

BZ HIPOTECARIO 2 Fondo de Titulizacion Hipotecaria

Brief report

Date: 06/30/2006
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 N° 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	23,493.47 64,748,003.32 23.49%	100,000.00 275,600,000.00	Floating 3-M Euribor + 0.270% 17.Feb/May/Aug/Nov	3.1550% 08/17/2006 189.42 Gross 161.01 Net	05/17/2025 Quarterly 17.Feb/May/Aug/Nov	08/17/2006 "Pass-Through"	Aaa	Aaa	
Series B ES0369069010	05/04/2000 94	45,461.37 4,273,368.78 45.46%	100,000.00 9,400,000.00	Floating 3-M Euribor + 0.500% 17.Feb/May/Aug/Nov	3.3850% 08/17/2006 393.27 Gross 334.28 Net	05/17/2025 Quarterly 17.Feb/May/Aug/Nov	08/17/2006 "Pass-Through" Pro rata deferred start / Secuential	A2	A2	
Total		69,021,372.10 285,000,000.00								

Estimated average life (in years) and maturity according to different hypothesis of constant prepayment rates (CPR)											
Series	With optional redemption *	Average life	Years Date	% Monthly CPR (SMM)							
				0,00	0,87	0,97	1,06	1,15	1,25	1,35	1,44
Series A	% Annual equivalent CPR			0,00	10,00	11,00	12,00	13,00	14,00	15,00	16,00
	Final Maturity	Years	06/27/2010	12/27/2008	11/09/2008	10/26/2008	09/10/2008	08/28/2008	07/14/2008	07/04/2008	
		Date	08/17/2012	05/17/2010	02/17/2010	02/17/2010	11/17/2009	11/17/2009	08/17/2009	08/17/2009	
	Without optional redemption *	Average life	Years	5,28	3,43	3,30	3,18	3,07	2,96	2,86	2,77
			Date	10/10/2011	12/01/2009	10/16/2009	09/02/2009	07/23/2009	06/14/2009	05/09/2009	04/04/2009
	Final Maturity	Years	15,14	11,39	11,14	10,64	10,39	10,14	9,64	9,39	
Date		08/17/2021	11/17/2017	08/17/2017	02/17/2017	11/17/2016	08/17/2016	02/17/2016	11/17/2015		
Series B	With optional redemption *	Average life	Years	4,54	2,87	2,70	2,69	2,52	2,51	2,34	2,33
			Date	01/11/2011	05/14/2009	03/12/2009	03/09/2009	01/03/2009	01/01/2009	10/29/2008	10/27/2008
	Final Maturity	Years	6,14	3,88	3,64	3,64	3,39	3,39	3,13	3,13	
		Date	08/17/2012	05/17/2010	02/17/2010	02/17/2010	11/17/2009	11/17/2009	08/17/2009	08/17/2009	
	Without optional redemption *	Average life	Years	11,47	9,33	9,10	8,88	8,66	8,44	8,23	8,02
			Date	12/14/2017	10/24/2015	08/04/2015	05/15/2015	02/23/2015	12/07/2014	09/19/2014	07/03/2014
Final Maturity	Years	18,65	18,65	18,65	18,65	18,65	18,65	18,65	18,65		
	Date	02/17/2025	02/17/2025	02/17/2025	02/17/2025	02/17/2025	02/17/2025	02/17/2025	02/17/2025		

* 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		Current	At issue date	
		% CE	% CE			% CE
Series A	93.81%	64,748,003.32	12.19%	96.70%	275,600,000.00	5.30%
Series B	6.19%	4,273,368.78	6.00%	3.30%	9,400,000.00	2.00%
Issue of Bonds		69,021,372.10			285,000,000.00	
Reserve Fund	6.00%	4,141,282.56	2.00%		5,700,000.00	

Other financial operations (current)			
Assets	Balance	Interest	
Treasury Account	6,457,659.21	2.810%	
Servicer ppal collect not yet credited	448,457.96		
Servicer ints collect not yet credited	18,428.95		
Liabilities	Available	Balance	Interest
Subordinated Loan		4,141,282.56	3.385%

Collateral: Residential mortgage loans

General				
	Current	At constitution date		
Count	2,741	7,400		
Principal				
Principal outstanding	66,454,995.87	285,008,478.12		
Average loan	24,244.80	38,514.66		
Minimum	2.20	8,633.59		
Maximum	456,277.48	555,446.75		
Interest rate				
Weighted average (wac)	4.11%	5.00%		
Minimum	2.66%	2.25%		
Maximum	8.00%	10.00%		
Final maturity				
Weighted average (WARM) (months)	125	166		
Minimum	07/01/2006	06/30/2001		
Maximum	12/01/2024	04/01/2025		
Index (distribution)				
6-month EURIBOR/MIBOR	0.05	0.07		
1-year EURIBOR/MIBOR	2.46	0.00		
1-year EURIBOR/MIBOR (Mortgage Market)	97.49	99.93		

LTV Distribution				
	Current		At constitution date	
	% Pool	% LTV	% Pool	% LTV
0.01 - 10%	5.42	6.77	1.08	7.66
10.01 - 20%	15.67	15.60	6.15	15.70
20.01 - 30%	20.60	25.22	11.02	25.21
30.01 - 40%	18.07	35.20	17.65	35.21
40.01 - 50%	18.70	44.68	16.35	44.97
50.01 - 60%	15.34	54.70	16.07	54.92
60.01 - 70%	6.19	62.88	17.83	65.26
70.01 - 80%			13.85	73.83
Weighted average (WALTV)	35.01			48.08
Minimum	0.00			3.22
Maximum	66.82			79.79

Prepayments					
	Current month	Last 3 months	Last 6 months	Last 12 months	Historical
Single month. mort. (SMM)	1.40%	1.14%	1.07%	1.24%	1.09%
Annual Percentage Rate (CPR)	15.55%	12.85%	12.09%	13.92%	12.36%

Geographic distribution		
	Current	At constitution date
Andalucia	12.52%	14.52%
Aragon	7.73%	8.00%
Asturias	1.20%	1.02%
Balearic Islands	2.45%	2.05%
Basque Country	2.42%	2.32%
Canary Islands	8.13%	7.53%
Cantabria	1.19%	1.13%
Castilla-La Mancha	6.57%	5.30%
Castilla-Leon	5.14%	4.69%
Catalonia	14.93%	15.89%
Extremadura	0.65%	0.79%
Galicia	1.36%	1.56%
La Rioja	0.55%	0.48%
Madrid	23.75%	22.27%
Murcia	1.26%	1.70%
Navarra	0.63%	0.73%
Valencia	9.51%	10.01%

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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	59	17,649.03	5,610.84	0.00	23,259.87	18.57	1,528,648.02	1,551,907.89	50.87	23.49
1 to 2 months	28	12,640.22	5,193.06	0.00	17,833.28	14.23	666,046.67	683,879.95	22.42	30.29
2 to 3 months	13	10,016.13	3,429.55	0.00	13,445.68	10.73	340,845.59	354,291.27	11.61	29.82
3 to 6 months	5	3,764.20	1,953.58	0.00	5,717.78	4.56	122,805.42	128,523.20	4.21	36.01
6 to 12 months	2	3,571.29	3,287.92	0.00	6,859.21	5.47	88,817.22	95,676.43	3.14	59.77
12 to 18 months	1	2,191.28	928.59	396.76	3,516.63	2.81	15,953.61	19,470.24	0.64	44.04
18 to 24 months	2	11,437.64	9,138.96	2,612.41	23,189.01	18.51	116,302.95	139,491.96	4.57	52.14
Over 2 years	4	17,638.75	9,134.41	4,693.47	31,466.63	25.12	46,144.46	77,611.09	2.54	36.99
Total	114	78,908.54	38,676.91	7,702.64	125,288.09		2,925,563.94	3,050,852.03		27.51

Additional information