BANK OF CYPRUS EUR 3BN COVERED BOND PROGRAMME

Report Date: 28/02/2019
Completion Date: 04/03/2019

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	924.654.710		
Complementary Assets (in the basic cover)	0		
Hedging Contracts (mark-to-market value)	0		
Covered Bonds (outstanding amount)	650.000.000		
Result	142,25%	100,00%	PASS
Net Present Value Test			
Eligible Loans (present value of inflows)	1.106.556.381		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	699.043.816		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	256.500		
Result	158,2%	105,0%	PASS
Stress scenarios:			
1. Interest rate shift by -200bps			
Eligible Loans (present value of inflows)	1.107.728.113		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	698.750.000		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	256.500		
Result	158,5%	105,0%	PASS
2. Interest rate shift by +200bps			
Eligible Loans (present value of inflows)	1.083.269.129		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	693.826.922		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	248.225		
Result	156,1%	105,0%	PASS

3. VaR Negative shift in interest rates			
Eligible Loans (present value of inflows)	1.081.364.171		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	700.334.359		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	256.500		
Result	154,4%	105,0%	PASS
4. VaR Positive shift in interest rates			
Eligible Loans (present value of inflows)	1.161.713.659		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	698.750.000		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	256.500		
Result	166,2%	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	2,7		
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	33.479.826		
Outflow in the next 180 days	3.638.601		
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	5,2%	5,0%	PASS

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

Bank of Cyprus

COVER POOL INFORMATION

Cover Pool Summary	
Total LOAN BALANCE:	1.013.532.240 €
Average LOAN BALANCE:	76.667 €
NO. OF LOANS:	13.220
WA SEASONING (in months):	82,4
WA REMAINING TERM (in months):	197,5
NO. OF BORROWERS:	14.629
NO. OF PROPERTIES:	10.564
WA LTV:	53,7%
Loans to employees of group:	3,9%
WA Interest Rate on Floating rate Loans:	2,7%
WA MARGIN ON FLOATING RATE LOANS:	2,0%
WA Interest Rate on Floating rate Loans originated over last quarter:	2,3%
Percentage of VARIABLE MORTGAGES (based on bank's rates):	44,7%
WA Interest Rate on Fixed rate Loans:	2,6%
Borrower concentration: %age of largest 10 borrowers :	2,31%
Loans in arrears > 90 days:	0,0%

Supervisory Over Collateralisation	
Supplementary Assets	33.479.826 €
Transaction Account Balance	17.740.854 €
Deducting for liquidity reserve	(3.638.601)
Net supplementary assets available for OC	47.582.079 €
Contractual Over Collateralisation	
Loan balances in excess of basic cover	363.532.240 €
Adjustment to Loan balances due to set-off	72.593.849 €
Adjustment to Loan balances due to LTV	16.283.681 €
Total Cover Pool OC (allowing for set-off and LTV)	274.654.710 €
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	5,2%
Total	**47,4%**

Cover Pool Indexed LTV Distribution

Indexed LTV ranges	Total Loan Balance	No. of Borrowers
0-≤40%	295.702.343 €	6.641
>40%-≤50%	147.244.186 €	1.868
>50%-≤60%	151.186.514 €	1.719
>60%-≤70%	160.821.267 €	1.776
>70%-≤80%	128.776.142 €	1.404
>80%-≤85%	42.065.740 €	413
>85%-≤90%	38.226.697 €	360
>90%-≤95%	27.932.264 €	252
>95%-≤100%	21.577.086 €	196
>100%-≤105%	- €	-
>105%	- €	-
TOTAL	**1.013.532.240 €**	**14.629**

Bank of Cyprus

Cover Pool Regional Distribution

Region	Total Loan Balance	% of total loan balance
Nicosia	430.730.096 €	42,5%
Limassol	328.885.145 €	32,4%
Larnaca	111.759.297 €	11,0%
Paphos	100.332.288 €	9,9%
Ammochostos	41.825.414 €	4,1%
No data		0,0%
		0,0%
		0,0%
		0,0%
		0,0%
		0,0%
TOTAL	**1.013.532.240 €**	**100,0%**

Cover Pool Rate Type Distribution

Rate Type	Total Loan Balance	% of total loan balance
Floating rate	1.000.937.295 €	98,8%
Fixed rate with reset <2 years	5.403.919 €	0,5%
Fixed rate with reset ≥2 but < 5 years	3.139.347 €	0,3%
Fixed rate with reset ≥5 years	4.051.679 €	0,4%
TOTAL	**1.013.532.240 €**	**100,0%**

Cover Pool Occupancy Type Distribution

Occupancy Type	Total Loan Balance	% of total loan balance
Owner-occupied	905.911.930 €	89,4%
Non-owner-occupied (buy-to-let) where BORROWER has < 3 properties	35.065.845 €	3,5%
Non-owner-occupied (buy-to-let) where BORROWER has > 2 properties	- €	0,0%
Vacation/ second home	72.149.208 €	7,1%
Partially owner-occupied	- €	0,0%
Other/No data	405.258 €	0,0%
TOTAL	**1.013.532.240 €**	**100,0%**

Cover Pool Property Type Distribution

Property Type	Total Loan Balance	% of total loan balance
House	772.857.069 €	76,3%
Flat in block with less than 4 units	- €	0,0%
Flat in block with 4 or more units	240.675.171 €	23,7%
PARTIAL COMMERCIAL USE	- €	0,0%
Other/No data		0,0%
TOTAL	**1.013.532.240 €**	**100,0%**

Cover Pool Loan Type Distribution

Loan Type	Total Loan Balance	% of total loan balance
Purchase	704.199.159 €	69,5%
RE-MORTGAGE	- €	0,0%
EQUITY RELEASE	90.831.289 €	9,0%
RENOVATION	192.913.731 €	19,0%
Construction (new)	- €	0,0%
Other/No data	25.588.061 €	2,5%
TOTAL	**1.013.532.240 €**	**100,0%**

Cover Pool Seasoning Distribution

Seasoning (months)	Total Loan Balance	% of total loan balance
< 12	128.146.702 €	12,6%
≥12-<24	81.928.505 €	8,1%
≥24-<36	86.098.025 €	8,5%
≥36-<60	67.705.905 €	6,7%
≥60	649.653.103 €	64,1%
TOTAL	**1.013.532.240 €**	**100,0%**

Cover Pool Loans - Arrears Analysis

Months	Total Loan Balance	% of total loan balance
Not in Arrears	954.498.643 €	94,2%
<2 (and not BPI or Fce)	55.790.515 €	5,5%
≥2-<6 (and not BPI or Fce)	3.243.081 €	0,3%
≥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	**1.013.532.240 €**	**100,0%**