

BZ HIPOTECARIO 1 Fondo de Titulacion Hipotecaria

Brief report

Date: 08/31/2008
Currency: EUR

Date of constitution
 04/16/1999

VAT Reg. no.
 G82311796

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

Originator
 Banco Zaragozano

Servicer
 Barclays Bank (B. Zaragozano)

Lead Managers
 Banco Zaragozano

Bond Underwriters and Placement Agents
 Banco Zaragozano

Bond Paying Agent
 Caja Madrid

Market
 AIAF Mercado de Renta Fija

Register of Book Securities
 Iberclear

Treasury Account
 Barclays Bank (B. Zaragozano)

Treasury Account Collateral
 Caja Madrid

Subordinated Loan
 Barclays Bank (B. Zaragozano)

Assets Custodian
 Barclays Bank (B. Zaragozano)

Fund Auditors
 Ernst&Young

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	9,293.51 31,467,824.86 9.29%	100,000.00 338,600,000.00	Floating 3-M Euribor+0.180% 17.Mar/Jun/Sep/Dec	5.2124% 09/17/2008 122.10 Gross 100.12 Net	03/17/2024 Quarterly 17.Mar/Jun/Sep/Dec	09/17/2008 "Pass-Through"	AAA Aaa	AAA Aaa	
Series B ES0315271017	04/20/1999 114	100,000.00 11,400,000.00 100.00%	100,000.00 11,400,000.00	Floating 3-M Euribor+0.500% 17.Mar/Jun/Sep/Dec	5.5368% 09/17/2008 1,395.58 Gross 1,144.38 Net	03/17/2024 Quarterly 17.Mar/Jun/Sep/Dec	To be determined "Pass-Through" Secuential	AA+ A2	A+ A2	
Total		42,867,824.86 350,000,000.00								

Estimated average life (in years) and maturity according to different hypothesis of constant prepayment rates (CPR)											
Series	With optional redemption *	Average life	Years	% Monthly CPR (SMM)						14.00	16.00
				2.00	4.00	6.00	8.00	10.00	12.00		
				% Annual equivalent CPR							
Series A	With optional redemption *	Average life	0.91	0.90	0.89	0.88	0.87	0.86	0.85	0.84	0.83
		Date	08/14/2009	08/10/2009	08/07/2009	08/03/2009	07/31/2009	05/23/2009	05/21/2009	05/19/2009	05/19/2009
		Final Maturity	1.00	1.00	1.00	1.00	1.00	0.75	0.75	0.75	0.75
	Without optional redemption *	Average life	2.26	2.09	1.95	1.83	1.72	1.63	1.54	1.46	1.46
		Date	12/19/2010	10/21/2010	08/31/2010	07/17/2010	06/07/2010	05/03/2010	04/01/2010	03/02/2010	03/02/2010
		Final Maturity	5.25	4.75	4.50	4.25	4.00	3.75	3.50	3.25	3.25
Series B	With optional redemption *	Average life	1.00	1.00	1.00	1.00	1.00	0.75	0.75	0.75	0.75
		Date	09/17/2009	09/17/2009	09/17/2009	09/17/2009	09/17/2009	06/17/2009	06/17/2009	06/17/2009	06/17/2009
		Final Maturity	1.00	1.00	1.00	1.00	1.00	0.75	0.75	0.75	0.75
	Without optional redemption *	Average life	8.58	8.07	7.59	7.14	6.73	6.35	5.99	5.67	5.67
		Date	04/12/2017	10/09/2016	04/16/2016	11/06/2015	06/08/2015	01/20/2015	09/13/2014	05/18/2014	05/18/2014
		Final Maturity	15.26	15.26	15.26	15.26	15.26	15.26	15.26	15.26	15.26
				12/17/2023	12/17/2023	12/17/2023	12/17/2023	12/17/2023	12/17/2023	12/17/2023	12/17/2023

* 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	73.41%	31,467,824.86	30.59%	96.74%	5.26%
Series B	26.59%	11,400,000.00	4.00%	3.26%	2.00%
Issue of Bonds		42,867,824.86		350,000,000.00	
Reserve Fund	4.00%	1,714,712.99	2.00%	7,000,000.00	

Other financial operations (current)			
Assets		Balance	Interest
Treasury Account		4,042,798.36	4.961%
Servicer opal collect not yet credited		48,626.10	
Servicer ints collect not yet credited		6,023.07	
Liabilities			
	Available	Balance	Interest
Subordinated Loan		1,693,198.73	5.537%

Collateral: Residential mortgage loans

General			
		Current	At constitution date
Count		2,213	7,760
Principal			
Principal outstanding		40,801,710.39	350,002,847.85
Average loan		18,437.28	45,103.46
Minimum		0.01	14,743.02
Maximum		146,915.00	291,614.96
Interest rate			
Weighted average (wac)		5.81%	5.18%
Minimum		3.10%	3.75%
Maximum		7.00%	7.90%
Final maturity			
Weighted average (WARM) (months)		90	168
Minimum		09/01/2008	09/01/2002
Maximum		11/01/2023	02/01/2024
Index (principal outstanding distribution)			
1-year EURIBOR/MIBOR		7.71%	0.00%
1-year EURIBOR/MIBOR (Mortgage Market)		92.29%	100.00%

LTV Distribution			
		Current	At constitution date
	% Pool	% LTV	% LTV
0.01 - 10%	11.64	6.82	0.29
10.01 - 20%	25.26	15.22	3.21
20.01 - 30%	22.91	25.01	8.36
30.01 - 40%	17.64	34.92	12.87
40.01 - 50%	15.96	44.66	18.46
50.01 - 60%	6.60	53.24	20.93
60.01 - 70%			23.90
70.01 - 80%			11.99
Weighted average (WALTV)		27.16	51.52
Minimum		0.00	3.78
Maximum		59.45	79.15

Prepayments					
	Current month	Last 3 months	Last 6 months	Last 12 months	Historical
Single month. mort. (SMM)	0.10%	0.51%	0.63%	0.71%	0.96%
Annual Percentage Rate (CPR)	1.16%	5.97%	7.34%	8.20%	10.95%

Geographic distribution		
	Current	At constitution date
Andalucia	8.77%	10.70%
Aragon	6.41%	6.87%
Asturias	2.56%	1.14%
Balearic Islands	2.65%	3.12%
Basque Country	2.57%	2.36%
Canary Islands	4.23%	5.23%
Cantabria	1.17%	0.98%
Castilla-La Mancha	6.76%	5.48%
Castilla-Leon	5.91%	4.57%
Catalonia	15.78%	16.70%
Extremadura	1.22%	0.73%
Galicia	2.54%	2.65%
La Rioja	0.20%	0.35%
Madrid	28.59%	28.65%
Murcia	0.99%	1.13%
Navarra	0.77%	0.56%
Valencia	8.88%	8.78%

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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	49	16,237.47	2,809.20	0.00	19,046.67	10.30	535,626.50	554,673.17	39.07	10.83
from > 1 to ≤ 2 months	11	7,485.98	2,866.58	0.00	10,352.56	5.60	279,531.87	289,884.43	20.42	25.96
from > 2 to ≤ 3 months	6	5,987.72	2,727.99	0.00	8,715.71	4.71	192,954.47	201,670.18	14.21	33.67
from > 3 to ≤ 6 months	6	4,807.05	1,331.37	0.00	6,138.42	3.32	65,977.15	72,115.57	5.08	20.21
from > 6 to < 12 months	2	7,946.91	5,127.32	0.00	13,074.23	7.07	90,078.32	103,152.55	7.27	40.11
from ≥ 12 to < 18 months	3	6,092.27	1,409.67	0.00	7,501.94	4.06	19,223.12	26,725.06	1.88	19.55
from ≥ 2 years	10	67,678.24	23,037.24	29,372.13	120,087.61	64.94	51,219.84	171,307.45	12.07	18.49
Subtotal	87	116,235.64	39,309.37	29,372.13	184,917.14	100.00	1,234,611.27	1,419,528.41	100.00	16.68
<i>Doubt debts (subjectives)</i>										
	0	0.00	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	87	116,235.64	39,309.37	29,372.13	184,917.14		1,234,611.27	1,419,528.41		16.68

Additional information