

**BANK OF CYPRUS EUR 3BN COVERED BOND PROGRAMME****Report Date:** 30/06/2019  
**Completion Date:** 02/07/2019**CYPRIOI COVER POOL MONTHLY INVESTOR REPORT**

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

## STATUTORY TESTS

BASIC COVER	Value	Requirement	PASS / FAIL
<b>Nominal Value Test</b>			
Eligible Loans (adjusted for set off and LTV) plus interest accrued on the loans	925.093.958		
Complementary Assets (in the basic cover)	0		
Hedging Contracts (mark-to-market value)	0		
Covered Bonds (outstanding amount)	650.000.000		
<b>Result</b>	<b>142,32%</b>	<b>100,00%</b>	<b>PASS</b>
<b>Net Present Value Test</b>			
Eligible Loans (present value of inflows)	1.110.385.289		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	690.625.000		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	213.750		
<b>Result</b>	<b>160,7%</b>	<b>105,0%</b>	<b>PASS</b>
<b>Stress scenarios:</b>			
<b>1. Interest rate shift by -200bps</b>			
Eligible Loans (present value of inflows)	1.104.472.587		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	690.625.000		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	213.750		
<b>Result</b>	<b>159,9%</b>	<b>105,0%</b>	<b>PASS</b>
<b>2. Interest rate shift by +200bps</b>			
Eligible Loans (present value of inflows)	1.083.522.087		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	686.483.988		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	208.494		
<b>Result</b>	<b>157,8%</b>	<b>105,0%</b>	<b>PASS</b>

<b>3. VaR Negative shift in interest rates</b>			
Eligible Loans (present value of inflows)	1.122.444.044		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	692.523.671		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	213.532		
<b>Result</b>	162,0%	105,0%	PASS
<b>4. VaR Positive shift in interest rates</b>			
Eligible Loans (present value of inflows)	1.128.670.508		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	690.625.000		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	213.750		
<b>Result</b>	163,4%	105,0%	PASS
<b>Weighted Maturity Test</b>			
Weighted Average Life of Cover Pool assets in the basic and supervisory cover	8,80		
Weighted average life of covered bonds	2,4		
<b>Result</b>		D(pool) > D(bond)	PASS
<b>Liquidity Test</b>			
1. if Maturity Date > 180 days		Complementary Assets > highest net outflow in the next 180 days	PASS
Complementary Assets	33.580.126		
Outflow in the next 180 days	3.624.544		
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
<b>SUPERVISORY OVER-COLLATERALISATION</b>			
Complementary Assets	COVER POOL	REQUIREMENT	PASS / FAIL
	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:	1.005.254.112 €
Average LOAN BALANCE:	75.232 €
NO. OF LOANS:	13.362
WA SEASONING (in months):	82,9
WA REMAINING TERM (in months):	197,4
NO. OF BORROWERS:	14.787
NO. OF PROPERTIES:	10.672
WA LTV:	53,3%
Loans to employees of group:	3,8%
WA Interest Rate on Floating rate Loans:	2,6%
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):	44,9%
WA Interest Rate on Fixed rate Loans:	2,4%
Borrower concentration: %age of largest 10 borrowers :	2,22%
Loans in arrears > 90 days:	0,0%

Supervisory Over Collateralisation	
Supplementary Assets	33.580.126 €
Transaction Account Balance	16.497.205 €
Deducting for liquidity reserve	(3.624.544)
Net supplementary assets available for OC	46.452.786 €
Contractual Over Collateralisation	
Loan balances in excess of basic cover	355.254.112 €
Adjustment to Loan balances due to set-off	64.945.593 €
Adjustment to Loan balances due to LTV	15.214.561 €
Total Cover Pool OC (allowing for set-off and LTV)	275.093.958 €
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	5,2%
<b>Total</b>	<b>47,5%</b>

### Cover Pool Indexed LTV Distribution

Indexed LTV ranges	Total Loan Balance	No. of Borrowers
0-≤40%	298.673.563 €	6.743
>40%-≤50%	146.464.785 €	1.912
>50%-≤60%	153.293.750 €	1.772
>60%-≤70%	159.077.433 €	1.778
>70%-≤80%	127.567.488 €	1.432
>80%-≤85%	41.518.096 €	400
>85%-≤90%	35.090.551 €	341
>90%-≤95%	26.921.214 €	243
>95%-≤100%	16.647.232 €	166
>100%-≤105%	- €	-

>105%	- €	-
<b>TOTAL</b>	<b>1.005.254.112 €</b>	<b>14.787</b>

## Cover Pool Regional Distribution

Region	Total Loan Balance	% of total loan balance
Nicosia	427.676.481 €	42,5%
Limassol	326.479.245 €	32,5%
Larnaca	108.631.424 €	10,8%
Paphos	98.238.852 €	9,8%
Ammochostos	44.228.110 €	4,4%
No data		0,0%
		0,0%
		0,0%
		0,0%
		0,0%
<b>TOTAL</b>	<b>1.005.254.112 €</b>	<b>100,0%</b>

## Cover Pool Rate Type Distribution

Rate Type	Total Loan Balance	% of total loan balance
Floating rate	991.086.772 €	98,6%
Fixed rate with reset <2 years	5.775.994 €	0,6%
Fixed rate with reset ≥2 but < 5 years	3.766.411 €	0,4%
Fixed rate with reset ≥5 years	4.624.936 €	0,5%
<b>TOTAL</b>	<b>1.005.254.112 €</b>	<b>100,0%</b>

## Cover Pool Occupancy Type Distribution

Occupancy Type	Total Loan Balance	% of total loan balance
Owner-occupied	894.796.615 €	89,0%
Non-owner-occupied (buy-to-let) where BORROWER has < 3 properties	35.418.312 €	3,5%
Non-owner-occupied (buy-to-let) where BORROWER has > 2 properties	- €	0,0%
Vacation/ second home	74.664.354 €	7,4%
Partially owner-occupied	- €	0,0%
Other/No data	374.831 €	0,0%
<b>TOTAL</b>	<b>1.005.254.112 €</b>	<b>100,0%</b>

## Cover Pool Property Type Distribution

Property Type	Total Loan Balance	% of total loan balance
House	762.094.914 €	75,8%
Flat in block with less than 4 units	- €	0,0%
Flat in block with 4 or more units	243.159.198 €	24,2%
PARTIAL COMMERCIAL USE	- €	0,0%
Other/No data	- €	0,0%
<b>TOTAL</b>	<b>1.005.254.112 €</b>	<b>100,0%</b>

## Cover Pool Loan Type Distribution

Loan Type	Total Loan Balance	% of total loan balance
Purchase	700.771.809 €	69,7%
RE-MORTGAGE	- €	0,0%
EQUITY RELEASE	95.225.754 €	9,5%
RENOVATION	181.274.889 €	18,0%
Construction (new)	- €	0,0%
Other/No data	27.981.660 €	2,8%
<b>TOTAL</b>	<b>1.005.254.112 €</b>	<b>100,0%</b>

## Cover Pool Seasoning Distribution

Seasoning (months)	Total Loan Balance	% of total loan balance
< 12	117.534.275 €	11,7%
≥12-<24	98.110.863 €	9,8%
≥24-<36	75.651.313 €	7,5%
≥36-<60	89.074.732 €	8,9%
≥60	624.882.928 €	62,2%
<b>TOTAL</b>	<b>1.005.254.112 €</b>	<b>100,0%</b>

## Cover Pool Loans - Arrears Analysis

Months	Total Loan Balance	% of total loan balance
Not in Arrears	958.520.271 €	95,4%
<2 (and not BPI or Fce)	44.453.900 €	4,4%
≥2-<6 (and not BPI or Fce)	2.279.942 €	0,2%
≥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%
<b>TOTAL</b>	<b>1.005.254.112 €</b>	<b>100,0%</b>