

Brief report

Date: 08/31/2010  
 Currency: EUR

Date of constitution  
 04/16/1999

VAT Reg. no.  
 V82311796

Management Company  
 Europea de Titulización S.G.F.T

Originator  
 Barclays Bank (B. Zaragoza)

Servicer  
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Lead Managers  
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Bond Underwriters and Placement Agents  
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 Caja Madrid

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 AIAF Mercado de Renta Fija

Register of Book Securities  
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Treasury Account  
 Barclays Bank (B. Zaragoza)

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Subordinated Loan  
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 Deloitte (ejercicios 2009 a actual)  
 Ernst & Young (hasta ejercicio 2008)

Issued securities: Mortgage-Backed Bonds

Bonds Issue										
Series ISIN Code	Issue date N° bonds	Principal outstanding (Bond Unit / Series Total / %Factor)		Interest type Reference rate and margin Payment Date	Interest Rate Next coupon	Redemption		Rating		
		Current	Original			Final maturity (legal)	Next	Fitch / Moody's	Current	Original
Series A ES0315271009	04/20/1999 3,386	3,544.31 12,001,033.66	100,000.00 338,600,000.00	Floating 3-M Euribor+0.180% 17.Mar/Jun/Sep/Dec	0.9155% 09/17/2010 8.18 Gross 6.63 Net	03/17/2024 Quarterly 17.Mar/Jun/Sep/Dec	09/17/2010 "Pass-Through"	AAA Aaa	AAA Aaa	
Series B ES0315271017	04/20/1999 114	100,000.00 11,400,000.00	100,000.00 11,400,000.00	Floating 3-M Euribor+0.500% 17.Mar/Jun/Sep/Dec	1.2400% 09/17/2010 312.55 Gross 253.17 Net	03/17/2024 Quarterly 17.Mar/Jun/Sep/Dec	To be determined "Pass-Through" Secutorial	AA+ A2	A+ A2	
Total		23,401,033.66	350,000,000.00							

Estimated average life (in years) and maturity according to different hypothesis of constant prepayment rates (CPR)												
Series	Option	Average life	Years	% Monthly CPR (SMM)						Final Maturity	Years	
				0.17	0.34	0.51	0.69	0.87	1.06			1.25
Series A	With optional redemption *	Average life	Years	2.00	4.00	6.00	8.00	10.00	12.00	14.00	16.00	
		Date	09/17/2010	09/17/2010	09/17/2010	09/17/2010	09/17/2010	09/17/2010	09/17/2010	09/17/2010	09/17/2010	09/17/2010
		Final Maturity	Years	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25
	Without optional redemption *	Average life	Years	1.28	1.21	1.16	1.11	1.06	1.02	0.98	0.95	
		Date	09/27/2011	09/02/2011	08/13/2011	07/25/2011	07/09/2011	06/24/2011	06/11/2011	05/29/2011	05/29/2011	
		Final Maturity	Years	3.75	2.50	5.25	2.25	2.25	2.00	2.00	6.51	
Series B	With optional redemption *	Average life	Years	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	
		Date	09/17/2010	09/17/2010	09/17/2010	09/17/2010	09/17/2010	09/17/2010	09/17/2010	09/17/2010	09/17/2010	09/17/2010
		Final Maturity	Years	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25
	Without optional redemption *	Average life	Years	6.22	5.87	5.55	5.25	4.97	4.72	4.48	4.27	
		Date	09/02/2016	04/28/2016	01/01/2016	09/14/2015	06/06/2015	03/06/2015	12/09/2014	09/22/2014	09/22/2014	
		Final Maturity	Years	25.77	25.77	25.77	25.77	25.77	25.77	25.77	25.77	25.77
Date				03/17/2036	03/17/2036	03/17/2036	03/17/2036	03/17/2036	03/17/2036	03/17/2036	03/17/2036	

\* Optional clean up call when the amount of the outstanding balance of the securitised assets is less than 10 per 100 of the initial outstanding balance.  
 Hypothesis of delinquency and default assumptions of the securitised assets: 0%

Credit enhancement and financial operations

Credit enhancement (CE)					
	Current		At issue date		
		% CE		% CE	
Series A	51.28%	12,001,033.66	53.21%	96.74%	338,600,000.00
Series B	48.72%	11,400,000.00	4.49%	3.26%	11,400,000.00
Issue of Bonds		23,401,033.66			350,000,000.00
Reserve Fund	4.49%	1,050,000.00	2.00%		7,000,000.00

Other financial operations (current)			
Assets	Balance	Interest	
Treasury Account	2,489,398.98	0.733%	
Servicer ppal collect not yet credited	32,093.85		
Servicer ints collect not yet credited	1,592.46		
Liabilities	Available	Balance	Interest
Subordinated Loan L/T		1,028,485.74	1.250%
Subordinated Loan S/T		0.00	

Collateral: Residential mortgage loans

General			
	Current	At constitution date	
Count	1,517	7,760	
Principal			
Principal outstanding	21,950,670.53	350,002,847.85	
Average loan	14,469.79	45,103.46	
Minimum	206.72	14,743.02	
Maximum	116,252.11	291,614.96	
Interest rate			
Weighted average (wac)	3.71%	5.18%	
Minimum	0.00%	3.75%	
Maximum	6.00%	7.90%	
Final maturity			
Weighted average (WARM) (months)	84	168	
Minimum	09/01/2010	09/01/2002	
Maximum	06/01/2036	02/01/2024	
Index (principal outstanding distribution)			
1-year EURIBOR/MIBOR	6.95%	0.00%	
1-year EURIBOR/MIBOR (Mortgage Market)	93.05%	100.00%	

LTV Distribution				
	Current		At constitution date	
	% Pool	% LTV	% Pool	% LTV
0.01 - 10%	18.31	6.06	0.29	7.95
10.01 - 20%	20.44	14.62	3.21	16.52
20.01 - 30%	21.48	25.18	8.36	25.74
30.01 - 40%	24.14	34.59	12.87	35.31
40.01 - 50%	14.08	44.77	18.46	45.38
50.01 - 60%	1.54	51.24	20.93	55.23
60.01 - 70%			23.90	64.88
70.01 - 80%			11.99	73.64
Weighted average (WALTV)	24.95		51.52	
Minimum	0.14		3.78	
Maximum	53.95		79.15	

Prepayments					
	Current month	Last 3 months	Last 6 months	Last 12 months	Historical
Single month. mort. (SMM)	0.14%	0.54%	0.67%	0.67%	0.92%
Annual Percentage Rate (CPR)	1.64%	6.33%	7.79%	7.76%	10.54%

Geographic distribution		
	Current	At constitution date
Andalucia	8.46%	10.70%
Aragon	6.30%	6.87%
Asturias	2.65%	1.14%
Balearic Islands	3.21%	3.12%
Basque Country	3.14%	2.36%
Canary Islands	4.08%	5.23%
Cantabria	1.40%	0.98%
Castilla-La Mancha	8.11%	5.48%
Castilla-Leon	6.13%	4.57%
Catalonia	14.63%	16.70%
Extremadura	1.30%	0.73%
Galicia	2.54%	2.65%
La Rioja	0.26%	0.35%
Madrid	27.31%	28.65%
Murcia	0.89%	1.13%
Navarra	0.64%	0.56%
Valencia	8.95%	8.78%

# BZ HIPOTECARIO 1 Fondo de Titulacion Hipotecaria

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Current delinquency										
Aging	Assets	Overdue debt					Outstanding debt	Total debt		% Total debt / Appraisal Value
		Principal	Interest	Other	Total	%			%	
<i>Delinquencies</i>										
Up to 1 month	18	3,264.80	405.57	0.00	3,670.37	1.66	315,041.75	318,712.12	32.54	13.98
from > 1 to ≤ 2 months	5	2,056.16	702.74	0.00	2,758.90	1.25	113,757.26	116,516.16	11.90	23.07
from > 2 to ≤ 3 months	1	192.64	150.09	0.00	342.73	0.15	14,064.22	14,406.95	1.47	20.53
from > 3 to ≤ 6 months	2	3,454.21	583.91	0.00	4,038.12	1.82	35,936.98	39,975.10	4.08	22.87
from > 6 to < 12 months	6	14,247.22	3,815.37	0.00	18,062.59	8.16	122,554.88	140,617.47	14.36	27.14
from ≥ 12 to < 18 months	4	7,295.46	1.04	0.00	7,296.50	3.30	46,531.49	53,827.99	5.50	11.27
from ≥ 18 to < 24 months	2	13,535.20	5,798.50	0.00	19,333.70	8.73	59,247.10	78,580.80	8.02	44.12
from ≥ 2 years	13	87,931.90	29,708.08	48,227.59	165,867.57	74.93	50,882.36	216,749.93	22.13	20.61
Subtotal	51	131,977.59	41,165.30	48,227.59	221,370.48	100.00	758,016.04	979,386.52	100.00	19.01
<i>Doubt debts (subjectives)</i>										
	0	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Subtotal	0	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total	51	131,977.59	41,165.30	48,227.59	221,370.48		758,016.04	979,386.52		19.01

### Additional information