BANK OF CYPRUS EUR 3BN COVERED BOND PROGRAMME

Report Date: 29/02/2020
Completion Date: 05/03/2020

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	924.898.075		
Complementary Assets (in the basic cover)	0		
Hedging Contracts (mark-to-market value)	0		
Covered Bonds (outstanding amount)	650.000.000		
Result	142,29%	100,00%	PASS
Net Present Value Test			
Eligible Loans (present value of inflows)	1.105.245.801		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	682.500.000		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	171.000		
Result	161,9%	105,0%	PASS
Stress scenarios:			
1. Interest rate shift by -200bps			
Eligible Loans (present value of inflows)	1.098.587.670		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	682.500.000		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	171.000		
Result	160,9%	105,0%	PASS
2. Interest rate shift by +200bps			
Eligible Loans (present value of inflows)	1.079.793.972		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	678.935.708		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	167.578		
Result	159,0%	105,0%	PASS

3. VaR Negative shift in interest rates			
Eligible Loans (present value of inflows)	1.127.172.788		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	682.639.506		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	171.000		
Result	165,1%	105,0%	PASS
4. VaR Positive shift in interest rates			
Eligible Loans (present value of inflows)	1.131.071.772		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	682.500.000		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	171.000		
Result	165,7%	105,0%	PASS
Weighted Maturity Test			
Weighted Average Life of Cover Pool assets in the basic and supervisory cover	8,70		
Weighted average life of covered bonds	1,8		
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	33.612.425		
Outflow in the next 180 days	3.461.918		
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:	998.804.767 €
Average LOAN BALANCE:	72.911 €
NO. OF LOANS:	13.699
WA SEASONING (in months):	84,5
WA REMAINING TERM (in months):	196,1
NO. OF BORROWERS:	15.037
NO. OF PROPERTIES:	10.843
WA LTV:	51,9%
Loans to employees of group:	3,3%
WA Interest Rate on Floating rate Loans:	2,4%
WA MARGIN ON FLOATING RATE LOANS:	2,0%
WA Interest Rate on Floating rate Loans originated over last quarter:	2,6%
Percentage of VARIABLE MORTGAGES (based on bank's rates):	43,9%
WA Interest Rate on Fixed rate Loans:	2,3%
Borrower concentration: %age of largest 10 borrowers :	1,57%
Loans in arrears > 90 days:	0,0%

Supervisory Over Collateralisation	
Supplementary Assets	33.612.425 €
Transaction Account Balance	17.542.977 €
Deducting for liquidity reserve	(3.461.918)
Net supplementary assets available for OC	47.693.484 €
Contractual Over Collateralisation	
Loan balances in excess of basic cover	348.804.767 €
Adjustment to Loan balances due to set-off	62.103.207 €
Adjustment to Loan balances due to LTV	11.803.485 €
Total Cover Pool OC (allowing for set-off and LTV)	274.898.075 €
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%	306.755.151 €	7.051
>40%-≤50%	151.817.801 €	1.947
>50%-≤60%	159.102.939 €	1.821
>60%-≤70%	156.149.162 €	1.842
>70%-≤80%	128.125.163 €	1.448
>80%-≤85%	38.256.521 €	367
>85%-≤90%	29.088.462 €	274
>90%-≤95%	18.423.880 €	177
>95%-≤100%	11.085.687 €	110
>100%-≤105%	- €	-

>105%	- €	-
TOTAL	**998.804.767 €**	**15.037**

Bank of Cyprus

Cover Pool Regional Distribution

Region	Total Loan Balance	% of total loan balance
Nicosia	421.500.437 €	42,2%
Limassol	322.378.430 €	32,3%
Larnaca	110.451.986 €	11,1%
Paphos	100.338.804 €	10,0%
Ammochostos	44.135.111 €	4,4%
No data		0,0%
		0,0%
		0,0%
		0,0%
		0,0%
		0,0%
TOTAL	**998.804.767 €**	**100,0%**

Cover Pool Rate Type Distribution

Rate Type	Total Loan Balance	% of total loan balance
Floating rate	980.875.719 €	98,2%
Fixed rate with reset <2 years	6.318.081 €	0,6%
Fixed rate with reset ≥2 but < 5 years	5.606.993 €	0,6%
Fixed rate with reset ≥5 years	6.003.975 €	0,6%
TOTAL	**998.804.767 €**	**100,0%**

Cover Pool Occupancy Type Distribution

Occupancy Type	Total Loan Balance	% of total loan balance
Owner-occupied	893.268.310 €	89,4%
Non-owner-occupied (buy-to-let) where BORROWER has < 3 properties	30.002.115 €	3,0%
Non-owner-occupied (buy-to-let) where BORROWER has > 2 properties	- €	0,0%
Vacation/ second home	75.203.823 €	7,5%
Partially owner-occupied	- €	0,0%
Other/No data	330.519 €	0,0%
TOTAL	**998.804.767 €**	**100,0%**

Cover Pool Property Type Distribution

Property Type	Total Loan Balance	% of total loan balance
House	755.902.132 €	75,7%
Flat in block with less than 4 units	- €	0,0%
Flat in block with 4 or more units	242.902.636 €	24,3%
PARTIAL COMMERCIAL USE	- €	0,0%
Other/No data		0,0%
TOTAL	**998.804.767 €**	**100,0%**

Cover Pool Loan Type Distribution

Loan Type	Total Loan Balance	% of total loan balance
Purchase	704.913.818 €	70,6%
RE-MORTGAGE	- €	0,0%
EQUITY RELEASE	97.535.953 €	9,8%
RENOVATION	165.955.464 €	16,6%
Construction (new)	- €	0,0%
Other/No data	30.399.532 €	3,0%
TOTAL	**998.804.767 €**	**100,0%**

Cover Pool Seasoning Distribution

Seasoning (months)	Total Loan Balance	% of total loan balance
< 12	97.503.529 €	9,8%
≥12-<24	115.870.401 €	11,6%
≥24-<36	76.655.194 €	7,7%
≥36-<60	120.545.728 €	12,1%
≥60	588.229.916 €	58,9%
TOTAL	**998.804.767 €**	**100,0%**

Cover Pool Loans - Arrears Analysis

Months	Total Loan Balance	% of total loan balance
Not in Arrears	966.832.534 €	96,8%
<2 (and not BPI or Fce)	31.076.991 €	3,1%
≥2-<6 (and not BPI or Fce)	895.243 €	0,1%
≥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	**998.804.767 €**	**100,0%**