VALENCIA HIPOTECARIO 2 Fondo de Titulización Hipotecaria

Brief report

Date: 06/30/2012
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 Santander

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) Current	Original	Interest type / Reference rate and margin / Payment Date	Interest Rate / Next coupon	Redemption Final maturity (legal)	Next	Rating Fitch / Moody´s Current	Original
Series A ES0382745000	12/12/2005 9,095	43,008.15 391,159,124.25 43.01%	100,000.00 909,500,000.00	Floating 3-M Euribor+0.140% 24.Jan/Apr/Jul/Oct	0.8740% 07/24/2012 95.016950 Gross 76.963729 Net	01/24/2043 Quarterly 24.Jan/Apr/Jul/Oct	07/24/2012 "Pass-Through"	AA-sf A1sf	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	1.0540% 07/24/2012 266.427778 Gross 215.806500 Net	01/24/2043 Quarterly 24.Jan/Apr/Jul/Oct	To be determined "Pass-Through" Pro rata deferred start / Secuential	A+ A2sf	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	1.2840% 07/24/2012 324.566667 Gross 262.899000 Net	01/24/2043 Quarterly 24.Jan/Apr/Jul/Oct	To be determined "Pass-Through" Pro rata deferred start / Secuential	BB+sf Ba1sf	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	4.2340% 07/24/2012 1,070.261111 Gross 866.911500 Net	01/24/2043 Quarterly 24.Jan/Apr/Jul/Oct	To be determined Due to Cash Reserve reduction	CCCRR 2 Csf	CCC- Ca
Total		431,659,124.25	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	0,87	1,06	1,25	1,44
	% Annual equivalent CPR			2,00	4,00	6,00	8,00	10,00	12,00	14,00	16,00
Series A	With optional redemption *	Average life	Years	6.29	5.58	4.97	4.44	4.02	3.69	3.36	3.10
			Date	08/06/2018	11/19/2017	04/11/2017	10/01/2016	04/30/2016	12/31/2015	09/01/2015	05/28/2015
		Final Maturity	Years	11.51	10.51	9.51	8.51	7.76	7.25	6.50	6.00
			Date	10/24/2023	10/24/2022	10/24/2021	10/24/2020	01/24/2020	07/24/2019	10/24/2018	04/24/2018
	Without optional redemption *	Average life	Years	6.64	5.91	5.29	4.77	4.33	3.96	3.63	3.35
			Date	12/13/2018	03/20/2018	08/07/2017	01/29/2017	08/22/2016	04/07/2016	12/11/2015	08/31/2015
		Final Maturity	Years	16.26	15.26	14.26	13.01	12.01	11.25	10.51	9.76
			Date	07/24/2028	07/24/2027	07/24/2026	04/24/2025	04/24/2024	07/24/2023	10/24/2022	01/24/2022
Series B	With optional redemption *	Average life	Years	11.51	10.51	9.51	8.51	7.76	7.25	6.50	6.00
			Date	10/24/2023	10/24/2022	10/24/2021	10/24/2020	01/24/2020	07/24/2019	10/24/2018	04/24/2018
		Final Maturity	Years	11.51	10.51	9.51	8.51	7.76	7.25	6.50	6.00
			Date	10/24/2023	10/24/2022	10/24/2021	10/24/2020	01/24/2020	07/24/2019	10/24/2018	04/24/2018
	Without optional redemption *	Average life	Years	17.54	16.52	15.59	14.65	13.70	12.78	11.93	11.15
			Date	11/02/2029	10/28/2028	11/23/2027	12/14/2026	01/01/2026	01/30/2025	03/27/2024	06/17/2023
		Final Maturity	Years	19.76	18.51	17.51	16.51	15.76	14.76	14.01	13.01
			Date	01/24/2032	10/24/2030	10/24/2029	10/24/2028	01/24/2028	01/24/2027	04/24/2026	04/24/2025
Series C	With optional redemption *	Average life	Years	11.51	10.51	9.51	8.51	7.76	7.25	6.50	6.00
			Date	10/24/2023	10/24/2022	10/24/2021	10/24/2020	01/24/2020	07/24/2019	10/24/2018	04/24/2018
		Final Maturity	Years	11.51	10.51	9.51	8.51	7.76	7.25	6.50	6.00
			Date	10/24/2023	10/24/2022	10/24/2021	10/24/2020	01/24/2020	07/24/2019	10/24/2018	04/24/2018
	Without optional redemption *	Average life	Years	21.63	20.77	19.79	18.84	17.95	17.10	16.26	15.44
			Date	12/03/2033	01/24/2033	02/04/2032	02/21/2031	04/02/2030	05/26/2029	07/24/2028	09/27/2027
		Final Maturity	Years	27.52	27.52	27.52	27.52	27.52	27.52	27.52	27.52
			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
Series D	With optional redemption *	Average life	Years	11.51	10.51	9.51	8.51	7.76	7.25	6.50	6.00
			Date	10/24/2023	10/24/2022	10/24/2021	10/24/2020	01/24/2020	07/24/2019	10/24/2018	04/24/2018
		Final Maturity	Years	11.51	10.51	9.51	8.51	7.76	7.25	6.50	6.00
			Date	10/24/2023	10/24/2022	10/24/2021	10/24/2020	01/24/2020	07/24/2019	10/24/2018	04/24/2018
	Without optional redemption *	Average life	Years	27.52	27.52	27.52	27.52	27.52	27.52	27.52	27.52
			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
		Final Maturity	Years	27.52	27.52	27.52	27.52	27.52	27.52	27.52	27.52
			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

* 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
Series A	90.62%	391,159,124.25	9.60%	95.74%	909,500,000.00	4.31%
Series B	4.91%	21,200,000.00	4.58%	2.23%	21,200,000.00	2.05%
Series C	2.18%	9,400,000.00	2.35%	0.99%	9,400,000.00	1.05%
Series D	2.29%	9,900,000.00		1.04%	9,900,000.00	
Issue of Bonds		431,659,124.25			950,000,000.00	
Reserve Fund	2.35%	9,900,000.00		1.05%	9,900,000.00	

Other finantial operations (current)

Assets		Balance	Interest
Treasury Account		37,655,298.20	1.141%
Servicer ppal collect not yet credited		356,074.85	
Servicer ints collect not yet credited		60,146.79	
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		9,680,000.00	
Securities		0.00	

* Credit Support Amount in favour of the Fund

Additional information
Europea de Titulización: C/ Lagasca, 120 - 28006 Madrid ☎ +34 91 411 84 67 ☎ +34 91 411 84 68 www.edt-sg.com info@eurotitulizacion.com
Official register CNMV: C/ Miguel Angel, 11 - 28010 Madrid ☎ +34 91 585 15 00 www.cnmv.com

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Collateral: Residential mortgage loans

General

	Current	At constitution date
Count	7,430	12,241
Principal		
Principal outstanding	416,045,479.62	940,242,690.85
Average loan	55,995.35	76,810.94
Minimum	18.45	3,356.13
Maximum	404,564.47	496,461.58
Interest rate		
Weighted average (wac)	2.70%	3.11%
Minimum	1.50%	1.00%
Maximum	5.34%	5.25%
Final maturity		
Weighted average (WARM) (months)	182	239
Minimum	07/01/2012	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	2.11%	2.05%
1-year EURIBOR/MIBOR (Mortgage Market)	97.85%	97.95%
Mortgage Market: All Institutions	0.03%	0.00%

LTV Distribution

	Current		At constitution date	
	% Pool	% LTV	% Pool	% LTV
0.01 - 10%	1.33	6.82	0.29	7.77
10.01 - 20%	4.85	15.67	1.93	15.83
20.01 - 30%	9.35	25.33	3.82	25.38
30.01 - 40%	14.97	35.29	6.58	35.62
40.01 - 50%	21.27	45.36	10.97	45.35
50.01 - 60%	28.08	55.01	15.89	55.36
60.01 - 70%	20.03	63.76	22.49	65.47
70.01 - 80%	0.13	74.44	38.04	75.26
Weighted average (WALTV)		46.46		60.76
Minimum		0.03		2.08
Maximum		79.88		80.00

Prepayments

	Current month	Last 3 months	Last 6 months	Last 12 months	Historical
Single month. mort. (SMM)	0.40%	0.29%	0.26%	0.29%	0.56%
Annual Percentage Rate (CPR)	4.75%	3.38%	3.08%	3.39%	6.51%

Geographic distribution

	Current	At constitution date
Andalucia	4.61%	4.64%
Aragon	6.91%	6.24%
Asturias		0.00%
Balearic Islands	0.49%	0.41%
Basque Country	0.01%	0.04%
Canary Islands		0.01%
Castilla-La Mancha	0.24%	0.36%
Castilla-Leon	0.02%	0.03%
Catalonia	0.74%	0.77%
Ceuta	0.02%	0.03%
Extremadura	0.02%	0.01%
Galicia		0.01%
La Rioja	0.84%	0.83%
Madrid	6.77%	7.40%
Murcia	14.12%	13.14%
Navarra	0.32%	0.43%
Valencia	64.90%	65.64%

Current delinquency

Aging	Assets	Overdue debt					Outstanding debt	Total debt		% Total debt / Appraisal Value
		Principal	Interest	Other	Total	%			%	
Delinquencies										
Up to 1 month	303	85,196.97	30,196.95	0.00	115,393.92	5.40	18,375,283.07	18,490,676.99	34.85	42.63
from > 1 to ≤ 2 months	146	83,838.88	33,433.09	0.00	117,271.97	5.48	8,061,720.18	8,178,992.15	15.41	41.77
from > 2 to ≤ 3 months	187	183,732.83	89,377.75	0.00	273,110.58	12.77	12,692,005.61	12,965,116.19	24.43	46.04
from > 3 to ≤ 6 months	32	61,887.13	28,074.71	0.00	89,961.84	4.21	2,123,560.56	2,213,522.40	4.17	45.63
from > 6 to < 12 months	47	161,932.48	83,872.22	0.00	245,804.70	11.50	3,752,681.95	3,998,486.65	7.54	45.41
from ≥ 12 to < 18 months	16	130,283.45	51,690.99	0.00	181,974.44	8.51	1,531,574.16	1,713,548.60	3.23	51.07
from ≥ 18 to < 24 months	12	97,342.57	58,422.85	0.00	155,765.42	7.28	1,222,847.68	1,378,613.10	2.60	63.65
from ≥ 2 years	52	618,729.67	340,204.02	0.00	958,933.69	44.85	3,165,865.06	4,124,798.75	7.77	50.52
Subtotal	795	1,422,943.98	715,272.58	0.00	2,138,216.56	100.00	50,925,538.27	53,063,754.83	100.00	44.80
Doubt debts (subjectives)										
	0	0.00	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	0.00
Total	795	1,422,943.98	715,272.58	0.00	2,138,216.56		50,925,538.27	53,063,754.83		44.80

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