

VALENCIA HIPOTECARIO 2 Fondo de Titulización Hipotecaria

Brief report

Date: 02/28/2011
Currency: EUR

Date of constitution
12/07/2005

VAT Reg. no.
V84530526

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

Originator
Banco de Valencia

Servicer
Banco de Valencia

Lead Managers
Bancaja
Deutsche Bank

Bond Underwriters and Placement Agents
Bancaja
Deutsche Bank
Dexia
Fortis Bank

Bond Paying Agent
Banco Cooperativo

Market
AIAF Mercado de Renta Fija

Register of Book Securities
Iberclear

Treasury Account
Banco Popular Español S.A

Start-up Loan
Banco de Valencia

Swap
Banco de Valencia

Assets Custodian
Banco de Valencia

Fund Auditors
Deloitte (ejercicios 2009 a actual)
Ernst & Young (hasta ejercicio 2008)

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 Fitch / Moody's	
		Current	Original			Final maturity (legal)	Next	Current	Original
Series A ES0382745000	12/12/2005 9,095	49,453.75 449,781,856.25 49.45%	100,000.00 909,500,000.00	Floating 3-M Euribor+0.140% 24.Jan/Apr/Jul/Oct	1.1560% 04/26/2011 146.097367 Gross 118.338867 Net	01/24/2043 Quarterly 24.Jan/Apr/Jul/Oct	04/26/2011 "Pass-Through"	AAA Aaa	AAA Aaa
Series B ES0382745018	12/12/2005 212	100,000.00 21,200,000.00 100.00%	100,000.00 21,200,000.00	Floating 3-M Euribor+0.320% 24.Jan/Apr/Jul/Oct	1.3360% 04/26/2011 341.422222 Gross 276.552000 Net	01/24/2043 Quarterly 24.Jan/Apr/Jul/Oct	To be determined "Pass-Through" Pro rata deferred start / Secuential	A+ A1	A+ A1
Series C ES0382745026	12/12/2005 94	100,000.00 9,400,000.00 100.00%	100,000.00 9,400,000.00	Floating 3-M Euribor+0.550% 24.Jan/Apr/Jul/Oct	1.5660% 04/26/2011 400.200000 Gross 324.162000 Net	01/24/2043 Quarterly 24.Jan/Apr/Jul/Oct	To be determined "Pass-Through" Pro rata deferred start / Secuential	BBB+ Baa3	BBB+ Baa3
Series D ES0382745034	12/12/2005 99	100,000.00 9,900,000.00 100.00%	100,000.00 9,900,000.00	Floating 3-M Euribor+3.500% 24.Jan/Apr/Jul/Oct	4.5160% 04/26/2011 1,154.088889 Gross 934.812000 Net	01/24/2043 Quarterly 24.Jan/Apr/Jul/Oct	To be determined Due to Cash Reserve reduction	CCCRR 2 Ca	CCC- Ca
Total		490,281,856.25	950,000,000.00						

Estimated average life (in years) and maturity according to different hypothesis of constant prepayment rates (CPR)											
		% Monthly CPR (SMM)		0,17		0,34		0,51		0,69	
		% Annual equivalent CPR		2,00		4,00		6,00		8,00	
Series A	With optional redemption *	Average life	Years	6.74	5.93	5.27	4.71	4.22	3.83	3.51	3.20
		Final Maturity	Years	12.76	11.50	10.50	9.50	8.50	7.75	7.25	6.50
	Without optional redemption *	Average life	Years	7.04	6.22	5.54	4.97	4.49	4.09	3.74	3.44
		Final Maturity	Years	17.26	16.26	15.01	14.01	13.01	12.01	10/19/2014	07/01/2014
			Date	04/24/2028	04/24/2027	01/24/2026	01/24/2025	01/24/2024	01/24/2023	04/24/2022	04/24/2021
			Date	10/24/2023	07/24/2022	07/24/2021	07/24/2020	07/24/2019	10/24/2018	04/24/2018	07/24/2017
Series B	With optional redemption *	Average life	Years	12.76	11.50	10.50	9.50	8.50	7.75	7.25	6.50
		Final Maturity	Years	12.76	11.50	10.50	9.50	8.50	7.75	7.25	6.50
	Without optional redemption *	Average life	Years	18.65	17.59	16.59	15.55	14.51	13.52	12.61	11.78
		Final Maturity	Years	21.01	19.51	18.51	17.51	16.51	15.76	14.76	13.76
			Date	01/24/2032	07/24/2030	07/24/2029	07/24/2028	07/24/2027	10/24/2026	10/24/2025	10/24/2024
			Date	10/24/2023	07/24/2022	07/24/2021	07/24/2020	07/24/2019	10/24/2018	04/24/2018	07/24/2017
Series C	With optional redemption *	Average life	Years	12.76	11.50	10.50	9.50	8.50	7.75	7.25	6.50
		Final Maturity	Years	12.76	11.50	10.50	9.50	8.50	7.75	7.25	6.50
	Without optional redemption *	Average life	Years	22.69	21.78	20.76	19.77	18.84	17.93	17.03	16.13
		Final Maturity	Years	28.77	28.77	28.77	28.77	28.77	28.77	28.77	28.77
			Date	10/24/2039	10/24/2039	10/24/2039	10/24/2039	10/24/2039	10/24/2039	10/24/2039	10/24/2039
			Date	10/24/2023	07/24/2022	07/24/2021	07/24/2020	07/24/2019	10/24/2018	04/24/2018	07/24/2017
Series D	With optional redemption *	Average life	Years	12.76	11.50	10.50	9.50	8.50	7.75	7.25	6.50
		Final Maturity	Years	12.76	11.50	10.50	9.50	8.50	7.75	7.25	6.50
	Without optional redemption *	Average life	Years	28.77	28.77	28.77	28.77	28.77	28.77	28.77	28.77
		Final Maturity	Years	28.77	28.77	28.77	28.77	28.77	28.77	28.77	28.77
			Date	10/24/2039	10/24/2039	10/24/2039	10/24/2039	10/24/2039	10/24/2039	10/24/2039	10/24/2039
			Date	10/24/2023	07/24/2022	07/24/2021	07/24/2020	07/24/2019	10/24/2018	04/24/2018	07/24/2017

* 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	91.74%	449,781,856.25	8.37%	95.74%	909,500,000.00	4.31%
Series B	4.32%	21,200,000.00	3.95%	2.23%	21,200,000.00	2.05%
Series C	1.92%	9,400,000.00	2.00%	0.99%	9,400,000.00	1.05%
Series D	2.02%	9,900,000.00		1.04%	9,900,000.00	
Issue of Bonds		490,281,856.25			950,000,000.00	
Reserve Fund	2.00%	9,592,934.05		1.05%	9,900,000.00	

Other financial operations (current)			
Assets	Balance	Interest	
Treasury Account	48,402,406.72	0.972%	
Servicer ppal collect not yet credited	560,197.91		
Servicer ints collect not yet credited	96,636.43		
Liabilities	Available	Balance	Interest
Start-up Loan L/T		0.00	
Start-up Loan S/T		0.00	
Swap collateralized amount	Amount	Credited	
CSA *	0.00		
Cash		33,517,343.00	
Securities		0.00	
* Credit Support Amount in favour of the Fund			

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Collateral: Residential mortgage loans

General		
	Current	At constitution date
Count	8,022	12,241
Principal		
Principal outstanding	480,524,560.57	940,242,690.85
Average loan	59,900.84	76,810.94
Minimum	113.70	3,356.13
Maximum	427,574.30	496,461.58
Interest rate		
Weighted average (wac)	2.18%	3.11%
Minimum	1.50%	1.00%
Maximum	5.25%	5.25%
Final maturity		
Weighted average (WARM) (months)	193	239
Minimum	03/02/2011	01/04/2007
Maximum	01/05/2040	11/05/2035
Index (principal outstanding distribution)		
3-month EURIBOR/MIBOR	0.01%	0.00%
1-year EURIBOR/MIBOR	2.18%	2.05%
1-year EURIBOR/MIBOR (Mortgage Market)	97.78%	97.95%
Mortgage Market: All Institutions	0.03%	0.00%

Prepayments					
	Current month	Last 3 months	Last 6 months	Last 12 months	Historical
Single month. mort. (SMM)	0.19%	0.33%	0.28%	0.33%	0.63%
Annual Percentage Rate (CPR)	2.25%	3.85%	3.35%	3.92%	7.28%

LTV Distribution				
	Current		At constitution date	
	% Pool	% LTV	% Pool	% LTV
0.01 - 10%	1.02	6.75	0.29	7.77
10.01 - 20%	4.10	15.68	1.93	15.83
20.01 - 30%	7.98	25.47	3.82	25.38
30.01 - 40%	12.90	35.44	6.58	35.62
40.01 - 50%	17.99	45.22	10.97	45.35
50.01 - 60%	26.54	55.27	15.89	55.36
60.01 - 70%	26.49	64.73	22.49	65.47
70.01 - 80%	2.99	70.96	38.04	75.26
Weighted average (WALTV)	49.39		60.76	
Minimum	0.10		2.08	
Maximum	79.88		80.00	

Geographic distribution		
	Current	At constitution date
Andalucia	4.76%	4.64%
Aragon	6.79%	6.24%
Asturias		0.00%
Balearic Islands	0.51%	0.41%
Basque Country	0.01%	0.04%
Canary Islands		0.01%
Castilla-La Mancha	0.27%	0.36%
Castilla-Leon	0.02%	0.03%
Catalonia	0.73%	0.77%
Ceuta	0.02%	0.03%
Extremadura	0.02%	0.01%
Galicia		0.01%
La Rioja	0.86%	0.83%
Madrid	6.84%	7.40%
Murcia	13.93%	13.14%
Navarra	0.33%	0.43%
Valencia	64.89%	65.64%

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	414	131,068.40	38,662.75	0.00	169,731.15	7.94	25,090,208.15	25,259,939.30	41.64
from > 1 to ≤ 2 months	150	99,887.30	37,482.13	0.00	137,369.43	6.43	10,801,382.50	10,938,751.93	18.03
from > 2 to ≤ 3 months	160	179,094.07	65,941.85	0.00	245,035.92	11.46	12,338,447.94	12,583,483.86	20.75
from > 3 to ≤ 6 months	13	31,077.50	9,684.79	0.00	40,762.29	1.91	1,170,620.06	1,211,382.35	2.00
from > 6 to < 12 months	23	78,396.92	35,669.54	0.00	114,066.46	5.34	2,019,183.74	2,133,250.20	3.52
from ≥ 12 to < 18 months	19	79,782.44	35,182.03	0.00	114,964.47	5.38	1,330,806.95	1,445,771.42	2.38
from ≥ 18 to < 24 months	19	109,786.11	83,584.76	0.00	193,370.87	9.05	1,328,863.17	1,522,234.04	2.51
from ≥ 2 years	56	570,736.73	551,372.28	0.00	1,122,109.01	52.50	4,440,150.48	5,562,259.49	9.17
Subtotal	854	1,279,829.47	857,580.13	0.00	2,137,409.60	100.00	58,519,662.99	60,657,072.59	100.00
<i>Doubt debts (subjectives)</i>									
	0	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
Total	854	1,279,829.47	857,580.13	0.00	2,137,409.60		58,519,662.99	60,657,072.59	47.37

Additional information