

VALENCIA HIPOTECARIO 2 Fondo de Titulización Hipotecaria



Brief report

Date: 10/31/2012
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
Barclays Bank PLC

Market
AIAF Mercado de Renta Fija

Register of Book Securities
Iberclear

Treasury Account
Barclays Bank PLC

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	40,509.03 368,429,627.85 40.51%	100,000.00 909,500,000.00	Floating 3-M Euribor+0.140% 24.Jan/Apr/Jul/Oct	0.3440% 01/24/2013 35.611938 Gross 28.845670 Net	01/24/2043 Quarterly 24.Jan/Apr/Jul/Oct	01/24/2013 "Pass-Through"	AA-sf A3sf	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	0.5240% 01/24/2013 133.911111 Gross 108.468000 Net	01/24/2043 Quarterly 24.Jan/Apr/Jul/Oct	To be determined "Pass-Through" Pro rata deferred start / Sequential	BBB+sf A3sf	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	0.7540% 01/24/2013 192.688889 Gross 156.078000 Net	01/24/2043 Quarterly 24.Jan/Apr/Jul/Oct	To be determined "Pass-Through" Pro rata deferred start / Sequential	BB+sf 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	3.7040% 01/24/2013 946.577778 Gross 766.728000 Net	01/24/2043 Quarterly 24.Jan/Apr/Jul/Oct	To be determined Due to Cash Reserve reduction	CCCRR 2 Csf	CCC- Ca
Total		408,929,627.85	950,000,000.00						

Estimated average life (in years) and maturity according to different hypothesis of constant prepayment rates (CPR)										
		% Monthly CPR (SMM)								
		% Annual equivalent CPR								
		0,17	0,34	0,51	0,69	0,87	1,06	1,25	1,44	
Series A	With optional redemption *	Average life	6.05	5.35	4.75	4.23	3.81	3.48	3.19	2.93
	Final Maturity	Years	11/09/2018	02/27/2018	07/23/2017	01/14/2017	08/14/2016	04/17/2016	01/02/2016	09/29/2015
		Years	11.01	10.01	9.01	8.01	7.25	6.75	6.25	5.75
		Date	10/24/2023	10/24/2022	10/24/2021	10/24/2020	01/24/2020	07/24/2019	01/24/2019	07/24/2018
Series B	Without optional redemption *	Average life	6.41	5.69	5.09	4.58	4.15	3.78	3.46	3.19
	Final Maturity	Years	03/20/2019	07/01/2018	11/23/2017	05/22/2017	12/15/2016	08/03/2016	04/09/2016	12/30/2015
		Years	15.51	14.76	13.76	12.51	11.76	10.75	10.01	9.26
		Date	04/24/2028	07/24/2027	07/24/2026	04/24/2025	07/24/2024	07/24/2023	10/24/2022	01/24/2022
Series C	With optional redemption *	Average life	11.01	10.01	9.01	8.01	7.25	6.75	6.25	5.75
	Final Maturity	Years	10/24/2023	10/24/2022	10/24/2021	10/24/2020	01/24/2020	07/24/2019	01/24/2019	07/24/2018
		Years	11.01	10.01	9.01	8.01	7.25	6.75	6.25	5.75
		Date	10/24/2023	10/24/2022	10/24/2021	10/24/2020	01/24/2020	07/24/2019	01/24/2019	07/24/2018
Series D	Without optional redemption *	Average life	16.98	15.99	15.07	14.15	13.22	12.32	11.50	10.75
	Final Maturity	Years	10/11/2029	10/15/2028	11/15/2027	12/13/2026	01/08/2026	02/16/2025	04/21/2024	07/21/2023
		Years	19.26	18.01	17.01	16.01	15.26	14.51	13.51	12.76
		Date	01/24/2032	10/24/2030	10/24/2029	10/24/2028	01/24/2028	04/24/2027	04/24/2026	07/24/2025

* 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	% CE
Series A	90.10%	368,429,627.85	10.15%	95.74%	4.31%
Series B	5.18%	21,200,000.00	4.84%	2.23%	2.05%
Series C	2.30%	9,400,000.00	2.48%	0.99%	1.05%
Series D	2.42%	9,900,000.00		1.04%	
Issue of Bonds		408,929,627.85			950,000,000.00
Reserve Fund	2.48%	9,900,000.00	1.05%		9,900,000.00

Other financial operations (current)			
Assets	Balance	Interest	
Treasury Account	30,731,672.91	0.205%	
Servicer ppal collect not yet credited	276,970.88		
Servicer ints collect not yet credited	19,302.39		
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	11,720,000.00		
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	7,282	12,241
Principal		
Principal outstanding	399,753,375.99	940,242,690.85
Average loan	54,896.10	76,810.94
Minimum	31.88	3,356.13
Maximum	398,731.98	496,461.58
Interest rate		
Weighted average (wac)	2.43%	3.11%
Minimum	1.24%	1.00%
Maximum	5.34%	5.25%
Final maturity		
Weighted average (WARM) (months)	179	239
Minimum	11/02/2012	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	2.08%	2.05%
1-year EURIBOR/MIBOR (Mortgage Market)	97.88%	97.95%
Mortgage Market: All Institutions	0.03%	0.00%

LTV Distribution				
	Current		At constitution date	
	% Pool	% LTV	% Pool	% LTV
0.01 - 10%	1.32	6.66	0.29	7.77
10.01 - 20%	5.15	15.65	1.93	15.83
20.01 - 30%	9.70	25.26	3.82	25.38
30.01 - 40%	15.75	35.20	6.58	35.62
40.01 - 50%	22.49	45.40	10.97	45.35
50.01 - 60%	28.30	55.06	15.89	55.36
60.01 - 70%	17.19	63.50	22.49	65.47
70.01 - 80%	0.11	74.63	38.04	75.26
Weighted average (WALTV)	45.68		60.76	
Minimum	0.03		2.08	
Maximum	79.44		80.00	

Prepayments					
	Current month	Last 3 months	Last 6 months	Last 12 months	Historical
Single month. mort. (SMM)	0.29%	0.30%	0.32%	0.31%	0.55%
Annual Percentage Rate (CPR)	3.37%	3.51%	3.76%	3.65%	6.37%

Geographic distribution		
	Current	At constitution date
Andalucia	4.50%	4.64%
Aragon	6.92%	6.24%
Asturias	0.00%	0.00%
Balearic Islands	0.48%	0.41%
Basque Country	0.01%	0.04%
Canary Islands	0.01%	0.01%
Castilla-La Mancha	0.24%	0.36%
Castilla-Leon	0.02%	0.03%
Catalonia	0.76%	0.77%
Ceuta	0.02%	0.03%
Extremadura	0.02%	0.01%
Galicia	0.00%	0.01%
La Rioja	0.83%	0.83%
Madrid	6.81%	7.40%
Murcia	14.19%	13.14%
Navarra	0.31%	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	305	89,023.21	25,151.72	0.00	114,174.93	5.53	18,009,475.89	18,123,650.82	36.86	41.39
from > 1 to ≤ 2 months	149	100,370.90	32,476.47	0.00	132,847.37	6.44	8,263,296.32	8,396,143.69	17.08	39.63
from > 2 to ≤ 3 months	163	159,762.05	62,702.76	0.00	222,464.81	10.78	10,078,544.17	10,301,008.98	20.95	44.10
from > 3 to ≤ 6 months	23	34,365.55	21,451.36	0.00	55,816.91	2.70	1,813,500.64	1,869,317.55	3.80	55.36
from > 6 to < 12 months	41	146,501.95	67,730.57	0.00	214,232.52	10.38	3,043,899.05	3,258,131.57	6.63	49.38
from ≥ 12 to < 18 months	31	201,854.15	99,404.10	0.00	301,258.25	14.59	2,827,346.14	3,128,604.39	6.36	55.54
from ≥ 18 to < 24 months	6	66,554.76	24,582.88	0.00	91,137.64	4.41	402,243.15	493,380.79	1.00	43.27
from ≥ 2 years	46	616,390.63	316,022.29	0.00	932,412.92	45.17	2,663,184.66	3,595,597.58	7.31	53.74
Subtotal	764	1,414,823.20	649,522.15	0.00	2,064,345.35	100.00	47,101,490.02	49,165,835.37	100.00	43.99
<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	764	1,414,823.20	649,522.15	0.00	2,064,345.35		47,101,490.02	49,165,835.37		43.99