BANK OF CYPRUS EUR 3BN COVERED BOND PROGRAMME

Report Date: 30/04/2019
Completion Date: 02/05/2019

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	925.185.607		
Complementary Assets (in the basic cover)	0		
Hedging Contracts (mark-to-market value)	0		
Covered Bonds (outstanding amount)	650.000.000		
Result	142,34%	100,00%	PASS
Net Present Value Test			
Eligible Loans (present value of inflows)	1.107.146.846		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	694.687.500		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	235.125		
Result	159,3%	105,0%	PASS
Stress scenarios:			
1. Interest rate shift by -200bps			
Eligible Loans (present value of inflows)	1.106.261.139		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	694.687.500		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	235.125		
Result	159,2%	105,0%	PASS
2. Interest rate shift by +200bps			
Eligible Loans (present value of inflows)	1.083.131.482		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	690.126.293		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	228.322		
Result	156,9%	105,0%	PASS

3. VaR Negative shift in interest rates			
Eligible Loans (present value of inflows)	1.117.326.367		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	696.185.745		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	234.961		
Result	160,4%	105,0%	PASS
4. VaR Positive shift in interest rates			
Eligible Loans (present value of inflows)	1.113.170.467		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	694.687.500		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	235.125		
Result	160,2%	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	2,6		
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	33.509.976		
Outflow in the next 180 days	3.641.156		
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	47,5%	47,0%	PASS

COVER POOL INFORMATION

Cover Pool Summary	
Total LOAN BALANCE:	1.013.755.882 €
Average LOAN BALANCE:	75.840 €
NO. OF LOANS:	13.367
WA SEASONING (in months):	82,7
WA REMAINING TERM (in months):	197,5
NO. OF BORROWERS:	14.811
NO. OF PROPERTIES:	10.702
WA LTV:	53,4%
Loans to employees of group:	3,8%
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):	45,2%
WA Interest Rate on Fixed rate Loans:	2,5%
Borrower concentration: %age of largest 10 borrowers :	2,19%
Loans in arrears > 90 days:	0,0%

Supervisory Over Collateralisation	
Supplementary Assets	33.509.976 €
Transaction Account Balance	29.722.452 €
Deducting for liquidity reserve	(3.641.156)
Net supplementary assets available for OC	59.591.272 €
Contractual Over Collateralisation	
Loan balances in excess of basic cover	363.755.882 €
Adjustment to Loan balances due to set-off	72.755.219 €
Adjustment to Loan balances due to LTV	15.815.056 €
Total Cover Pool OC (allowing for set-off and LTV)	275.185.607 €
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	**47,5%**

Cover Pool Indexed LTV Distribution

Indexed LTV ranges	Total Loan Balance	No. of Borrowers
0-≤40%	301.858.700 €	6.762
>40%-≤50%	144.656.908 €	1.868
>50%-≤60%	151.465.279 €	1.793
>60%-≤70%	161.448.847 €	1.770
>70%-≤80%	128.127.170 €	1.421
>80%-≤85%	42.568.878 €	404
>85%-≤90%	37.167.219 €	361
>90%-≤95%	26.852.111 €	241
>95%-≤100%	19.610.769 €	191
>100%-≤105%	- €	-

>105%	- €	-
TOTAL	**1.013.755.882 €**	**14.811**

Cover Pool Regional Distribution

Region	Total Loan Balance	% of total loan balance
Nicosia	432.992.068 €	42,7%
Limassol	326.499.886 €	32,2%
Larnaca	110.819.285 €	10,9%
Paphos	100.840.582 €	9,9%
Ammochostos	42.604.061 €	4,2%
No data		0,0%
		0,0%
		0,0%
		0,0%
		0,0%
		0,0%
TOTAL	**1.013.755.882 €**	**100,0%**

Cover Pool Rate Type Distribution

Rate Type	Total Loan Balance	% of total loan balance
Floating rate	1.001.219.668 €	98,8%
Fixed rate with reset <2 years	5.351.068 €	0,5%
Fixed rate with reset ≥2 but < 5 years	3.031.444 €	0,3%
Fixed rate with reset ≥5 years	4.153.702 €	0,4%
TOTAL	**1.013.755.882 €**	**100,0%**

Cover Pool Occupancy Type Distribution

Occupancy Type	Total Loan Balance	% of total loan balance
Owner-occupied	904.646.991 €	89,2%
Non-owner-occupied (buy-to-let) where BORROWER has < 3 properties	35.091.163 €	3,5%
Non-owner-occupied (buy-to-let) where BORROWER has > 2 properties	- €	0,0%
Vacation/ second home	73.628.703 €	7,3%
Partially owner-occupied	- €	0,0%
Other/No data	389.025 €	0,0%
TOTAL	**1.013.755.882 €**	**100,0%**

Cover Pool Property Type Distribution

Property Type	Total Loan Balance	% of total loan balance
House	770.909.203 €	76,0%
Flat in block with less than 4 units	- €	0,0%
Flat in block with 4 or more units	242.846.679 €	24,0%
PARTIAL COMMERCIAL USE	- €	0,0%
Other/No data		0,0%
TOTAL	**1.013.755.882 €**	**100,0%**

Cover Pool Loan Type Distribution

Loan Type	Total Loan Balance	% of total loan balance
Purchase	706.492.199 €	69,7%
RE-MORTGAGE	- €	0,0%
EQUITY RELEASE	91.575.639 €	9,0%
RENOVATION	188.392.949 €	18,6%
Construction (new)	- €	0,0%
Other/No data	27.295.095 €	2,7%
TOTAL	**1.013.755.882 €**	**100,0%**

Cover Pool Seasoning Distribution

Seasoning (months)	Total Loan Balance	% of total loan balance
< 12	124.234.024 €	12,3%
≥12-<24	89.246.223 €	8,8%
≥24-<36	80.402.924 €	7,9%
≥36-<60	76.987.516 €	7,6%
≥60	642.885.194 €	63,4%
TOTAL	**1.013.755.882 €**	**100,0%**

Cover Pool Loans - Arrears Analysis

Months	Total Loan Balance	% of total loan balance
Not in Arrears	974.415.130 €	96,1%
<2 (and not BPI or Fce)	36.936.051 €	3,6%
≥2-<6 (and not BPI or Fce)	2.404.701 €	0,2%
≥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	**1.013.755.882 €**	**100,0%**