

VALENCIA HIPOTECARIO 2 Fondo de Titulización Hipotecaria



Brief report

Date: 05/31/2011
Currency: EUR

Date of constitution
12/07/2005

VAT Reg. no.
V84530526

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

Originator
Banco de Valencia

Servicer
Banco de Valencia

Lead Managers
Bancaja
Deutsche Bank

Bond Underwriters and Placement Agents
Bancaja
Deutsche Bank

Dexia
Fortis Bank

Bond Paying Agent
Banco Cooperativo

Market
AIAF Mercado de Renta Fija

Register of Book Securities
Iberclear

Treasury Account
Banco Popular Español S.A

Start-up Loan
Banco de Valencia

Swap
Banco de Valencia

Assets Custodian
Banco de Valencia

Fund Auditors
Deloitte (ejercicios 2009 a actual)
Ernst & Young (hasta ejercicio 2008)

Issued securities: Mortgage-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	
		Current	Original			Final maturity (legal)	Next	Current	Original
Series A ESO382745000	12/12/2005 9,095	48,217.13 438,534,797.35 48.22%	100,000.00 909,500,000.00	Floating 3-M Euribor+0.140% 24.Jan/Apr/Jul/Oct	1.4830% 07/26/2011 180,751287 Gross 146.408542 Net	01/24/2043 Quarterly 24.Jan/Apr/Jul/Oct	07/26/2011 "Pass-Through"	AAA Aa1sf	AAA Aaa
Series B ESO382745018	12/12/2005 212	100,000.00 21,200,000.00 100.00%	100,000.00 21,200,000.00	Floating 3-M Euribor+0.320% 24.Jan/Apr/Jul/Oct	1.6630% 07/26/2011 420.369444 Gross 340.499250 Net	01/24/2043 Quarterly 24.Jan/Apr/Jul/Oct	To be determined "Pass-Through" Pro rata deferred start / Sequential	A+ A2sf	A+ A1
Series C ESO382745026	12/12/2005 94	100,000.00 9,400,000.00 100.00%	100,000.00 9,400,000.00	Floating 3-M Euribor+0.550% 24.Jan/Apr/Jul/Oct	1.8930% 07/26/2011 478.508333 Gross 387.591750 Net	01/24/2043 Quarterly 24.Jan/Apr/Jul/Oct	To be determined "Pass-Through" Pro rata deferred start / Sequential	BBB+ Ba1sf	BBB+ Baa3
Series D ESO382745034	12/12/2005 99	100,000.00 9,900,000.00 100.00%	100,000.00 9,900,000.00	Floating 3-M Euribor+3.500% 24.Jan/Apr/Jul/Oct	4.8430% 07/26/2011 1,224.202778 Gross 991.604250 Net	01/24/2043 Quarterly 24.Jan/Apr/Jul/Oct	To be determined Due to Cash Reserve reduction	CCCR 2 Csf	CCC- Ca
Total		479,034,797.35	950,000,000.00						

Estimated average life (in years) and maturity according to different hypothesis of constant prepayment rates (CPR)													
Series	Option	Average life	Years	% Monthly CPR (SMM)									
				0,17	0,34	0,51	0,69	0,87	1,06	1,25	1,44		
				% Annual equivalent CPR									
				2,00	4,00	6,00	8,00	10,00	12,00	14,00	16,00		
Series A	With optional redemption *	Average life	Years	6.65	5.85	5.20	4.64	4.19	3.81	3.46	3.19		
		Final Maturity	Years	12/16/2017	02/25/2017	07/03/2016	12/13/2015	07/03/2015	02/12/2015	10/09/2014	07/01/2014		
	Without optional redemption *	Average life	Years	12.51	11.25	10.25	9.25	8.50	7.76	7.00	6.50		
		Final Maturity	Years	10/24/2023	07/24/2022	07/24/2021	07/24/2020	10/24/2019	01/24/2019	04/24/2018	10/24/2017		
Series B	With optional redemption *	Average life	Years	6.96	6.16	5.49	4.93	4.45	4.05	3.71	3.41		
		Final Maturity	Years	04/07/2018	06/19/2017	10/18/2016	03/27/2016	10/07/2015	05/13/2015	01/07/2015	09/20/2014		
	Without optional redemption *	Average life	Years	17.01	16.01	15.01	13.76	12.76	11.76	11.01	10.25		
		Final Maturity	Years	04/24/2028	04/24/2027	04/24/2026	01/24/2025	01/24/2024	01/24/2023	04/24/2022	07/24/2021		
Series C	With optional redemption *	Average life	Years	12.51	11.25	10.25	9.25	8.50	7.76	7.00	6.50		
		Final Maturity	Years	10/24/2023	07/24/2022	07/24/2021	07/24/2020	10/24/2019	01/24/2019	04/24/2018	10/24/2017		
	Without optional redemption *	Average life	Years	22.47	21.57	20.56	19.58	18.66	17.76	16.87	15.99		
		Final Maturity	Years	10/08/2033	11/14/2032	11/10/2031	11/19/2030	12/17/2029	01/24/2029	03/05/2028	04/18/2027		
Series D	With optional redemption *	Average life	Years	12.51	11.25	10.25	9.25	8.50	7.76	7.00	6.50		
		Final Maturity	Years	10/24/2023	07/24/2022	07/24/2021	07/24/2020	10/24/2019	01/24/2019	04/24/2018	10/24/2017		
	Without optional redemption *	Average life	Years	28.52	28.52	28.52	28.52	28.52	28.52	28.52	28.52		
		Final Maturity	Years	10/24/2039	10/24/2039	10/24/2039	10/24/2039	10/24/2039	10/24/2039	10/24/2039	10/24/2039		

* 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	91.55%	438,534,797.35	8.63%	95.74%	909,500,000.00	4.31%
Series B	4.43%	21,200,000.00	4.11%	2.23%	21,200,000.00	2.05%
Series C	1.96%	9,400,000.00	2.11%	0.99%	9,400,000.00	1.05%
Series D	2.07%	9,900,000.00		1.04%	9,900,000.00	
Issue of Bonds		479,034,797.35			950,000,000.00	
Reserve Fund	2.11%	9,900,000.00		1.05%	9,900,000.00	

Other financial operations (current)			
Assets	Balance	Interest	
Treasury Account	45,753,684.15	1.988%	
Servicer ppal collect not yet credited	66,477.43		
Servicer ints collect not yet credited	20,012.16		
Liabilities	Available	Balance	Interest
Start-up Loan L/T		0.00	
Start-up Loan S/T		0.00	
Swap collateralized amount	Amount	Credited	
CSA *	0.00		
Cash	21,090,000.00		
Securities		0.00	

* Credit Support Amount in favour of the Fund

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Collateral: Residential mortgage loans

General		
	Current	At constitution date
Count	7,930	12,241
Principal		
Principal outstanding	467,860,121.52	940,242,690.85
Average loan	58,998.75	76,810.94
Minimum	42.59	3,356.13
Maximum	423,113.89	496,461.58
Interest rate		
Weighted average (wac)	2.34%	3.11%
Minimum	1.73%	1.00%
Maximum	5.25%	5.25%
Final maturity		
Weighted average (WARM) (months)	190	239
Minimum	06/04/2011	01/04/2007
Maximum	01/05/2040	11/05/2035
Index (principal outstanding distribution)		
3-month EURIBOR/MIBOR	0.01%	0.00%
1-year EURIBOR/MIBOR	2.17%	2.05%
1-year EURIBOR/MIBOR (Mortgage Market)	97.79%	97.95%
Mortgage Market: All Institutions	0.03%	0.00%

LTV Distribution				
	Current		At constitution date	
	% Pool	% LTV	% Pool	% LTV
0.01 - 10%	1.05	6.70	0.29	7.77
10.01 - 20%	4.24	15.63	1.93	15.83
20.01 - 30%	8.27	25.44	3.82	25.38
30.01 - 40%	13.16	35.39	6.58	35.62
40.01 - 50%	18.78	45.23	10.97	45.35
50.01 - 60%	26.83	55.23	15.89	55.36
60.01 - 70%	26.33	64.73	22.49	65.47
70.01 - 80%	1.35	71.25	38.04	75.26
Weighted average (WALTV)	48.81		60.76	
Minimum	0.04		2.08	
Maximum	79.88		80.00	

Prepayments					
	Current month	Last 3 months	Last 6 months	Last 12 months	Historical
Single month. mort. (SMM)	0.32%	0.27%	0.30%	0.30%	0.61%
Annual Percentage Rate (CPR)	3.73%	3.20%	3.52%	3.50%	7.10%

Geographic distribution		
	Current	At constitution date
Andalucia	4.74%	4.64%
Aragon	6.83%	6.24%
Asturias	0.00%	0.00%
Balearic Islands	0.52%	0.41%
Basque Country	0.01%	0.04%
Canary Islands		0.01%
Castilla-La Mancha	0.28%	0.36%
Castilla-Leon	0.02%	0.03%
Catalonia	0.74%	0.77%
Ceuta	0.02%	0.03%
Extremadura	0.02%	0.01%
Galicia		0.01%
La Rioja	0.87%	0.83%
Madrid	6.80%	7.40%
Murcia	13.93%	13.14%
Navarra	0.33%	0.43%
Valencia	64.89%	65.64%

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	328	90,678.79	28,957.88	0.00	119,636.67	5.69	19,594,551.03	19,714,187.70	35.62	44.21
from > 1 to ≤ 2 months	169	112,851.23	39,294.17	0.00	152,145.40	7.23	11,842,061.27	11,994,206.67	21.67	46.25
from > 2 to ≤ 3 months	157	170,855.85	66,341.35	0.00	237,197.20	11.28	11,940,086.19	12,177,283.39	22.00	47.63
from > 3 to ≤ 6 months	13	31,295.95	15,939.87	0.00	47,235.82	2.25	1,510,505.37	1,557,741.19	2.81	49.78
from > 6 to < 12 months	21	89,000.91	39,890.17	0.00	128,891.08	6.13	2,141,536.99	2,270,428.07	4.10	58.75
from ≥ 12 to < 18 months	18	89,992.49	34,857.01	0.00	124,849.50	5.94	1,071,356.22	1,196,205.72	2.16	48.87
from ≥ 18 to < 24 months	14	83,580.94	38,630.04	0.00	122,210.98	5.81	783,018.89	905,229.87	1.64	41.38
from ≥ 2 years	59	612,047.04	558,858.67	0.00	1,170,905.71	55.68	4,361,706.93	5,532,612.64	10.00	62.62
Subtotal	779	1,280,303.20	822,769.16	0.00	2,103,072.36	100.00	53,244,822.89	55,347,895.25	100.00	47.49
<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	779	1,280,303.20	822,769.16	0.00	2,103,072.36		53,244,822.89	55,347,895.25		47.49

Additional information