BANK OF CYPRUS EUR 3BN COVERED BOND PROGRAMME

Report Date: 31/07/2019
Completion Date: 05/08/2019

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	925.205.173		
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)	1.110.940.123		
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		
Result	160,8%	105,0%	PASS
Stress scenarios:			
1. Interest rate shift by -200bps			
Eligible Loans (present value of inflows)	1.103.138.746		
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		
Result	159,7%	105,0%	PASS
2. Interest rate shift by +200bps			
Eligible Loans (present value of inflows)	1.083.724.176		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	686.560.460		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	208.640		
Result	157,8%	105,0%	PASS

3. VaR Negative shift in interest rates			
Eligible Loans (present value of inflows)	1.128.763.009		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	692.458.410		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	213.449		
Result	163,0%	105,0%	PASS
4. VaR Positive shift in interest rates			
Eligible Loans (present value of inflows)	1.132.590.527		
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		
Result	163,9%	105,0%	PASS
Weighted Maturity Test			
Weighted Average Life of Cover Pool assets in the basic and supervisory cover	8,80		
Weighted average life of covered bonds	2,3		
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	33.589.757		
Outflow in the next 180 days	3.624.544		
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:	1.005.010.952 €
Average LOAN BALANCE:	75.040 €
NO. OF LOANS:	13.393
WA SEASONING (in months):	83,2
WA REMAINING TERM (in months):	197,1
NO. OF BORROWERS:	14.794
NO. OF PROPERTIES:	10.679
WA LTV:	53,2%
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	33.589.757 €
Transaction Account Balance	19.977.363 €
Deducting for liquidity reserve	(3.624.544)
Net supplementary assets available for OC	49.942.575 €
Contractual Over Collateralisation	
Loan balances in excess of basic cover	355.010.952 €
Adjustment to Loan balances due to set-off	64.990.349 €
Adjustment to Loan balances due to LTV	14.815.430 €
Total Cover Pool OC (allowing for set-off and LTV)	275.205.173 €
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%	299.524.525 €	6.759
>40%-≤50%	147.286.338 €	1.897
>50%-≤60%	150.908.075 €	1.767
>60%-≤70%	159.205.584 €	1.767
>70%-≤80%	129.673.866 €	1.473
>80%-≤85%	42.277.358 €	414
>85%-≤90%	33.913.166 €	326
>90%-≤95%	25.833.422 €	227
>95%-≤100%	16.388.618 €	164
>100%-≤105%	- €	-

>105%	- €	-
TOTAL	**1.005.010.952 €**	**14.794**

Bank of Cyprus

Cover Pool Regional Distribution

Region	Total Loan Balance	% of total loan balance
Nicosia	425.978.864 €	42,4%
Limassol	327.422.670 €	32,6%
Larnaca	108.929.622 €	10,8%
Paphos	98.403.879 €	9,8%
Ammochostos	44.275.917 €	4,4%
No data		0,0%
		0,0%
		0,0%
		0,0%
		0,0%
		0,0%
TOTAL	**1.005.010.952 €**	**100,0%**

Cover Pool Rate Type Distribution

Rate Type	Total Loan Balance	% of total loan balance
Floating rate	990.646.113 €	98,6%
Fixed rate with reset <2 years	6.139.907 €	0,6%
Fixed rate with reset ≥2 but < 5 years	3.305.797 €	0,3%
Fixed rate with reset ≥5 years	4.919.134 €	0,5%
TOTAL	**1.005.010.952 €**	**100,0%**

Cover Pool Occupancy Type Distribution

Occupancy Type	Total Loan Balance	% of total loan balance
Owner-occupied	895.014.638 €	89,1%
Non-owner-occupied (buy-to-let) where BORROWER has < 3 properties	35.018.073 €	3,5%
Non-owner-occupied (buy-to-let) where BORROWER has > 2 properties	- €	0,0%
Vacation/ second home	74.610.976 €	7,4%
Partially owner-occupied	- €	0,0%
Other/No data	367.264 €	0,0%
TOTAL	**1.005.010.952 €**	**100,0%**

Cover Pool Property Type Distribution

Property Type	Total Loan Balance	% of total loan balance
House	761.830.893 €	75,8%
Flat in block with less than 4 units	- €	0,0%
Flat in block with 4 or more units	243.180.059 €	24,2%
PARTIAL COMMERCIAL USE	- €	0,0%
Other/No data		0,0%
TOTAL	**1.005.010.952 €**	**100,0%**

Cover Pool Loan Type Distribution

Loan Type	Total Loan Balance	% of total loan balance
Purchase	702.794.084 €	69,9%
RE-MORTGAGE	- €	0,0%
EQUITY RELEASE	94.830.784 €	9,4%
RENOVATION	179.027.277 €	17,8%
Construction (new)	- €	0,0%
Other/No data	28.358.806 €	2,8%
TOTAL	**1.005.010.952 €**	**100,0%**

Cover Pool Seasoning Distribution

Seasoning (months)	Total Loan Balance	% of total loan balance
< 12	116.639.686 €	11,6%
≥12-<24	98.508.954 €	9,8%
≥24-<36	74.468.201 €	7,4%
≥36-<60	95.275.560 €	9,5%
≥60	620.118.550 €	61,7%
TOTAL	**1.005.010.952 €**	**100,0%**

Cover Pool Loans - Arrears Analysis

Months	Total Loan Balance	% of total loan balance
Not in Arrears	941.404.545 €	93,7%
<2 (and not BPI or Fce)	61.259.781 €	6,1%
≥2-<6 (and not BPI or Fce)	2.346.626 €	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	**1.005.010.952 €**	**100,0%**