BANK OF CYPRUS EUR 3BN COVERED BOND PROGRAMME

Report Date: 31/10/2020
Completion Date: 04/11/2020

CYPRIOT COVER POOL MONTHLY INVESTOR REPORT

	Series 1	Series 2	Series 3	Series 4	Series 5
Issue	650.000.000 €				
Coupon	EURIBOR 003M + 2.50%				
Coupon Payment Frequency	Quarterly				
Coupon Payment Dates	12/3 - 12/6 - 12/9 - 12/12				
Maturity Date	12/12/2021				
Extension Period	12/12/2075				
Rating Agencies	Moody's/ Fitch				
Issue Rating	Baa3/A				
ISIN	XS0718673311				
Primary Cover Pool Assets	Cypriot Residential Mortgage Loans				
Trustee	Bank of New York Mellon Corporate Trustee Services Ltd				
Account Bank	Bank of New York Mellon				
Swap Counterparties	N/A				

STATUTORY TESTS

BASIC COVER	Value	Requirement	PASS / FAIL
Nominal Value Test			
Eligible Loans (adjusted for set off and LTV) plus interest accrued on the loans	925.056.881		
Complementary Assets (in the basic cover)	0		
Hedging Contracts (mark-to-market value)	0		
Covered Bonds (outstanding amount)	650.000.000		
Result	142,32%	100,00%	PASS
Net Present Value Test			
Eligible Loans (present value of inflows)	1.113.746.176		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	670.312.500		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	106.875		
Result	166,1%	105,0%	PASS
Stress scenarios:			
1. Interest rate shift by -200bps			
Eligible Loans (present value of inflows)	1.107.692.918		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	670.312.500		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	106.875		
Result	165,2%	105,0%	PASS
2. Interest rate shift by +200bps			
Eligible Loans (present value of inflows)	1.087.111.965		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	667.366.859		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	105.524		
Result	162,9%	105,0%	PASS

3. VaR Negative shift in interest rates			
Eligible Loans (present value of inflows)	1.155.648.383		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	670.340.058		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	106.804		
Result	172,4%	105,0%	PASS
4. VaR Positive shift in interest rates			
Eligible Loans (present value of inflows)	1.147.497.111		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	670.312.500		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	106.875		
Result	171,2%	105,0%	PASS
Weighted Maturity Test			
Weighted Average Life of Cover Pool assets in the basic and supervisory cover	8,90		
Weighted average life of covered bonds	1,1		
Result		D(pool) > D(bond)	PASS
Liquidity Test			
1. if Maturity Date > 180 days		Complementary Assets > highest net outflow in the next 180 days	PASS
Complementary Assets	33.335.645		
Outflow in the next 180 days	3.305.828		
2. if Maturity Date >30 days, <180 days			
2a) First Test	N/A	Complementary Assets > highest net outflow until bond maturity (excl. principal)	N/A
2b) Second Test	N/A	Complementary/Liquid Assets >= 50% of Bond principal amount	N/A
3. if Maturity Date < 30 days			
2a) First Test	N/A	Complementary Assets > highest net outflow until bond maturity (excl. principal)	N/A
2b) Second Test	N/A	Complementary/Liquid Assets >= 50% of Bond principal amount	N/A

SUPERVISORY OVER-COLLATERALISATION	**COVER POOL**	**REQUIREMENT**	**PASS / FAIL**
Complementary Assets	5,1%	5,0%	PASS

COMMITTED OVERCOLLATERALISATION TEST	**COVER POOL**	**REQUIREMENT**	**PASS / FAIL**
Committed Overcollateralisation Requirement as per OC Notice	47,4%	47,0%	PASS

COVER POOL INFORMATION

Cover Pool Summary	
Total LOAN BALANCE:	1.005.223.365 €
Average LOAN BALANCE:	73.320 €
NO. OF LOANS:	13.710
WA SEASONING (in months):	87,9
WA REMAINING TERM (in months):	201,0
NO. OF BORROWERS:	15.077
NO. OF PROPERTIES:	10.795
WA LTV:	52,2%
Loans to employees of group:	3,1%
WA Interest Rate on Floating rate Loans:	2,3%
WA MARGIN ON FLOATING RATE LOANS:	2,0%
WA Interest Rate on Floating rate Loans originated over last quarter:	2,4%
Percentage of VARIABLE MORTGAGES (based on bank's rates):	42,9%
WA Interest Rate on Fixed rate Loans:	2,3%
Borrower concentration: %age of largest 10 borrowers :	2,06%
Loans in arrears > 90 days:	0,0%

Supervisory Over Collateralisation	
Supplementary Assets	33.335.645 €
Transaction Account Balance	33.970.860 €
Deducting for liquidity reserve	(3.305.828)
Net supplementary assets available for OC	64.000.677 €
Contractual Over Collateralisation	
Loan balances in excess of basic cover	355.223.365 €
Adjustment to Loan balances due to set-off	66.852.723 €
Adjustment to Loan balances due to LTV	13.313.761 €
Total Cover Pool OC (allowing for set-off and LTV)	275.056.881 €
As a % of Outstanding Cover Bond Issuance	42,3%
Asset Percentage (Covered Bond Issuance as a % of Cover Assets)	70,3%
TOTAL COMMITED OVER COLLATERALISATION	
In Basic Cover	42,3%
In Supplementary Assets	5,1%
Total	**47,4%**

Cover Pool Indexed LTV Distribution

Indexed LTV ranges	Total Loan Balance	No. of Borrowers
0-≤40%	302.709.044 €	7.003
>40%-≤50%	153.302.556 €	1.973
>50%-≤60%	157.226.580 €	1.810
>60%-≤70%	160.762.706 €	1.866
>70%-≤80%	131.960.204 €	1.487
>80%-≤85%	37.812.877 €	364
>85%-≤90%	27.620.129 €	249
>90%-≤95%	22.160.971 €	214
>95%-≤100%	11.668.298 €	111
>100%-≤105%	- €	-
>105%	- €	-
TOTAL	**1.005.223.365 €**	**15.077**

Cover Pool Regional Distribution

Region	Total Loan Balance	% of total loan balance
Nicosia	415.152.796 €	41,3%
Limassol	326.424.083 €	32,5%
Larnaca	114.998.620 €	11,4%
Paphos	103.069.777 €	10,3%
Ammochostos	45.578.088 €	4,5%
No data		0,0%
		0,0%
		0,0%
		0,0%
		0,0%
		0,0%
TOTAL	**1.005.223.365 €**	**100,0%**

Cover Pool Rate Type Distribution

Rate Type	Total Loan Balance	% of total loan balance
Floating rate	987.820.862 €	98,3%
Fixed rate with reset <2 years	4.661.453 €	0,5%
Fixed rate with reset ≥2 but < 5 years	7.104.397 €	0,7%
Fixed rate with reset ≥5 years	5.636.652 €	0,6%
TOTAL	**1.005.223.365 €**	**100,0%**

Cover Pool Occupancy Type Distribution

Occupancy Type	Total Loan Balance	% of total loan balance
Owner-occupied	901.746.090 €	89,7%
Non-owner-occupied (buy-to-let) where BORROWER has < 3 properties	30.847.961 €	3,1%
Non-owner-occupied (buy-to-let) where BORROWER has > 2 properties	- €	0,0%
Vacation/ second home	72.442.002 €	7,2%
Partially owner-occupied	- €	0,0%
Other/No data	187.311 €	0,0%
TOTAL	**1.005.223.365 €**	**100,0%**

Bank of Cyprus

Cover Pool Property Type Distribution

Property Type	Total Loan Balance	% of total loan balance
House	761.988.355 €	75,8%
Flat in block with less than 4 units	- €	0,0%
Flat in block with 4 or more units	243.235.009 €	24,2%
PARTIAL COMMERCIAL USE	- €	0,0%
Other/No data		0,0%
TOTAL	**1.005.223.365 €**	**100,0%**

Cover Pool Loan Type Distribution

Loan Type	Total Loan Balance	% of total loan balance
Purchase	711.583.380 €	70,8%
RE-MORTGAGE	- €	0,0%
EQUITY RELEASE	107.393.948 €	10,7%
RENOVATION	157.154.616 €	15,6%
Construction (new)	- €	0,0%
Other/No data	29.091.421 €	2,9%
TOTAL	**1.005.223.365 €**	**100,0%**

Cover Pool Seasoning Distribution

Seasoning (months)	Total Loan Balance	% of total loan balance
< 12	68.501.094 €	6,8%
≥12-<24	109.084.136 €	10,9%
≥24-<36	99.881.206 €	9,9%
≥36-<60	145.201.623 €	14,4%
≥60	582.555.306 €	58,0%
TOTAL	**1.005.223.365 €**	**100,0%**

Cover Pool Loans - Arrears Analysis

Months	Total Loan Balance	% of total loan balance
Not in Arrears	995.161.799 €	99,0%
<2 (and not BPI or Fce)	9.791.109 €	1,0%
≥2-<6 (and not BPI or Fce)	270.457 €	0,0%
≥6-<12 (and not BPI or Fce)	- €	0,0%
>12 (and not BPI or Fce)	- €	0,0%
Bankruptcy proceedings initialted ("BPI") (and not Fce)	- €	0,0%
Foreclosure ("Fce")	- €	0,0%
TOTAL	**1.005.223.365 €**	**100,0%**