

Brief report

Date: 07/31/2006  
 Currency: EUR

Date of constitution  
 06/21/2000

VAT Reg. no.  
 G82700899

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

Originator  
 Banco de Crédito Local de España (BCL)

Servicer  
 Banco de Crédito Local de España (BCL)

Lead Managers  
 BBVA

Bond Underwriters and Placement Agents  
 Banco Urquijo  
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 Crédit Agricole Indosuez

Bond Paying Agent  
 BBVA

Market  
 IAIF Mercado de Renta Fija

Register of Book Securities  
 Iberclear

Treasury Account  
 Banco de Crédito Local de España (BCL)

Subordinated Credit  
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Subordinated Loan  
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Swap  
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Assets Custodian  
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Fund Auditors  
 Ernst&Young

Issued securities: Asset-Backed Bonds

Bonds issue									
Series ISIN Code	Issue date Nº bonds	Principal outstanding (Bond Unit / Series Total / %Factor)		Interest type Reference rate and margin Payment Date	Interest Rate Next coupon	Redemption		Rating Moody's	
		Current	Original			Final maturity (legal)	Next	Current	Original
Series A1 ES0314423007	06/23/2000 2,450	64,970.00 159,176,500.00 64.97%	100,000.00 245,000,000.00	Floating 3-M Euribor + 0.050% 26.Jan/Apr/Jul/Oct	3.1760% 10/26/2006 527.33 Gross 448.23 Net	07/26/2010 Quarterly 26.Jan/Apr/Jul/Oct	10/26/2006 Planned	Aaa	Aaa
Series A2 ES0314423015	06/23/2000 9,000	29,057.08 261,513,720.00 29.06%	100,000.00 900,000,000.00	Floating 3-M Euribor + 0.100% 26.Jan/Apr/Jul/Oct	3.2260% 10/26/2006 239.55 Gross 203.62 Net	07/26/2030 Quarterly 26.Jan/Apr/Jul/Oct	10/26/2006 "Pass-Through" except certain circumstances	Aaa	Aaa
Series B ES0314423023	06/23/2000 600	100,000.00 60,000,000.00 100.00%	100,000.00 60,000,000.00	Floating 3-M Euribor + 0.500% 26.Jan/Apr/Jul/Oct	3.6260% 10/26/2006 926.64 Gross 787.64 Net	07/26/2030 Quarterly 26.Jan/Apr/Jul/Oct	To be determined "Pass-Through" Pro rata deferred start / Secuential	A2	A2
Total		480,690,220.00	1,205,000,000.00						

Estimated average life (in years) and maturity according to different hypothesis of constant prepayment rates (CPR)												
Series	Option	Type	% Monthly CPR (SMM)									
			0,00	0,34	0,51	0,69	0,87	1,06	1,25	1,44		
Series A1	With optional redemption *	Average life	Years	1.65	1.65	1.65	1.65	1.65	1.65	1.65	1.65	1.65
		Final Maturity	Years	3.99	3.99	3.99	3.99	3.99	3.99	3.99	3.99	3.99
			Date	07/26/2010	07/26/2010	07/26/2010	07/26/2010	07/26/2010	07/26/2010	07/26/2010	07/26/2010	07/26/2010
	Without optional redemption *	Average life	Years	1.65	1.65	1.65	1.65	1.65	1.65	1.65	1.65	1.65
		Final Maturity	Years	3.99	3.99	3.99	3.99	3.99	3.99	3.99	3.99	3.99
			Date	07/26/2010	07/26/2010	07/26/2010	07/26/2010	07/26/2010	07/26/2010	07/26/2010	07/26/2010	07/26/2010
Series A2	With optional redemption *	Average life	Years	6.64	6.28	6.19	6.06	5.94	5.83	5.77	5.67	
		Final Maturity	Years	8.74	7.99	7.99	7.74	7.50	7.24	7.24	6.99	
			Date	04/26/2015	07/26/2014	07/26/2014	04/26/2014	01/26/2014	10/26/2013	10/26/2013	07/26/2013	
	Without optional redemption *	Average life	Years	6.81	6.49	6.35	6.22	6.10	6.00	5.90	5.81	
		Final Maturity	Years	10.75	10.25	9.75	9.24	8.99	8.74	8.74	8.50	
			Date	04/26/2017	10/26/2016	04/26/2016	01/26/2016	10/26/2015	07/26/2015	04/26/2015	01/26/2015	
Series B	With optional redemption *	Average life	Years	8.74	7.99	7.99	7.74	7.50	7.24	7.24	6.99	
		Final Maturity	Years	8.74	7.99	7.99	7.74	7.50	7.24	7.24	6.99	
			Date	04/26/2015	07/26/2014	07/26/2014	04/26/2014	01/26/2014	10/26/2013	10/26/2013	07/26/2013	
	Without optional redemption *	Average life	Years	13.26	12.60	12.28	11.96	11.66	11.37	11.09	10.83	
		Final Maturity	Years	20.75	20.75	20.75	20.75	20.75	20.75	20.75	20.75	
			Date	04/26/2027	04/26/2027	04/26/2027	04/26/2027	04/26/2027	04/26/2027	04/26/2027	04/26/2027	

\* 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%  
 End of Restitution Period: 07.26.2010 (inclusive).  
 Cover of the purchase offer: 100%.

Credit enhancement and financial operations

Credit enhancement (CE)						
Class	Current	% CE	At issue date			
			Current	% CE	% CE	
Class A	87.52%	420,690,220.00	18.75%	95.02%	1,145,000,000.00	9.48%
Series A1	33.11%	159,176,500.00	20.33%		245,000,000.00	
Series A2	54.40%	261,513,720.00	74.69%		900,000,000.00	
Series B	12.48%	60,000,000.00	6.27%	4.98%	60,000,000.00	4.50%
Issue of Bonds		480,690,220.00			1,205,000,000.00	
Subord. Line of Credit (Available)	6.27%	30,125,000.00	4.50%		54,225,000.00	

Other financial operations (current)			
Assets	Balance	Interest	
Treasury Account	595,675.45	3.126%	
Servicer ppal collect not yet credited	1,852,307.17		
Servicer ints collect not yet credited	280,422.58		
Liabilities	Available	Balance	Interest
Start-up Loan		0.00	
Subordinated Line of Credit	30,125,000.00	0.00	4.126%

Collateral: Municipal Loans

General			
	Current	At constitution date	
Count	1,394	1,742	
Principal			
Principal outstanding	478,159,000.87	1,205,058,749.50	
Average loan	343,012.20	691,767.36	
Minimum	939.25	58,911.66	
Maximum	9,532,530.26	14,023,615.78	
Interest rate			
Weighted average (wac)	3.43%	4.58%	
Minimum	2.39%	3.25%	
Maximum	6.63%	6.25%	
Final maturity			
Weighted average (WARM) (months)	106	115	
Minimum	08/07/2006	02/03/2001	
Maximum	03/25/2027	09/17/2026	
Index (distribution)			
1-month EURIBOR/MIBOR	1.98	1.76	
3-month EURIBOR/MIBOR	88.61	87.54	
6-month EURIBOR/MIBOR	1.13	2.44	
1-year EURIBOR/MIBOR	8.28	8.10	
1-year EURIBOR/MIBOR (Mortgage Market)	0.00	0.15	

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Prepayments					
	Current month	Last 3 months	Last 6 months	Last 12 months	Historical
Single month. mort. (SMM)	0.47%	1.25%	0.82%	1.02%	0.88%
Annual Percentage Rate (CPR)	5.53%	14.06%	9.37%	11.58%	10.11%

Replenishment of securitised assets	
Last acquisition (date)	07/26/2004
Number of loans acquired	25
Additional loan principal	66,698,980.03
Cumulative acquisitions	
Number of loans acquired	1,027
Additional loan principal	4,158,292,305.26
Next acquisition (date)	10/26/2006
End of revolving period	07/26/2010

Geographic distribution		
	Current	At constitution date
Andalucia	15.22%	20.03%
Aragon	2.34%	1.75%
Asturias	1.60%	1.50%
Balearic Islands	2.16%	1.75%
Basque Country	4.06%	4.26%
Canary Islands	0.89%	2.28%
Cantabria	0.13%	0.93%
Castilla-La Mancha	5.66%	6.08%
Castilla-Leon	3.96%	4.57%
Catalonia	21.27%	17.35%
Extremadura	3.03%	2.29%
Galicia	7.11%	6.90%
La Rioja	1.35%	0.22%
Madrid	10.27%	7.73%
Murcia	1.21%	2.05%
Navarra	1.48%	0.53%
Valencia	18.26%	19.76%

Current delinquency									
Aging	Assets	Overdue debt					Outstanding debt	Total debt	
		Principal	Interest	Other	Total	%		Total	%
Up to 1 month	12	351,153.07	42,418.23	382.36	393,953.66	99.15	6,406,237.87	6,800,191.53	97.51
1 to 2 months	4	2,914.07	370.80	97.32	3,382.19	0.85	170,523.19	173,905.38	2.49
Total	16	354,067.14	42,789.03	479.68	397,335.85		6,576,761.06	6,974,096.91	