

BZ HIPOTECARIO 2 Fondo de Titulizacion Hipotecaria

Brief report

Date: 12/31/2006
Currency: EUR

Date of constitution
 04/28/2000

VAT Reg. no.
 G82653171

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

Originator
 Banco Zaragozano

Servicer
 Barclays Bank (B. Zaragozano)

Lead Managers
 Banco Zaragozano

Bond Underwriters and Placement Agents
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Bond Paying Agent
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Issued securities: Mortgage-Backed Bonds

Bonds issue											
Series	ISIN Code	Issue date	N° bonds	Principal outstanding		Interest type	Interest Rate	Redemption		Rating	
				(Bond Unit / Series Total / %Factor)	Current			Original	Reference rate and margin		Next coupon
Series A	ES0369069002	05/04/2000	2,756	20,764.36	100,000.00	Floating	3.8650%	05/17/2025	02/19/2007	Aaa	Aaa
				57,226,576.16	275,600,000.00	3-M Euribor + 0.270%	209.55 Gross	Quarterly	"Pass-Through"		
				20.76%		17.Feb/May/Aug/Nov	178.12 Net	17.Feb/May/Aug/Nov			
Series B	ES0369069010	05/04/2000	94	40,180.37	100,000.00	Floating	4.0950%	05/17/2025	02/19/2007	A2	A2
				3,776,954.78	9,400,000.00	3-M Euribor + 0.500%	429.63 Gross	Quarterly	"Pass-Through"		
				40.18%		17.Feb/May/Aug/Nov	365.19 Net	17.Feb/May/Aug/Nov	Pro rata deferred start / Secutential		
Total				61,003,530.94	285,000,000.00						

Estimated average life (in years) and maturity according to different hypothesis of constant prepayment rates (CPR)												
Series	Optional redemption *	Average life	Years	% Monthly CPR (SMM)								
				0,00	0,34	0,51	0,69	0,87	1,06	1,25	1,44	
				% Annual equivalent CPR								
				0,00	4,00	6,00	8,00	10,00	12,00	14,00	16,00	
Series A	With optional redemption *	Average life	Years	3.86	3.13	2.80	2.60	2.41	2.24	2.07	1.91	
		Date	09/25/2010	01/01/2010	09/05/2009	06/23/2009	04/15/2009	02/10/2009	12/11/2008	10/14/2008		
		Final Maturity	Years	5.50	4.50	4.00	3.75	3.50	3.25	3.00	2.75	
	Without optional redemption *	Average life	Years	5.36	4.45	4.08	3.75	3.47	3.22	2.99	2.79	
		Date	03/26/2012	04/27/2011	12/13/2010	08/17/2010	05/05/2010	02/02/2010	11/13/2009	09/01/2009		
		Final Maturity	Years	14.76	13.01	12.26	11.76	11.01	10.26	9.76	9.01	
Series B	With optional redemption *	Average life	Years	4.45	3.83	3.24	3.03	2.83	2.64	2.43	2.24	
		Date	08/17/2021	11/17/2019	02/17/2019	08/17/2018	11/17/2017	02/17/2017	08/17/2016	11/17/2015		
		Final Maturity	Years	4.45	3.83	3.24	3.03	2.83	2.64	2.43	2.24	
	Without optional redemption *	Average life	Years	12.44	11.60	11.11	10.62	10.13	9.65	9.18	8.72	
		Date	04/22/2019	06/21/2018	12/24/2017	06/28/2017	01/01/2017	07/10/2016	01/19/2016	08/03/2015		
		Final Maturity	Years	18.27	18.27	18.27	18.27	18.27	18.27	18.27	18.27	
				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		
	% CE	CE	% CE	CE	% CE	
Series A	93.81%	57,226,576.16	12.19%	96.70%	275,600,000.00	5.30%
Series B	6.19%	3,776,954.78	6.00%	3.30%	9,400,000.00	2.00%
Issue of Bonds		61,003,530.94			285,000,000.00	
Reserve Fund	6.00%	3,660,212.43	2.00%		5,700,000.00	

Other financial operations (current)			
Assets	Balance	Interest	
Treasury Account	5,630,150.88	3.520%	
Servicer ppai collect not yet credited	368,703.94		
Servicer ints collect not yet credited	14,996.28		
Liabilities	Available	Balance	Interest
Subordinated Loan	3,660,212.43	4.095%	

Collateral: Residential mortgage loans

General				
	Current	At constitution date		
Count	2,469	7,400		
Principal				
Principal outstanding	58,818,198.76	285,008,478.12		
Average loan	23,822.68	38,514.66		
Minimum	1.32	8,633.59		
Maximum	447,148.45	555,446.75		
Interest rate				
Weighted average (wac)	4.35%	5.00%		
Minimum	2.75%	2.25%		
Maximum	6.00%	10.00%		
Final maturity				
Weighted average (WARM) (months)	121	166		
Minimum	01/01/2007	06/30/2001		
Maximum	12/01/2024	04/01/2025		
Index (principal outstanding distribution)				
6-month EURIBOR/MIBOR	0.05%	0.07%		
1-year EURIBOR/MIBOR	4.50%	0.00%		
1-year EURIBOR/MIBOR (Mortgage Market)	95.45%	99.93%		

LTV Distribution				
	Current		At constitution date	
	% Pool	% LTV	% Pool	% LTV
0.01 - 10%	6.39	6.89	1.08	7.66
10.01 - 20%	16.29	15.49	6.15	15.70
20.01 - 30%	20.45	25.07	11.02	25.21
30.01 - 40%	19.56	35.21	17.65	35.21
40.01 - 50%	17.73	44.74	16.35	44.97
50.01 - 60%	14.68	54.51	16.07	54.92
60.01 - 70%	4.90	62.17	17.83	65.26
70.01 - 80%			13.85	73.83
Weighted average (WALTV)	33.96		48.08	
Minimum	0.00		3.22	
Maximum	65.63		79.79	

Prepayments					
	Current month	Last 3 months	Last 6 months	Last 12 months	Historical
Single month. mort. (SMM)	1.22%	1.03%	0.95%	1.01%	1.08%
Annual Percentage Rate (CPR)	13.71%	11.72%	10.87%	11.48%	12.25%

Geographic distribution		
	Current	At constitution date
Andalucia	12.65%	14.52%
Aragon	7.94%	8.00%
Asturias	1.12%	1.02%
Balearic Islands	2.59%	2.05%
Basque Country	2.45%	2.32%
Canary Islands	8.02%	7.55%
Cantabria	1.25%	1.13%
Castilla-La Mancha	6.43%	5.30%
Castilla-Leon	5.20%	4.69%
Catalonia	15.06%	15.89%
Extremadura	0.63%	0.79%
Galicia	1.23%	1.56%
La Rioja	0.51%	0.48%
Madrid	23.72%	22.27%
Murcia	1.31%	1.70%
Navarra	0.37%	0.73%
Valencia	9.53%	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	55	13,144.40	5,745.96	0.00	18,890.36	12.41	1,505,252.59	1,524,142.95	54.29	27.70
1 to 2 months	28	17,948.86	5,804.27	0.00	23,753.13	15.60	695,432.12	719,185.25	25.62	24.59
2 to 3 months	7	12,211.80	904.09	0.00	13,115.89	8.62	72,899.37	86,015.26	3.06	6.81
3 to 6 months	5	3,632.67	1,369.21	0.00	5,001.88	3.29	82,877.23	87,879.11	3.13	30.89
6 to 12 months	2	5,184.13	1,928.13	0.00	7,112.26	4.67	40,951.06	48,063.32	1.71	25.90
12 to 18 months	2	5,939.74	5,368.11	0.00	11,307.85	7.43	86,448.77	97,756.62	3.48	61.07
18 to 24 months	1	3,243.29	1,316.52	709.05	5,268.86	3.46	14,901.60	20,170.46	0.72	45.62
Over 2 years	6	35,227.49	22,301.62	10,263.31	67,792.42	44.53	156,296.31	224,088.73	7.98	46.94
Total	106	96,532.38	44,737.91	10,972.36	152,242.65		2,655,059.05	2,807,301.70		25.89

Additional information