BANK OF CYPRUS EUR 3BN COVERED BOND PROGRAMME

Report Date: 31/10/2019
Completion Date: 05/11/2019

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	924.773.458		
Complementary Assets (in the basic cover)	0		
Hedging Contracts (mark-to-market value)	0		
Covered Bonds (outstanding amount)	650.000.000		
Result	142,27%	100,00%	PASS
Net Present Value Test			
Eligible Loans (present value of inflows)	1.106.891.475		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	686.562.500		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	192.375		
Result	161,2%	105,0%	PASS
Stress scenarios:			
1. Interest rate shift by -200bps			
Eligible Loans (present value of inflows)	1.101.400.012		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	686.562.500		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	192.375		
Result	160,4%	105,0%	PASS
2. Interest rate shift by +200bps			
Eligible Loans (present value of inflows)	1.080.946.255		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	682.705.638		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	188.004		
Result	158,3%	105,0%	PASS

3. VaR Negative shift in interest rates			
Eligible Loans (present value of inflows)	1.118.086.876		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	688.005.045		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	192.328		
Result	162,5%	105,0%	PASS
4. VaR Positive shift in interest rates			
Eligible Loans (present value of inflows)	1.118.204.598		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	686.562.500		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	192.375		
Result	162,8%	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	2,1		
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	33.680.210		
Outflow in the next 180 days	3.444.953		
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

Bank of Cyprus

COVER POOL INFORMATION

Cover Pool Summary	
Total LOAN BALANCE:	999.873.946 €
Average LOAN BALANCE:	73.835 €
NO. OF LOANS:	13.542
WA SEASONING (in months):	83,3
WA REMAINING TERM (in months):	197,2
NO. OF BORROWERS:	14.852
NO. OF PROPERTIES:	10.713
WA LTV:	53,1%
Loans to employees of group:	3,7%
WA Interest Rate on Floating rate Loans:	2,5%
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):	44,2%
WA Interest Rate on Fixed rate Loans:	2,3%
Borrower concentration: %age of largest 10 borrowers :	1,60%
Loans in arrears > 90 days:	0,0%

Supervisory Over Collateralisation	
Supplementary Assets	33.680.210 €
Transaction Account Balance	27.946.046 €
Deducting for liquidity reserve	(3.444.953)
Net supplementary assets available for OC	58.181.302 €
Contractual Over Collateralisation	
Loan balances in excess of basic cover	349.873.946 €
Adjustment to Loan balances due to set-off	60.863.730 €
Adjustment to Loan balances due to LTV	14.236.758 €
Total Cover Pool OC (allowing for set-off and LTV)	274.773.458 €
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%	297.827.425 €	6.802
>40%-≤50%	142.605.406 €	1.861
>50%-≤60%	151.947.614 €	1.760
>60%-≤70%	161.589.104 €	1.829
>70%-≤80%	130.690.005 €	1.514
>80%-≤85%	43.597.056 €	419
>85%-≤90%	30.874.593 €	295
>90%-≤95%	25.938.813 €	232
>95%-≤100%	14.803.932 €	140
>100%-≤105%	- €	-
>105%	- €	-
TOTAL	**999.873.946 €**	**14.852**

Cover Pool Regional Distribution

Region	Total Loan Balance	% of total loan balance
Nicosia	423.660.496 €	42,4%
Limassol	321.365.123 €	32,1%
Larnaca	109.816.030 €	11,0%
Paphos	99.899.289 €	10,0%
Ammochostos	45.133.008 €	4,5%
No data		0,0%
		0,0%
		0,0%
		0,0%
		0,0%
		0,0%
TOTAL	**999.873.946 €**	**100,0%**

Cover Pool Rate Type Distribution

Rate Type	Total Loan Balance	% of total loan balance
Floating rate	983.783.895 €	98,4%
Fixed rate with reset <2 years	6.432.803 €	0,6%
Fixed rate with reset ≥2 but < 5 years	4.159.267 €	0,4%
Fixed rate with reset ≥5 years	5.497.981 €	0,5%
TOTAL	**999.873.946 €**	**100,0%**

Cover Pool Occupancy Type Distribution

Occupancy Type	Total Loan Balance	% of total loan balance
Owner-occupied	891.976.182 €	89,2%
Non-owner-occupied (buy-to-let) where BORROWER has < 3 properties	32.378.674 €	3,2%
Non-owner-occupied (buy-to-let) where BORROWER has > 2 properties	- €	0,0%
Vacation/ second home	75.099.181 €	7,5%
Partially owner-occupied	- €	0,0%
Other/No data	419.910 €	0,0%
TOTAL	**999.873.946 €**	**100,0%**

Cover Pool Property Type Distribution

Property Type	Total Loan Balance	% of total loan balance
House	756.893.146 €	75,7%
Flat in block with less than 4 units	- €	0,0%
Flat in block with 4 or more units	242.980.801 €	24,3%
PARTIAL COMMERCIAL USE	- €	0,0%
Other/No data		0,0%
TOTAL	**999.873.946 €**	**100,0%**

Cover Pool Loan Type Distribution

Loan Type	Total Loan Balance	% of total loan balance
Purchase	700.454.904 €	70,1%
RE-MORTGAGE	- €	0,0%
EQUITY RELEASE	97.154.711 €	9,7%
RENOVATION	173.125.057 €	17,3%
Construction (new)	- €	0,0%
Other/No data	29.139.274 €	2,9%
TOTAL	**999.873.946 €**	**100,0%**

Cover Pool Seasoning Distribution

Seasoning (months)	Total Loan Balance	% of total loan balance
< 12	117.869.977 €	11,8%
≥12-<24	103.548.228 €	10,4%
≥24-<36	71.243.996 €	7,1%
≥36-<60	106.162.258 €	10,6%
≥60	601.049.488 €	60,1%
TOTAL	**999.873.946 €**	**100,0%**

Cover Pool Loans - Arrears Analysis

Months	Total Loan Balance	% of total loan balance
Not in Arrears	939.133.034 €	93,9%
<2 (and not BPI or Fce)	58.323.179 €	5,8%
≥2-<6 (and not BPI or Fce)	2.417.733 €	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	**999.873.946 €**	**100,0%**