

BZ HIPOTECARIO 3 Fondo de Titulización Hipotecaria

Brief report

Date: 10/31/2005
Currency: EUR

Date of constitution
07/23/2001

VAT Reg. no.
G83062406

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)

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 ES0315189003	07/25/2001 2,983	40,564.35 121,003,456.05 40.56%	100,000.00 298,300,000.00	Floating 3-M Euribor + 0.240% 17.Jan/Apr/Jul/Oct	2.4250% 01/17/2006 251.39 Gross 213.68 Net	04/17/2027 Quarterly 17.Jan/Apr/Jul/Oct	01/17/2006 "Pass-Through"	Aaa	Aaa
Series B ES0315189011	07/25/2001 62	78,066.75 4,840,138.50 78.07%	100,000.00 6,200,000.00	Floating 3-M Euribor + 0.500% 17.Jan/Apr/Jul/Oct	2.6850% 01/17/2006 535.67 Gross 455.32 Net	04/17/2027 Quarterly 17.Jan/Apr/Jul/Oct	01/17/2006 "Pass-Through" Pro rata deferred start	A2	A2
Series C ES0315189029	07/25/2001 55	100,000.00 5,500,000.00 100.00%	100,000.00 5,500,000.00	Floating 3-M Euribor + 1.500% 17.Jan/Apr/Jul/Oct	3.6850% 01/17/2006 941.72 Gross 800.46 Net	04/17/2027 Quarterly 17.Jan/Apr/Jul/Oct	To be determined "Pass-Through" Secutorial	Baa3	Baa3
Total		131,343,594.55 310,000,000.00							

Market

AIAF Mercado de Renta Fija

Register of Book Securities
Iberclear

Treasury Account
Caja Madrid

Subordinated Loan
Barclays Bank (B. Zaragozano)

Start-up Loan
Barclays Bank (B. Zaragozano)

Assets Custodian
Barclays Bank (B. Zaragozano)

Fund Auditors
Ernst&Young

Estimated average life (in years) and maturity according to different hypothesis of constant prepayment rates (CPR)										
			% Monthly CPR (SMM)							
			0,00	0,70	0,80	0,90	1,00	1,10	1,20	1,30
		% Annual equivalent CPR	0,00	8,08	9,19	10,28	11,36	12,43	13,49	14,53
Series A	With optional redemption *	Average life	6.11	3.93	3.75	3.59	3.38	3.24	3.10	2.97
		Final Maturity	12/09/2011	10/05/2009	08/01/2009	05/31/2009	03/18/2009	01/24/2009	12/05/2008	10/18/2008
	Without optional redemption *	Average life	6.60	4.39	4.18	3.98	3.80	3.64	3.49	3.35
		Final Maturity	06/06/2012	03/20/2010	01/02/2010	10/22/2009	08/18/2009	06/19/2009	04/25/2009	03/05/2009
Series B	With optional redemption *	Average life	6.12	3.94	3.77	3.60	3.40	3.25	3.11	2.98
		Final Maturity	12/12/2011	10/09/2009	08/05/2009	06/05/2009	03/23/2009	01/29/2009	12/09/2008	10/23/2008
	Without optional redemption *	Average life	6.61	4.40	4.19	3.99	3.81	3.65	3.50	3.36
		Final Maturity	06/08/2012	03/25/2010	01/06/2010	10/27/2009	08/23/2009	06/24/2009	04/30/2009	03/10/2009
Series C	With optional redemption *	Average life	10.97	7.47	7.22	6.97	6.47	6.22	5.96	5.71
		Final Maturity	10/17/2016	04/17/2013	01/17/2013	10/17/2012	04/17/2012	01/17/2012	10/17/2011	07/17/2011
	Without optional redemption *	Average life	10.97	7.47	7.22	6.97	6.47	6.22	5.96	5.71
		Final Maturity	10/17/2016	04/17/2013	01/17/2013	10/17/2012	04/17/2012	01/17/2012	10/17/2011	07/17/2011

* 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	92.13%	121,003,456.05	11.42%	96.23%	298,300,000.00
Series B	3.69%	4,840,138.50	7.73%	2.00%	6,200,000.00
Series C	4.19%	5,500,000.00	3.54%	1.77%	5,500,000.00
Issue of Bonds		131,343,594.55			310,000,000.00
Reserve Fund	3.54%	4,650,000.00	1.50%		4,650,000.00

Other financial operations (current)		
Assets	Balance	Interest
Treasury Account	5,808,064.60	2.110%
Servicer ppal collect not yet credited	506,855.77	
Servicer ints collect not yet credited	52,420.19	
Liabilities	Available	Balance Interest
Subordinated Loan		4,650,000.00
Start-up Loan		0.00

Collateral: Residential mortgage loans

General			
	Current	At constitution date	
Count	3,734	6,648	
Principal			
Principal outstanding	129,662,035.22	310,001,720.87	
Average loan	34,724.70	46,630.82	
Minimum	67.86	5,951.29	
Maximum	525,336.45	974,868.56	
Interest rate			
Weighted average (wac)	3.69%	5.89%	
Minimum	2.25%	3.90%	
Maximum	6.00%	8.88%	
Final maturity			
Weighted average (WARM) (months)	154	190	
Minimum	11/01/2005	01/01/2003	
Maximum	04/01/2034	07/05/2026	
Index (distribution)			
1-year EURIBOR/MIBOR	0.17	0.00	
1-year EURIBOR/MIBOR (Mortgage Market)	99.83	100.00	

LTV Distribution				
	Current		At constitution date	
	% Pool	% LTV	% Pool	% LTV
0.01 - 10%	3.17	6.98	1.02	7.66
10.01 - 20%	10.92	15.50	5.28	15.75
20.01 - 30%	16.34	25.25	9.60	25.34
30.01 - 40%	19.14	35.17	14.76	35.36
40.01 - 50%	19.15	45.19	19.38	45.38
50.01 - 60%	18.74	54.77	17.45	55.09
60.01 - 70%	11.88	64.57	14.46	64.93
70.01 - 80%	0.67	70.26	18.05	74.76
Weighted average (WALTV)	39.83		49.86	
Minimum	0.04		0.99	
Maximum	70.83		79.58	

Additional information

BZ HIPOTECARIO 3 Fondo de Titulización Hipotecaria

Brief report

Date: 10/31/2005
Currency: EUR

Date of constitution
07/23/2001

VAT Reg. no.
G83062406

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)

Start-up Loan
Barclays Bank (B. Zaragozano)

Assets Custodian
Barclays Bank (B. Zaragozano)

Fund Auditors
Ernst&Young

Prepayments

	Current month	Last 3 months	Last 6 months	Last 12 months	Historical
Single month. mort. (SMM)	1.09%	1.17%	1.15%	1.20%	1.10%
Annual equivalente (CPR)	12.30%	13.16%	12.97%	13.44%	12.39%

Geographic distribution

	Current	At constitution date
Andalucia	18.25%	19.08%
Aragon	6.66%	6.29%
Asturias	1.95%	1.68%
Balearic Islands	2.49%	2.73%
Basque Country	2.28%	2.59%
Canary Islands	6.38%	6.05%
Cantabria	0.84%	0.96%
Castilla-La Mancha	5.98%	5.20%
Castilla-Leon	4.66%	4.71%
Catalonia	15.19%	14.51%
Extremadura	1.08%	1.09%
Galicia	2.27%	2.40%
La Rioja	0.45%	0.38%
Madrid	21.27%	21.66%
Murcia	1.11%	1.25%
Navarra	0.53%	0.55%
Valencia	8.59%	8.88%

Current delinquency

Aging	Assets	Overdue debt				Total	%	Outstanding debt	Total debt	%	% Total debt / Appraisal Value
		Principal	Interest	Other							
Up to 1 month	94	25,990.01	10,536.35	0.00	36,526.36	28.61	3,339,098.33	3,375,624.69	69.17	29.45	
1 to 2 months	22	13,571.84	4,270.35	0.00	17,842.19	13.97	641,416.94	659,259.13	13.51	33.36	
2 to 3 months	13	8,293.11	4,047.45	0.00	12,340.56	9.67	385,971.80	398,312.36	8.16	41.10	
3 to 6 months	7	12,112.47	2,866.77	0.00	14,979.24	11.73	191,468.06	206,447.30	4.23	18.95	
6 to 12 months	3	8,544.77	1,745.53	926.53	11,216.83	8.79	58,562.73	69,779.56	1.43	18.12	
12 to 18 months	2	13,776.24	2,188.14	1,411.51	17,375.89	13.61	61,792.98	79,168.87	1.62	33.64	
18 to 24 months	2	9,090.74	5,063.93	1,272.09	15,426.76	12.08	72,242.66	87,669.42	1.80	65.19	
Over 2 years	1	328.31	786.70	854.68	1,969.69	1.54	1,764.46	3,734.15	0.08	11.24	
Total	144	91,707.49	31,505.22	4,464.81	127,677.52		4,752,317.96	4,879,995.48		29.97	

Additional information