

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
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)

Assets Custodian
Barclays Bank (B. Zaragozano)

Fund Auditors
Ernst&Young

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 ES0369069002	05/04/2000 2,756	20,764.36 57,226,576.16 20.76%	100,000.00 275,600,000.00	Floating 3-M Euribor + 0.270% 17.Feb/May/Aug/Nov	3.8650% 02/19/2007 209.55 Gross 178.12 Net	05/17/2025 Quarterly 17.Feb/May/Aug/Nov	02/19/2007 "Pass-Through"	Aaa	Aaa
Series B ES0369069010	05/04/2000 94	40,180.37 3,776,954.78 40.18%	100,000.00 9,400,000.00	Floating 3-M Euribor + 0.500% 17.Feb/May/Aug/Nov	4.0950% 02/19/2007 429.63 Gross 365.19 Net	05/17/2025 Quarterly 17.Feb/May/Aug/Nov	02/19/2007 "Pass-Through" Pro rata deferred start / Secutential	A2	A2
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)											
% 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	3.63	3.24	3.03	2.83	2.64	2.43	2.24
			Date	04/27/2011	07/05/2010	02/11/2010	11/28/2009	09/15/2009	07/05/2009	04/23/2009	02/10/2009
		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	05/17/2012	05/17/2011	11/17/2010	08/17/2010	05/17/2010	02/17/2010	11/17/2009	08/17/2009
			Date	12.44	11.60	11.11	10.62	10.13	9.65	9.18	8.72
		Final Maturity	Years	04/22/2019	06/21/2018	12/24/2017	06/28/2017	01/01/2017	07/10/2016	01/19/2016	08/03/2015
		18.27	18.27	18.27	18.27	18.27	18.27	18.27	18.27	18.27	
		Date	02/17/2025	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
Series A	93.81%	57,226,576.16	12.19%	96.70%	275,600,000.00
Series B	6.19%	3,776,954.78	6.00%	3.30%	9,400,000.00
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 intls 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%	

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%

LTV Distribution				
		Current	At constitution date	
		% Pool	% LTV	% 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

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%

Additional information

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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