BANK OF CYPRUS EUR 3BN COVERED BOND PROGRAMME

Report Date: 30/11/2017
Completion Date: 06/12/2017

CYPRIOT COVER POOL MONTHLY INVESTOR REPORT

	Series 1	Series 2	Series 3	Series 4	Series 5
Issue	650.000.000 €				
Coupon	EURIBOR 003M + 3.25%				
Coupon Payment Frequency	Quarterly				
Coupon Payment Dates	12/3 - 12/6 - 12/9 - 12/12				
Maturity Date	12/12/2018				
Extension Period	12/12/2072				
Rating Agencies	Moody's/ Fitch				
Issue Rating	Baa3/BBB-				
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	923.737.849		
Complementary Assets (in the basic cover)	0		
Hedging Contracts (mark-to-market value)	0		
Covered Bonds (outstanding amount)	650.000.000		
Result	142,11%	100,00%	PASS
Net Present Value Test			
Eligible Loans (present value of inflows)	1.176.573.222		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	676.406.250		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	106.875		
Result	173,9%	105,0%	PASS
Stress scenarios:			
1. Interest rate shift by -200bps			
Eligible Loans (present value of inflows)	1.216.678.570		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	676.406.250		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	106.875		
Result	179,8%	105,0%	PASS
2. Interest rate shift by +200bps			
Eligible Loans (present value of inflows)	1.095.920.908		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	673.089.676		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	105.390		
Result	162,8%	105,0%	PASS

3. VaR Negative shift in interest rates			
Eligible Loans (present value of inflows)	1.213.943.438		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	676.756.974		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	106.875		
Result	179,3%	105,0%	PASS
4. VaR Positive shift in interest rates			
Eligible Loans (present value of inflows)	1.151.323.105		
Complementary Assets (present value of inflows)	0		
Claims under hedging contracts	0		
Covered Bond Holders (present value of payments)	676.406.250		
Obligations under hedging contracts	0		
Other Cover Pool Creditors (present value of payments)	106.875		
Result	170,2%	105,0%	PASS
Weighted Maturity Test			
Weighted Average Life of Cover Pool assets in the basic and supervisory cover	9,10		
Weighted average life of covered bonds	1,2		
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	33.918.158		
Outflow in the next 180 days	4.796.079		
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	47,3%	47,0%	PASS

COVER POOL INFORMATION

Cover Pool Summary	
Total LOAN BALANCE:	999.420.676 €
Average LOAN BALANCE:	78.343 €
NO. OF LOANS:	12.757
WA SEASONING (in months):	84,4
WA REMAINING TERM (in months):	195,0
NO. OF BORROWERS:	13.893
NO. OF PROPERTIES:	10.230
WA LTV:	55,4%
Loans to employees of group:	4,5%
WA Interest Rate on Floating rate Loans:	3,1%
WA MARGIN ON FLOATING RATE LOANS:	2,4%
WA Interest Rate on Floating rate Loans originated over last quarter:	3,0%
Percentage of VARIABLE MORTGAGES (based on bank's rates):	34,3%
WA Interest Rate on Fixed rate Loans:	3,1%
Borrower concentration: %age of largest 10 borrowers :	1,88%
Loans in arrears > 90 days:	0,0%

Supervisory Over Collateralisation	
Supplementary Assets	33.918.158 €
Transaction Account Balance	36.377.933 €
Deducting for liquidity reserve	(4.796.079)
Net supplementary assets available for OC	65.500.012 €
Contractual Over Collateralisation	
Loan balances in excess of basic cover	349.420.676 €
Adjustment to Loan balances due to set-off	54.444.656 €
Adjustment to Loan balances due to LTV	21.238.171 €
Total Cover Pool OC (allowing for set-off and LTV)	273.737.849 €
As a % of Outstanding Cover Bond Issuance	42,1%
Asset Percentage (Covered Bond Issuance as a % of Cover Assets)	70,4%
TOTAL COMMITED OVER COLLATERALISATION	
In Basic Cover	42,1%
In Supplementary Assets	5,2%
Total	**47,3%**

Cover Pool Indexed LTV Distribution

Indexed LTV ranges	Total Loan Balance	No. of Borrowers
0-≤40%	280.044.830 €	6.217
>40%-≤50%	135.946.566 €	1.712
>50%-≤60%	135.801.343 €	1.545
>60%-≤70%	154.781.780 €	1.555
>70%-≤80%	126.232.552 €	1.287
>80%-≤85%	52.792.870 €	483
>85%-≤90%	46.805.739 €	459
>90%-≤95%	43.136.628 €	394
>95%-≤100%	23.878.368 €	241
>100%-≤105%	- €	-

>105%	- €	-
TOTAL	**999.420.676 €**	**13.893**

Bank of Cyprus

Cover Pool Regional Distribution

Region	Total Loan Balance	% of total loan balance
Nicosia	442.648.304 €	44,3%
Limassol	311.820.886 €	31,2%
Larnaca	109.845.317 €	11,0%
Paphos	95.237.429 €	9,5%
Ammochostos	39.868.740 €	4,0%
No data		0,0%
		0,0%
		0,0%
		0,0%
		0,0%
		0,0%
TOTAL	**999.420.676 €**	**100,0%**

Cover Pool Rate Type Distribution

Rate Type	Total Loan Balance	% of total loan balance
Floating rate	994.015.380 €	99,5%
Fixed rate with reset <2 years	978.225 €	0,1%
Fixed rate with reset ≥2 but < 5 years	338.665 €	0,0%
Fixed rate with reset ≥5 years	4.088.406 €	0,4%
TOTAL	**999.420.676 €**	**100,0%**

Cover Pool Occupancy Type Distribution

Occupancy Type	Total Loan Balance	% of total loan balance
Owner-occupied	874.791.090 €	87,5%
Non-owner-occupied (buy-to-let) where BORROWER has < 3 properties	47.424.530 €	4,7%
Non-owner-occupied (buy-to-let) where BORROWER has > 2 properties	- €	0,0%
Vacation/ second home	77.205.056 €	7,7%
Partially owner-occupied	- €	0,0%
Other/No data		0,0%
TOTAL	**999.420.676 €**	**100,0%**

Bank of Cyprus

Cover Pool Property Type Distribution

Property Type	Total Loan Balance	% of total loan balance
House	758.752.521 €	75,9%
Flat in block with less than 4 units	- €	0,0%
Flat in block with 4 or more units	240.668.154 €	24,1%
PARTIAL COMMERCIAL USE	- €	0,0%
Other/No data		0,0%
TOTAL	**999.420.676 €**	**100,0%**

Cover Pool Loan Type Distribution

Loan Type	Total Loan Balance	% of total loan balance
Purchase	646.099.080 €	64,6%
RE-MORTGAGE	- €	0,0%
EQUITY RELEASE	88.439.751 €	8,8%
RENOVATION	240.674.615 €	24,1%
Construction (new)	- €	0,0%
Other/No data	24.207.229 €	2,4%
TOTAL	**999.420.676 €**	**100,0%**

Cover Pool Seasoning Distribution

Seasoning (months)	Total Loan Balance	% of total loan balance
< 12	69.434.711 €	6,9%
≥12-<24	85.988.618 €	8,6%
≥24-<36	41.153.641 €	4,1%
≥36-<60	39.732.120 €	4,0%
≥60	763.111.586 €	76,4%
TOTAL	**999.420.676 €**	**100,0%**

Cover Pool Loans - Arrears Analysis

Months	Total Loan Balance	% of total loan balance
Not in Arrears	911.230.657 €	91,2%
<2 (and not BPI or Fce)	85.768.049 €	8,6%
≥2-<6 (and not BPI or Fce)	2.421.970 €	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	**999.420.676 €**	**100,0%**