

BANK OF CYPRUS EUR 3BN COVERED BOND PROGRAMME

Report Date: 30/11/2020
Completion Date: 03/12/2020

CYPRLOT 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	925.173.435		
Complementary Assets (in the basic cover)	0		
Hedging Contracts (mark-to-market value)	0		
Covered Bonds (outstanding amount)	650.000.000		
Result	142,33%	100,00%	PASS
Net Present Value Test			
Eligible Loans (present value of inflows)	1.113.076.066		
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	166,0%	105,0%	PASS
Stress scenarios:			
1. Interest rate shift by -200bps			
Eligible Loans (present value of inflows)	1.106.254.620		
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	165,0%	105,0%	PASS
2. Interest rate shift by +200bps			
Eligible Loans (present value of inflows)	1.086.437.823		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	667.364.956		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	105.523		
Result	162,8%	105,0%	PASS

3. VaR Negative shift in interest rates			
Eligible Loans (present value of inflows)	1.153.711.725		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	670.341.914		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	106.809		
Result	172,1%	105,0%	PASS
4. VaR Positive shift in interest rates			
Eligible Loans (present value of inflows)	1.145.910.842		
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	170,9%	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	1,0		
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	33.271.760		
Outflow in the next 180 days	3.305.828		
2. if Maturity Date >30 days, <180 days		Complementary Assets > highest net outflow until bond maturity (excl. principal)	N/A
2a) First Test	N/A		N/A
2b) Second Test	N/A	Complementary/Liquid Assets >= 50% of Bond principal amount	N/A
3. if Maturity Date < 30 days		Complementary Assets > highest net outflow until bond maturity (excl. principal)	N/A
2a) First Test	N/A		N/A
2b) Second Test	N/A	Complementary/Liquid Assets >= 50% of Bond principal amount	N/A
SUPERVISORY OVER-COLLATERALISATION			
Complementary Assets	COVER POOL	REQUIREMENT	PASS / FAIL
	5,1%	5,0%	PASS
COMMITTED OVERCOLLATERALISATION TEST			
Committed Overcollateralisation Requirement as per OC Notice	COVER POOL	REQUIREMENT	PASS / FAIL
	47,5%	47,0%	PASS

COVER POOL INFORMATION

Cover Pool Summary	
Total LOAN BALANCE:	1.005.070.473 €
Average LOAN BALANCE:	73.187 €
NO. OF LOANS:	13.733
WA SEASONING (in months):	88,6
WA REMAINING TERM (in months):	200,0
NO. OF BORROWERS:	15.089
NO. OF PROPERTIES:	10.791
WA LTV:	52,0%
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:	2,5%
Percentage of VARIABLE MORTGAGES (based on bank's rates):	42,8%
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	33.271.760 €
Transaction Account Balance	40.431.713 €
Deducting for liquidity reserve	(3.305.828)
Net supplementary assets available for OC	70.397.645 €

Contractual Over Collateralisation	
Loan balances in excess of basic cover	355.070.473 €
Adjustment to Loan balances due to set-off	67.181.303 €
Adjustment to Loan balances due to LTV	12.715.735 €
Total Cover Pool OC (allowing for set-off and LTV)	275.173.435 €
As a % of Outstanding Cover Bond Issuance	42,3%
Asset Percentage (Covered Bond Issuance as a % of Cover Assets)	70,3%

TOTAL COMMITTED OVER COLLATERALISATION	
In Basic Cover	42,3%
In Supplementary Assets	5,1%
Total	47,5%

Cover Pool Indexed LTV Distribution

Indexed LTV ranges	Total Loan Balance	No. of Borrowers
0-≤40%	305.421.868 €	7.030
>40%-≤50%	155.360.914 €	1.985
>50%-≤60%	155.218.445 €	1.804
>60%-≤70%	161.893.015 €	1.877
>70%-≤80%	132.249.537 €	1.497
>80%-≤85%	35.569.050 €	331
>85%-≤90%	28.859.013 €	266
>90%-≤95%	20.855.263 €	206
>95%-≤100%	9.643.370 €	93
>100%-≤105%	- €	-
>105%	- €	-
TOTAL	1.005.070.473 €	15.089

Cover Pool Regional Distribution

Region	Total Loan Balance	% of total loan balance
Nicosia	415.653.757 €	41,4%
Limassol	326.142.078 €	32,4%
Larnaca	114.355.701 €	11,4%
Paphos	103.024.517 €	10,3%
Ammochostos	45.894.420 €	4,6%
No data		0,0%
		0,0%
		0,0%
		0,0%
		0,0%
		0,0%
TOTAL	1.005.070.473 €	100,0%

Cover Pool Rate Type Distribution

Rate Type	Total Loan Balance	% of total loan balance
Floating rate	987.909.361 €	98,3%
Fixed rate with reset <2 years	4.530.939 €	0,5%
Fixed rate with reset ≥2 but < 5 years	7.010.762 €	0,7%
Fixed rate with reset ≥5 years	5.619.412 €	0,6%
TOTAL	1.005.070.473 €	100,0%

Cover Pool Occupancy Type Distribution

Occupancy Type	Total Loan Balance	% of total loan balance
Owner-occupied	901.810.603 €	89,7%
Non-owner-occupied (buy-to-let) where BORROWER has < 3 properties	30.838.848 €	3,1%
Non-owner-occupied (buy-to-let) where BORROWER has > 2 properties	- €	0,0%
Vacation/ second home	72.234.340 €	7,2%
Partially owner-occupied	- €	0,0%
Other/No data	186.683 €	0,0%
TOTAL	1.005.070.473 €	100,0%

Cover Pool Property Type Distribution

Property Type	Total Loan Balance	% of total loan balance
House	761.993.353 €	75,8%
Flat in block with less than 4 units	- €	0,0%
Flat in block with 4 or more units	243.077.120 €	24,2%
PARTIAL COMMERCIAL USE	- €	0,0%
Other/No data	- €	0,0%
TOTAL	1.005.070.473 €	100,0%

Cover Pool Loan Type Distribution

Loan Type	Total Loan Balance	% of total loan balance
Purchase	712.668.191 €	70,9%
RE-MORTGAGE	- €	0,0%
EQUITY RELEASE	107.660.691 €	10,7%
RENOVATION	156.723.372 €	15,6%
Construction (new)	- €	0,0%
Other/No data	28.018.218 €	2,8%
TOTAL	1.005.070.473 €	100,0%

Cover Pool Seasoning Distribution

Seasoning (months)	Total Loan Balance	% of total loan balance
< 12	64.846.189 €	6,5%
≥12-<24	105.727.554 €	10,5%
≥24-<36	102.171.156 €	10,2%
≥36-<60	147.343.012 €	14,7%
≥60	584.982.562 €	58,2%
TOTAL	1.005.070.473 €	100,0%

Cover Pool Loans - Arrears Analysis

Months	Total Loan Balance	% of total loan balance
Not in Arrears	995.398.633 €	99,0%
<2 (and not BPI or Fce)	9.054.504 €	0,9%
≥2-<6 (and not BPI or Fce)	617.336 €	0,1%
≥6-<12 (and not BPI or Fce)	- €	0,0%
>12 (and not BPI or Fce)	- €	0,0%
Bankruptcy proceedings initiated ("BPI") (and not Fce)	- €	0,0%
Foreclosure ("Fce")	- €	0,0%
TOTAL	1.005.070.473 €	100,0%