

BZ HIPOTECARIO 2 Fondo de Titulizacion Hipotecaria

Brief report

Date: 02/28/2006
Currency: EUR

Date of constitution
04/28/2000

VAT Reg. no.
G82653171

Management Company
Europa de Titulización 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
Barclays Bank (B. Zaragozano)

Market
AIAF Mercado de Renta Fija

Register of Book Securities
Iberclear

Treasury Account
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 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 A ES0369069002	05/04/2000 2,756	24,981.97 68,850,309.32 24.98%	100,000.00 275,600,000.00	Floating 3-M Euribor + 0.270% 17.Feb/May/Aug/Nov	2.8670% 05/17/2006 177.07 Gross 150.51 Net	05/17/2025 Quarterly 17.Feb/May/Aug/Nov	05/17/2006 "Pass-Through"	Aaa	Aaa
Series B ES0369069010	05/04/2000 94	48,341.71 4,544,120.74 48.34%	100,000.00 9,400,000.00	Floating 3-M Euribor + 0.500% 17.Feb/May/Aug/Nov	3.0970% 05/17/2006 370.13 Gross 314.61 Net	05/17/2025 Quarterly 17.Feb/May/Aug/Nov	05/17/2006 "Pass-Through" Pro rata deferred start / Secuential	A2	A2
Total		73,394,430.06 285,000,000.00							

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)								
				0,00	0,70	0,80	0,90	1,00	1,10	1,20	1,30	
Series A	With optional redemption *	Average life	4.36	2.89	2.75	2.69	2.55	2.42	2.38	2.25		
		Final Maturity	07/08/2010	01/19/2009	11/26/2008	11/05/2008	09/17/2008	07/30/2008	07/14/2008	05/29/2008		
	Without optional redemption *	Average life	5.56	3.87	3.71	3.55	3.41	3.28	3.16	3.04		
		Final Maturity	09/20/2011	01/12/2010	11/12/2009	09/17/2009	07/27/2009	06/09/2009	04/25/2009	03/15/2009		
Series B	With optional redemption *	Average life	4.86	3.23	3.06	2.90	2.77	2.69	2.52			
		Final Maturity	11/17/2021	08/17/2018	02/17/2018	11/17/2017	05/17/2017	02/17/2017	08/17/2016	05/17/2016		
	Without optional redemption *	Average life	11.26	9.56	9.31	9.07	8.83	8.60	8.37	8.15		
		Final Maturity	05/30/2017	09/17/2015	06/19/2015	03/23/2015	12/26/2014	10/02/2014	07/11/2014	04/21/2014		
* 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	% CE	At issue date			
			% CE		% CE	
Series A	93.81%	68,850,309.32	12.19%	96.70%	275,600,000.00	5.30%
Series B	6.19%	4,544,120.74	6.00%	3.30%	9,400,000.00	2.00%
Issue of Bonds		73,394,430.06			285,000,000.00	
Reserve Fund	6.00%	4,403,666.97	2.00%		5,700,000.00	

Other financial operations (current)			
Assets	Balance	Interest	
Treasury Account	4,783,713.15	2.520%	
Servicer ppal collect not yet credited	361,877.53		
Servicer ints collect not yet credited	23,433.81		
Liabilities	Available	Balance	Interest
Subordinated Loan		4,403,666.97	3.097%

Collateral: Residential mortgage loans

General			
	Current	At constitution date	
Count	2,955	7,400	
Principal			
Principal outstanding	72,597,135.61	285,008,478.12	
Average loan	24,567.56	38,514.66	
Minimum	152.20	8,633.59	
Maximum	462,256.79	555,446.75	
Interest rate			
Weighted average (wac)	4.03%	5.00%	
Minimum	2.66%	2.25%	
Maximum	8.00%	10.00%	
Final maturity			
Weighted average (WARM) (months)	127	166	
Minimum	03/01/2006	06/30/2001	
Maximum	12/01/2024	04/01/2025	
Index (distribution)			
6-month EURIBOR/MIBOR	0.05	0.07	
1-year EURIBOR/MIBOR	2.51	0.00	
1-year EURIBOR/MIBOR (Mortgage Market)	97.45	99.93	

LTV Distribution				
	Current		At constitution date	
	% Pool	% LTV	% Pool	% LTV
0.01 - 10%	5.16	6.60	1.08	7.66
10.01 - 20%	14.16	15.51	6.15	15.70
20.01 - 30%	20.39	24.98	11.02	25.21
30.01 - 40%	18.09	34.81	17.65	35.21
40.01 - 50%	20.04	44.73	16.35	44.97
50.01 - 60%	15.43	54.89	16.07	54.92
60.01 - 70%	6.74	63.24	17.83	65.26
70.01 - 80%			13.85	73.83
Weighted average (WALTV)	35.62		48.08	
Minimum	0.08		3.22	
Maximum	67.59		79.79	

Prepayments					
	Current month	Last 3 months	Last 6 months	Last 12 months	Historical
Single month. mort. (SMM)	0.94%	1.16%	1.33%	1.27%	1.09%
Annual Percentage Rate (CPR)	10.68%	13.03%	14.81%	14.24%	12.33%

Geographic distribution		
	Current	At constitution date
Andalucia	12.53%	14.52%
Aragon	7.86%	8.00%
Asturias	1.24%	1.02%
Balearic Islands	2.47%	2.05%
Basque Country	2.39%	2.32%
Canary Islands	8.04%	7.55%
Cantabria	1.23%	1.13%
Castilla-La Mancha	6.48%	5.30%
Castilla-Leon	5.21%	4.69%
Catalonia	14.87%	15.89%
Extremadura	0.62%	0.79%
Galicia	1.40%	1.56%
La Rioja	0.53%	0.48%
Madrid	23.77%	22.27%
Murcia	1.30%	1.70%
Navarra	0.60%	0.73%
Valencia	9.46%	10.01%

Additional information

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Current delinquency										
Aging	Assets	Overdue debt					Outstanding debt	Total debt		% Total debt / Appraisal Value
		Principal	Interest	Other	Total	%			%	
Up to 1 month	75	19,130.43	5,983.12	0.00	25,113.55	21.07	1,730,931.28	1,756,044.83	50.71	24.01
1 to 2 months	37	21,910.55	7,057.73	0.00	28,968.28	24.30	916,778.99	945,747.27	27.31	19.37
2 to 3 months	12	7,324.11	3,818.67	0.00	11,142.78	9.35	377,496.17	388,638.95	11.22	40.78
3 to 6 months	4	2,797.15	2,566.84	0.00	5,363.99	4.50	135,483.76	140,847.75	4.07	51.24
6 to 12 months	1	1,504.38	655.53	234.13	2,394.04	2.01	16,640.51	19,034.55	0.55	43.05
12 to 18 months	2	9,179.35	7,177.01	1,785.73	18,142.09	15.22	118,561.24	136,703.33	3.95	51.10
18 to 24 months	1	3,628.14	123.18	530.41	4,281.73	3.59	0.00	4,281.73	0.12	10.96
Over 2 years	3	12,245.55	8,223.73	3,311.07	23,780.35	19.95	47,909.52	71,689.87	2.07	41.98
Total	135	77,719.66	35,605.81	5,861.34	119,186.81		3,343,801.47	3,462,988.28		24.83

Additional information