

VALENCIA HIPOTECARIO 2 Fondo de Titulización Hipotecaria

Brief report

Date: 08/31/2012
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
Barclays Bank PLC

Market
AIAF Mercado de Renta Fija

Register of Book Securities
Iberclear

Treasury Account
Barclays Bank PLC

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	41,687.05 379,143,719.75 41.69%	100,000.00 909,500,000.00	Floating 3-M Euribor+0.140% 24.Jan/Apr/Jul/Oct	0.5910% 10/24/2012 62.961341 Gross 50.998686 Net	01/24/2043 Quarterly 24.Jan/Apr/Jul/Oct	10/24/2012 "Pass-Through"	AA-sf A3sf	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	0.7710% 10/24/2012 197.033333 Gross 159.597000 Net	01/24/2043 Quarterly 24.Jan/Apr/Jul/Oct	To be determined "Pass-Through" Pro rata deferred start / Secuential	A+ A3sf	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	1.0010% 10/24/2012 255.811111 Gross 207.207000 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	3.9510% 10/24/2012 1,009.700000 Gross 817.857000 Net	01/24/2043 Quarterly 24.Jan/Apr/Jul/Oct	To be determined Due to Cash Reserve reduction	CCCRR 2 Csf	CCC- Ca
Total		419,643,719.75	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	6.17	5.47	4.86	4.34	3.92	3.59	3.26	3.00
		Final Maturity	Years	09/23/2018	01/09/2018	06/02/2017	11/23/2016	06/22/2016	02/23/2016	10/25/2015	07/22/2015
			Date	11.26	10.26	9.26	8.26	7.51	7.00	6.25	5.75
	Without optional redemption *	Average life	Years	6.53	5.80	5.19	4.68	4.24	3.87	3.55	3.27
		Final Maturity	Years	01/30/2019	05/11/2018	09/30/2017	03/27/2017	10/19/2016	06/05/2016	02/09/2016	10/31/2015
			Date	15.76	15.01	14.01	12.76	12.01	11.01	10.26	9.51
Series B	With optional redemption *	Average life	Years	11.26	10.26	9.26	8.26	7.51	7.00	6.25	5.75
		Final Maturity	Years	10/24/2023	10/24/2022	10/24/2021	10/24/2020	01/24/2020	07/24/2019	10/24/2018	04/24/2018
			Date	11.26	10.26	9.26	8.26	7.51	7.00	6.25	5.75
	Without optional redemption *	Average life	Years	12.27	11.26	10.26	9.26	8.26	7.51	7.00	6.25
		Final Maturity	Years	10/25/2029	10/22/2028	11/19/2027	12/13/2026	01/04/2026	02/07/2025	04/08/2024	07/03/2023
			Date	19.52	18.26	17.26	16.26	15.51	14.76	13.76	13.01
Series C	With optional redemption *	Average life	Years	11.26	10.26	9.26	8.26	7.51	7.00	6.25	5.75
		Final Maturity	Years	10/24/2023	10/24/2022	10/24/2021	10/24/2020	01/24/2020	07/24/2019	10/24/2018	04/24/2018
			Date	11.26	10.26	9.26	8.26	7.51	7.00	6.25	5.75
	Without optional redemption *	Average life	Years	21.38	20.53	19.55	18.61	17.72	16.87	16.04	15.22
		Final Maturity	Years	12/06/2033	01/26/2033	02/07/2032	02/26/2031	04/08/2030	06/03/2029	08/03/2028	10/10/2027
			Date	27.27	27.27	27.27	27.27	27.27	27.27	27.27	27.27
Series D	With optional redemption *	Average life	Years	11.26	10.26	9.26	8.26	7.51	7.00	6.25	5.75
		Final Maturity	Years	10/24/2023	10/24/2022	10/24/2021	10/24/2020	01/24/2020	07/24/2019	10/24/2018	04/24/2018
			Date	11.26	10.26	9.26	8.26	7.51	7.00	6.25	5.75
	Without optional redemption *	Average life	Years	27.27	27.27	27.27	27.27	27.27	27.27	27.27	27.27
		Final Maturity	Years	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	27.27	27.27	27.27	27.27	27.27	27.27	27.27	27.27

* 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	90.35%	379,143,719.75	9.88%	95.74%	4.31%
Series B	5.05%	21,200,000.00	4.71%	2.23%	2.05%
Series C	2.24%	9,400,000.00	2.42%	0.99%	1.05%
Series D	2.36%	9,900,000.00			
Issue of Bonds		419,643,719.75			950,000,000.00
Reserve Fund	2.42%	9,900,000.00		1.05%	9,900,000.00

Other financial operations (current)			
Assets	Balance	Interest	
Treasury Account	33,738,280.16	0.451%	
Servicer ppal collect not yet credited	117,689.57		
Servicer ints collect not yet credited	20,124.20		
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		10,320,000.00	
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	7,345	12,241
Principal		
Principal outstanding	407,406,491.31	940,242,690.85
Average loan	55,467.19	76,810.94
Minimum	94.31	3,356.13
Maximum	401,735.39	496,461.58
Interest rate		
Weighted average (wac)	2.56%	3.11%
Minimum	1.50%	1.00%
Maximum	5.34%	5.25%
Final maturity		
Weighted average (WARM) (months)	180	239
Minimum	09/06/2012	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	2.10%	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%	1.36	6.82	0.29	7.77
10.01 - 20%	4.94	15.70	1.93	15.83
20.01 - 30%	9.55	25.28	3.82	25.38
30.01 - 40%	15.55	35.28	6.58	35.62
40.01 - 50%	21.69	45.42	10.97	45.35
50.01 - 60%	28.17	55.03	15.89	55.36
60.01 - 70%	18.64	63.62	22.49	65.47
70.01 - 80%	0.11	75.03	38.04	75.26
Weighted average (WALTV)		46.06		60.76
Minimum		0.07		2.08
Maximum		79.88		80.00

Prepayments					
	Current month	Last 3 months	Last 6 months	Last 12 months	Historical
Single month. mort. (SMM)	0.33%	0.36%	0.28%	0.30%	0.55%
Annual Percentage Rate (CPR)	3.90%	4.23%	3.36%	3.49%	6.45%

Geographic distribution		
	Current	At constitution date
Andalucia	4.54%	4.64%
Aragon	6.93%	6.24%
Asturias		0.00%
Balearic Islands	0.50%	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	0.75%	0.77%
Ceuta	0.02%	0.03%
Extremadura	0.02%	0.01%
Galicia		0.01%
La Rioja	0.85%	0.83%
Madrid	6.81%	7.40%
Murcia	14.17%	13.14%
Navarra	0.33%	0.43%
Valencia	64.82%	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	298	83,904.51	24,735.97	0.00	108,640.48	5.42	17,038,810.81	17,147,451.29	34.32	41.02
from > 1 to ≤ 2 months	146	81,230.28	32,841.04	0.00	114,071.32	5.69	8,897,205.22	9,011,276.54	18.04	43.28
from > 2 to ≤ 3 months	187	180,959.75	78,821.74	0.00	259,781.49	12.96	11,985,172.52	12,244,954.01	24.51	45.42
from > 3 to ≤ 6 months	17	24,340.17	13,560.44	0.00	37,900.61	1.89	1,036,480.97	1,074,381.58	2.15	45.84
from > 6 to < 12 months	44	160,544.32	75,881.28	0.00	236,425.60	11.80	3,487,496.68	3,723,922.28	7.45	50.29
from ≥ 12 to < 18 months	22	137,220.40	67,581.97	0.00	204,802.37	10.22	1,952,613.89	2,157,416.26	4.32	53.50
from ≥ 18 to < 24 months	11	94,826.27	38,199.93	0.00	133,026.20	6.64	716,459.56	849,485.76	1.70	48.70
from ≥ 2 years	46	593,573.55	315,684.56	0.00	909,258.11	45.37	2,841,565.43	3,750,823.54	7.51	54.68
Subtotal	771	1,356,599.25	647,306.93	0.00	2,003,906.18	100.00	47,955,805.08	49,959,711.26	100.00	44.62
<i>Doubt debts (subjectives)</i>										
	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	771	1,356,599.25	647,306.93	0.00	2,003,906.18		47,955,805.08	49,959,711.26		44.62