account Balance	£103,004
Weighted Average Original LTV (by value)	62.08%
Weighted Average Current Indexed LTV (by value) *	61.14%

* 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

	Current Balance (£)	% of Current Balance
Fixed Rate Loans	4,688,539,998	28.95%
Standard Variable Rate based Loans	6,990,890,631	43.16%
Tracker Loans	4,517,908,856	27.89%
Total	16,197,339,485	100.00%

Geographic Analysis

	Number of Mortgage Accounts	% of Total of Mortgage Accounts	Current Balance (£)	% of Current Balance
East Anglia	7,350	4.67%	714,183,728	4.41%
East Midlands	10,702	6.81%	906,895,812	5.60%
Greater London	14,534	9.24%	2,324,193,237	14.35%
Northern	9,117	5.80%	700,248,984	4.32%
North West	17,491	11.12%	1,461,826,001	9.03%
Scotland	3,815	2.43%	353,296,244	2.18%
South East	30,928	19.67%	3,878,242,076	23.94%
South West	21,723	13.81%	2,292,058,299	14.15%
Wales	9,546	6.07%	785,359,394	4.85%
West Midlands	19,590	12.46%	1,762,558,427	10.88%
Yorkshire & Humberside	12,453	7.92%	1,018,477,282	6.29%
Total	157,249	100.00%	16,197,339,485	100.00%

Indexed* Loan to Value Ratios

	Number of Mortgage Accounts	% of Total of Mortgage Accounts	Current Balance (£)	% of Current Balance
0% to 25%	25,182	16.01%	942,697,898	5.82%
> 25% to 50%	45,047	28.65%	3,726,558,261	23.01%
> 50% to 55%	10,634	6.76%	1,159,231,507	7.16%
> 55% to 60%	10,853	6.90%	1,282,753,891	7.92%
> 60% to 65%	10,836	6.89%	1,345,511,040	8.31%
> 65% to 70%	11,783	7.49%	1,577,592,767	9.74%
> 70% to 75%	13,218	8.41%	1,828,034,799	11.29%
> 75% to 80%	11,188	7.11%	1,588,513,778	9.81%
> 80% to 85%	7,194	4.57%	1,063,499,972	6.57%
> 85% to 90%	5,009	3.19%	726,277,623	4.48%
> 90% to 95%	2,489	1.58%	358,332,748	2.21%
> 95% to 100%	1,400	0.89%	214,988,335	1.33%
>100%	2,416	1.54%	383,346,865	2.37%
Total	157,249	100.00%	16,197,339,485	100.00%

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

Original Loan to Value Ratios

	Number of Mortgage Accounts	% of Total of Mortgage Accounts	Current Balance (£)	% of Current Balance
0% to 25%	15,616	9.93%	725,163,844	4.48%
> 25% to 50%	45,024	28.63%	3,644,857,250	22.50%
> 50% to 55%	10,613	6.75%	1,098,490,411	6.78%
> 55% to 60%	14,600	9.28%	1,658,920,292	10.24%
> 60% to 65%	9,959	6.33%	1,165,928,488	7.20%
> 65% to 70%	11,668	7.42%	1,455,084,714	8.98%
> 70% to 75%	18,818	11.97%	2,602,621,190	16.07%
> 75% to 80%	8,693	5.53%	1,116,522,342	6.89%
> 80% to 85%	6,041	3.84%	806,030,493	4.98%
> 85% to 90%	9,090	5.78%	1,185,334,572	7.32%
> 90% to 95%	6,630	4.22%	683,075,175	4.22%
> 95% to 100%	451	0.29%	50,838,870	0.31%
>100%	46	0.03%	4,471,842	0.03%
Total	157,249	100.00%	16,197,339,485	100.00%

Outstanding Balances

	Number of Mortgage Accounts	% of Total of Mortgage Accounts	Current Balance (£)	% of Current Balance
< £15,000	5,442	3.46%	46,706,016	0.29%
£15,000 to < £20,000	3,042	1.93%	53,547,896	0.33%
£20,000 to < £30,000	7,622	4.85%	192,125,733	1.19%
£30,000 to < £40,000	9,173	5.83%	322,489,717	1.99%
£40,000 to < £50,000	11,739	7.47%	530,511,789	3.28%
£50,000 to < £60,000	12,757	8.11%	701,090,807	4.33%
£60,000 to < £70,000	12,477	7.93%	809,942,603	5.00%
£70,000 to < £80,000	11,667	7.42%	874,284,571	5.40%
£80,000 to < £90,000	10,510	6.68%	892,316,818	5.51%
£90,000 to < £100,000	9,570	6.09%	908,642,227	5.61%
£100,000 to < £110,000	8,471	5.39%	887,367,655	5.48%
£110,000 to < £120,000	7,403	4.71%	850,730,977	5.25%
£120,000 to < £130,000	6,654	4.23%	830,450,917	5.13%
£130,000 to < £140,000	5,651	3.59%	761,756,698	4.70%
£140,000 to < £150,000	4,955	3.15%	717,873,508	4.43%
£150,000 to < £250,000	22,082	14.04%	4,127,211,795	25.48%
£250,000 to < £350,000	5,349	3.40%	1,550,433,871	9.57%
= > £350,000	2,685	1.71%	1,139,855,887	7.04%
Total	157,249	100.00%	16,197,339,485	100.00%

Seasoning of Loans

	Number of Mortgage Loans	% of Total of Mortgage Loans	Current Balance (£)	% of Current Balance
0 to <6 months	2,008	0.48%	41,488,892	0.26%
6 to <12 months	18,256	4.40%	760,617,737	4.70%
12 to <18 months	33,704	8.12%	1,455,824,500	8.99%
18 to <24 months	24,401	5.88%	994,070,464	6.14%
24 to <30 months	23,433	5.64%	1,076,123,301	6.64%
30 to <36 months	28,015	6.75%	1,427,412,955	8.81%
36 to <42 months	36,503	8.79%	1,656,188,791	10.23%
42 to <48 months	62,819	15.13%	2,783,745,751	17.19%
48 to <54 months	31,828	7.66%	1,372,074,821	8.47%
54 to <60 months	20,542	4.95%	915,893,531	5.65%
60 to <66 months	13,211	3.18%	518,696,988	3.20%
66 to <72 months	11,363	2.74%	433,616,296	2.68%
72+ months	109,174	26.29%	2,761,585,456	17.05%
Total	415,257	100.00%	16,197,339,485	100.00%

Years to Maturity

	Number of Mortgage Loans	% of Total of Mortgage Loans	Current Balance (£)	% of Current Balance
0 to <5 years	45,793	11.03%	931,900,875	5.75%
5 to <10 years	81,649	19.66%	2,303,841,406	14.22%
10 to <15 years	102,286	24.63%	3,587,347,921	22.15%
15 to <20 years	107,903	25.98%	4,952,232,761	30.57%
20 to <25 years	59,939	14.43%	3,401,079,307	21.00%
25 to <30 years	12,011	2.89%	688,636,662	4.25%
30 to <35 years	5,495	1.32%	321,412,735	1.98%
35+ years	181	0.04%	10,887,817	0.07%
Total	415,257	100.00%	16,197,339,485	100.00%

Repayment Terms

	Number of Loans	Current Balance (£)	% of Current Balance
Interest Only	132,280	6,736,839,007	41.59%
Repayment	282,977	9,460,500,477	58.41%
Total	415,257	16,197,339,485	100.00%

Standard Variable Rate

Current Standard Variable Rate	2.50%
Effective date of last change	1 April 2009

2010

Series	Current Rating (Moody's/Fitch)	Currency	Current Tranche Size	£ Equivalent	Coupon Type	Current Rate Fixing	Benchmark	Current Rate Fixing	Margin	Current all-in rate	Interest Payment Frequency	Next Interest Payment Date	Scheduled Repayment Date	Hard/Soft Maturity	ISIN
Series 2010-1	Aaa/AAA	EUR	€ 1,500,000,000	£1,366,500,000	Annual Fixed	3.37500%					Annual	19-Mar-12	17-Mar-15	Soft	XS0482808465
Series 2010-2	Aaa/AAA	EUR	€ 750,000,000	£624,000,000	Annual Fixed	4.00000%					Annual	25-Jun-12	25-Jun-18	Soft	XS0519671787
Series 2010-3	Aaa/AAA	EUR	€ 250,000,000	£206,250,000	Annual Fixed	2.62500%					Annual	02-Jul-12	01-Jul-13	Soft	XS0522716223
Series 2010-4	Aaa/AAA	EUR	€ 50,000,000	£40,919,553	Annual Fixed	4.00000%					Annual	03-Sep-12	02-Sep-24	Soft	XS0538831685
Series 2010-5	Aaa/AAA	EUR	€ 2,000,000,000	£1,712,000,000	Annual Fixed	4.00000%					Annual	01-Oct-12	29-Sep-20	Soft	XS0542950810
Series 2010-6	Aaa/AAA	EUR	€ 250,000,000	£216,250,000	Annual Fixed	2.37500%					Annual	11-Oct-11	11-Oct-13	Soft	XS0548151660
Series 2010-7	Aaa/AAA	EUR	€ 543,000,000	£468,205,500	Annual Fixed	4.00000%					Annual	12-Oct-11	12-Oct-22	Soft	XS0548498343

2011

Series	Current Rating (Moody's/Fitch)	Currency	Current Tranche Size	£ Equivalent	Coupon Type	Current Rate Fixing	Benchmark	Current Rate Fixing	Margin	Current all-in rate	Interest Payment Frequency	Next Interest Payment Date	Scheduled Repayment Date	Hard/Soft Maturity	ISIN
Series 2011-1	Aaa/AAA	EUR	€ 45,000,000	£38,182,500	Annual Fixed	4.90500%					Annual	13-Jan-12	13-Jan-31	Soft	XS0577346553
Series 2011-2	Aaa/AAA	EUR	€ 750,000,000	£630,225,000	Annual Fixed	4.87500%					Annual	13-Jan-12	13-Jan-23	Soft	XS0577606725
Series 2011-3	Aaa/AAA	EUR	€ 250,000,000	£207,950,000	Annual Fixed	2.75000%					Annual	20-Jan-12	20-Jan-14	Soft	XS0580328911
Series 2011-4	Aaa/AAA	NOK	NOK 750,000,000	£80,853,816	Annual Fixed	5.82500%					Annual	26-Jan-12	26-Jan-21	Soft	XS0583560346
Series 2011-5	Aaa/AAA	GBP	£1,250,000,000	£1,250,000,000	Annual Fixed	6.00000%					Annual	08-Feb-12	08-Feb-29	Soft	XS0589945459
Series 2011-6	Aaa/AAA	EUR	€ 250,000,000	£213,125,000	Annual Fixed	3.12500%					Annual	10-Feb-12	10-Feb-14	Soft	XS0590159405
Series 2011-7	Aaa/AAA	EUR	€ 500,000,000	£425,800,000	Annual Fixed	2.87500%					Annual	11-Mar-12	11-Mar-13	Soft	XS0603282939
Series 2011-8	Aaa/AAA	NOK	NOK 500,000,000	£55,139,193	Annual Fixed	5.97000%					Annual	10-Mar-12	10-Mar-21	Soft	XS0603344713
Series 2011-9	Aaa/AAA	EUR	€ 250,000,000	£215,250,000	Annual Fixed	3.37500%					Annual	14-Mar-12	14-Mar-14	Soft	XS0605429454
Series 2011-10	Aaa/AAA	EUR	€ 1,750,000,000	£1,537,112,500	Annual Fixed	4.12500%					Annual	06-Apr-12	06-Apr-16	Soft	XS0613942738
Series 2011-11	Aaa/AAA	EUR	€ 250,000,000	£220,175,000	Annual Fixed	3.50000%					Annual	09-Apr-12	08-Apr-14	Soft	XS0615810149
Series 2011-7a	Aaa/AAA	EUR	€ 500,000,000	£439,000,000	Annual Fixed	2.87500%					Annual	11-Mar-12	11-Mar-13	Soft	XS0603282939
Series 2011-12	Aaa/AAA	EUR	€ 250,000,000	£219,800,000	Floating	n/a	3mth Euribor	1.53400%	0.85%	2.38400%	Quarterly	08-Dec-11	08-Jun-14	Soft	XS0635256349
Series 2011-13	Aaa/AAA	GBP	£45,000,000	£45,000,000	Floating	n/a	3mth GBP Libor	0.90906%	1.08%	1.98906%	Quarterly	12-Dec-11	10-Jun-14	Soft	XS0635887093
Series 2011-14	Aaa/AAA	EUR	€ 200,000,000	£178,220,000	Floating	n/a	3mth Euribor	1.52900%	0.83%	2.35900%	Quarterly	16-Dec-11	16-Jun-14	Soft	XS0636635574
Series 2011-15	Aaa/AAA	NOK	NOK 480,000,000	£54,800,000	Annual Fixed	5.29250%					Annual	14-Jun-12	14-Jun-18	Soft	XS0638557313
Series 2011-16	Aaa/AAA	SEK	SEK 550,000,000	£54,077,971	Floating	n/a	3mth Stibor	2.50000%	0.93%	3.43000%	Quarterly	21-Dec-12	21-Jun-14	Soft	XS0638851427
Series 2011-17	Aaa/AAA	EUR	€ 500,000,000	£440,700,000	Floating	n/a	3mth Euribor	1.60600%	0.85%	2.45600%	Quarterly	18-Oct-11	18-Jul-14	Soft	XS0649795589

2011 N - Bonds

Series	Current Rating (Moody's/Fitch)	Currency	Current Tranche Size	£ Equivalent	Coupon Type	Current Rate Fixing	Benchmark	Current Rate Fixing	Margin	Current all-in rate	Interest Payment Frequency	Next Interest Payment Date	Scheduled Repayment Date	Hard/Soft Maturity	ISIN
Series 2011-18	Aaa/AAA	EUR	€ 110,000,000	£96,228,000	n/a	n/a					Annual	03-Sep-12	01-Sep-26	Soft	n/a