BANK OF CYPRUS EUR 3BN COVERED BOND PROGRAMME

Report Date: 31/03/2020
Completion Date: 06/04/2020

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	924.786.450		
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)	1.107.297.981		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	678.437.500		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	149.625		
Result	163,2%	105,0%	PASS
Stress scenarios:			
1. Interest rate shift by -200bps			
Eligible Loans (present value of inflows)	1.101.315.566		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	678.437.500		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	149.625		
Result	162,3%	105,0%	PASS
2. Interest rate shift by +200bps			
Eligible Loans (present value of inflows)	1.080.419.343		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	674.936.784		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	146.822		
Result	160,0%	105,0%	PASS

3. VaR Negative shift in interest rates			
Eligible Loans (present value of inflows)	1.125.454.924		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	678.449.363		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	149.625		
Result	165,8%	105,0%	PASS
4. VaR Positive shift in interest rates			
Eligible Loans (present value of inflows)	1.128.232.240		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	678.437.500		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	149.625		
Result	166,3%	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	1,7		
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	33.290.535		
Outflow in the next 180 days	3.624.658		
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	5,1%	5,0%	PASS

COMMITTED OVERCOLLATERALISATION TEST	COVER POOL	REQUIREMENT	PASS / FAIL
Committed Overcollateralisation Requirement as per OC Notice	47,4%	47,0%	PASS

COVER POOL INFORMATION

Cover Pool Summary	
Total LOAN BALANCE:	999.603.424 €
Average LOAN BALANCE:	72.588 €
NO. OF LOANS:	13.771
WA SEASONING (in months):	84,8
WA REMAINING TERM (in months):	196,5
NO. OF BORROWERS:	15.161
NO. OF PROPERTIES:	10.884
WA LTV:	52,2%
Loans to employees of group:	3,1%
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:	2,5%
Percentage of VARIABLE MORTGAGES (based on bank's rates):	43,4%
WA Interest Rate on Fixed rate Loans:	2,3%
Borrower concentration: %age of largest 10 borrowers :	1,49%
Loans in arrears > 90 days:	0,0%

Supervisory Over Collateralisation	
Supplementary Assets	33.290.535 €
Transaction Account Balance	25.269.825 €
Deducting for liquidity reserve	(3.624.658)
Net supplementary assets available for OC	54.935.702 €
Contractual Over Collateralisation	
Loan balances in excess of basic cover	349.603.424 €
Adjustment to Loan balances due to set-off	61.977.556 €
Adjustment to Loan balances due to LTV	12.839.418 €
Total Cover Pool OC (allowing for set-off and LTV)	274.786.450 €
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	5,1%
Total	**47,4%**

Cover Pool Indexed LTV Distribution

Indexed LTV ranges	Total Loan Balance	No. of Borrowers
0-≤40%	303.114.066 €	7.079
>40%-≤50%	152.091.178 €	1.973
>50%-≤60%	156.671.987 €	1.814
>60%-≤70%	155.109.300 €	1.843
>70%-≤80%	128.052.358 €	1.463
>80%-≤85%	40.329.778 €	376
>85%-≤90%	29.870.332 €	282
>90%-≤95%	20.447.522 €	192
>95%-≤100%	13.916.904 €	139
>100%-≤105%	- €	-
>105%	- €	-
TOTAL	**999.603.424 €**	**15.161**

Cover Pool Regional Distribution

Region	Total Loan Balance	% of total loan balance
Nicosia	418.546.382 €	41,9%
Limassol	321.157.796 €	32,1%
Larnaca	112.453.532 €	11,2%
Paphos	102.294.253 €	10,2%
Ammochostos	45.151.462 €	4,5%
No data		0,0%
		0,0%
		0,0%
		0,0%
		0,0%
		0,0%
TOTAL	**999.603.424 €**	**100,0%**

Cover Pool Rate Type Distribution

Rate Type	Total Loan Balance	% of total loan balance
Floating rate	981.232.506 €	98,2%
Fixed rate with reset <2 years	6.558.097 €	0,7%
Fixed rate with reset ≥2 but < 5 years	6.021.078 €	0,6%
Fixed rate with reset ≥5 years	5.791.743 €	0,6%
TOTAL	**999.603.424 €**	**100,0%**

Cover Pool Occupancy Type Distribution

Occupancy Type	Total Loan Balance	% of total loan balance
Owner-occupied	893.482.758 €	89,4%
Non-owner-occupied (buy-to-let) where BORROWER has < 3 properties	31.082.214 €	3,1%
Non-owner-occupied (buy-to-let) where BORROWER has > 2 properties	- €	0,0%
Vacation/ second home	74.771.945 €	7,5%
Partially owner-occupied	- €	0,0%
Other/No data	266.507 €	0,0%
TOTAL	**999.603.424 €**	**100,0%**

Cover Pool Property Type Distribution

Property Type	Total Loan Balance	% of total loan balance
House	756.535.698 €	75,7%
Flat in block with less than 4 units	- €	0,0%
Flat in block with 4 or more units	243.067.726 €	24,3%
PARTIAL COMMERCIAL USE	- €	0,0%
Other/No data		0,0%
TOTAL	**999.603.424 €**	**100,0%**

Cover Pool Loan Type Distribution

Loan Type	Total Loan Balance	% of total loan balance
Purchase	700.879.596 €	70,1%
RE-MORTGAGE	- €	0,0%
EQUITY RELEASE	101.728.567 €	10,2%
RENOVATION	167.152.676 €	16,7%
Construction (new)	- €	0,0%
Other/No data	29.842.585 €	3,0%
TOTAL	**999.603.424 €**	**100,0%**

Cover Pool Seasoning Distribution

Seasoning (months)	Total Loan Balance	% of total loan balance
< 12	99.138.969 €	9,9%
≥12-<24	112.185.773 €	11,2%
≥24-<36	79.060.912 €	7,9%
≥36-<60	123.410.692 €	12,3%
≥60	585.807.079 €	58,6%
TOTAL	**999.603.424 €**	**100,0%**

Cover Pool Loans - Arrears Analysis

Months	Total Loan Balance	% of total loan balance
Not in Arrears	920.758.239 €	92,1%
<2 (and not BPI or Fce)	77.677.327 €	7,8%
≥2-<6 (and not BPI or Fce)	1.167.858 €	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	**999.603.424 €**	**100,0%**