

BZ HIPOTECARIO 2 Fondo de Titulizacion Hipotecaria

Brief report

Date: 10/31/2008
Currency: EUR

Date of constitution
04/28/2000

VAT Reg. no.
G82653171

Management Company
Europea 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
AIAP 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	13,694.18 37,741,160.08 13.69%	100,000.00 275,600,000.00	Floating 3-M Euribor+0.270% 17.Feb/May/Aug/Nov	5.2350% 11/17/2008 181.21 Gross 148.59 Net	05/17/2025 Quarterly 17.Feb/May/Aug/Nov	11/17/2008 "Pass-Through"	Aaa	Aaa
Series B ES0369069010	05/04/2000 94	30,319.15 2,850,000.10 30.32%	100,000.00 9,400,000.00	Floating 3-M Euribor+0.500% 17.Feb/May/Aug/Nov	5.4650% 11/17/2008 418.84 Gross 343.45 Net	05/17/2025 Quarterly 17.Feb/May/Aug/Nov	11/17/2008 "Pass-Through" Pro rata deferred start / Secuential	A2	A2
Total		40,591,160.18	285,000,000.00						

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	
		% Annual equivalent CPR		2,00		4,00		6,00		8,00		10,00		12,00		14,00			
Series A	With optional redemption *	Average life	Years	Date	1.91	10/15/2010	1.70	07/30/2010	1.67	07/19/2010	1.47	05/08/2010	1.45	04/29/2010	1.26	02/20/2010	1.24	02/14/2010	
		Final Maturity	Years	Date	2.25	02/17/2011	2.00	11/17/2010	2.00	11/17/2010	1.75	08/17/2010	1.75	08/17/2010	1.50	05/17/2010	1.50	05/17/2010	
					4.34	03/18/2013	3.97	11/06/2012	3.66	07/13/2012	3.37	04/01/2012	3.13	10/12/2011	2.90	08/01/2011	2.71	07/01/2011	
	Without optional redemption *	Average life	Years	Date	11.76	08/17/2020	11.01	11/17/2019	10.26	08/17/2018	9.75	08/17/2018	9.26	08/17/2018	8.75	08/17/2017	8.26	08/17/2017	
		Final Maturity	Years	Date	11.76	08/17/2020	11.01	11/17/2019	10.26	08/17/2018	9.75	08/17/2018	9.26	08/17/2018	8.75	08/17/2017	8.26	08/17/2017	
					2.25	02/16/2011	2.00	11/16/2010	2.00	11/16/2010	1.75	08/16/2010	1.75	08/16/2010	1.50	05/16/2010	1.50	05/16/2010	
Series B	With optional redemption *	Average life	Years	Date	2.25	02/17/2011	2.00	11/17/2010	2.00	11/17/2010	1.75	08/17/2010	1.75	08/17/2010	1.50	05/17/2010	1.50	05/17/2010	
		Final Maturity	Years	Date	2.25	02/17/2011	2.00	11/17/2010	2.00	11/17/2010	1.75	08/17/2010	1.75	08/17/2010	1.50	05/17/2010	1.50	05/17/2010	
					13.47	05/04/2022	12.96	10/31/2021	12.42	10/01/2020	11.88	03/22/2020	11.35	09/15/2019	10.83	03/13/2019	10.32	03/13/2019	
	Without optional redemption *	Average life	Years	Date	16.26	02/17/2025	16.26	02/17/2025	16.26	02/17/2025	16.26	02/17/2025	16.26	02/17/2025	16.26	02/17/2025	16.26	02/17/2025	
		Final Maturity	Years	Date	16.26	02/17/2025	16.26	02/17/2025	16.26	02/17/2025	16.26	02/17/2025	16.26	02/17/2025	16.26	02/17/2025	16.26	02/17/2025	
					02/17/2025	02/17/2025	02/17/2025	02/17/2025	02/17/2025	02/17/2025	02/17/2025	02/17/2025	02/17/2025	02/17/2025	02/17/2025	02/17/2025	02/17/2025	02/17/2025	

Credit enhancement and financial operations

Credit enhancement (CE)							
Current				At issue date			
		% CE			% CE		
Series A	92.98%	37,741,160.08	13.02%	96.70%	275,600,000.00	5.30%	
Series B	7.02%	2,850,000.10	6.00%	3.30%	9,400,000.00	2.00%	
Issue of Bonds		40,591,160.18			285,000,000.00		
Reserve Fund	6.00%	2,435,469.57	2.00%		5,700,000.00		

Other financial operations (current)			
Assets	Balance	Interest	
Treasury Account	4,237,301.15	4.890%	
Servicer ppal collect not yet credited	119,486.09		
Servicer ints collect not yet credited	10,877.63		
Liabilities	Available	Balance	Interest
Subordinated Loan		2,435,469.57	5.464%

Collateral: Residential mortgage loans

General				
		Current	At constitution date	
Count		1,861	7,400	
Principal				
Principal outstanding		38,962,428.54	285,008,478.12	
Average loan		20,936.29	38,514.66	
Minimum		12.14	8,633.59	
Maximum		415,781.87	555,446.75	
Interest rate				
Weighted average (wac)		5.81%	5.00%	
Minimum		2.75%	2.25%	
Maximum		7.45%	10.00%	
Final maturity				
Weighted average (WARM) (months)		112	166	
Minimum		11/01/2008	06/30/2001	
Maximum		12/01/2024	04/01/2025	
Index (principal outstanding distribution)				
6-month EURIBOR/MIBOR		0.03%	0.07%	
1-year EURIBOR/MIBOR		4.14%	0.00%	
1-year EURIBOR/MIBOR (Mortgage Market)		95.83%	99.93%	

LTV Distribution				
		Current	At constitution date	
		% Pool	% LTV	% LTV
0.01 - 10%		7.70	6.23	1.08
10.01 - 20%		18.34	15.38	6.15
20.01 - 30%		21.62	25.21	11.02
30.01 - 40%		19.75	34.69	17.65
40.01 - 50%		19.83	45.03	16.35
50.01 - 60%		12.27	54.97	16.07
60.01 - 70%		0.49	61.18	17.83
70.01 - 80%				13.85
Weighted average (WALTV)		31.57		48.08
Minimum		0.02		3.22
Maximum		62.13		79.79

Prepayments					
	Current month	Last 3 months	Last 6 months	Last 12 months	Historical
Single month. mort. (SMM)	0.56%	0.40%	0.44%	0.51%	1.00%
Annual Percentage Rate (CPR)	6.47%	4.69%	5.11%	5.93%	11.41%

Geographic distribution		
	Current	At constitution date
Andalucia	12.39%	14.52%
Aragon	8.33%	8.00%
Asturias	1.18%	1.02%
Balearic Islands	2.85%	2.05%
Basque Country	2.26%	2.32%
Canary Islands	8.15%	7.55%
Cantabria	1.35%	1.13%
Castilla-La Mancha	6.76%	5.30%
Castilla-Leon	4.94%	4.69%
Catalonia	15.39%	15.89%
Extremadura	0.60%	0.79%
Galicia	1.12%	1.56%
La Rioja	0.54%	0.48%
Madrid	22.68%	22.27%
Murcia	1.32%	1.70%
Navarra	0.31%	0.73%
Valencia	9.85%	10.01%

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Originator
Up to 1 month
from > 1 to ≤ 2 months
from > 2 to ≤ 3 months
Servicer
from > 3 to ≤ 6 months
from > 6 to < 12 months
from ≥ 12 to < 18 months
from ≥ 2 years

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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	24	6,554.07	2,521.17	0.00	9,075.24	4.57	513,405.53	522,480.77	35.30	21.55
from > 1 to ≤ 2 months	9	4,412.01	2,310.89	0.00	6,722.90	3.38	234,444.97	241,167.87	16.30	31.91
from > 2 to ≤ 3 months	5	4,993.99	1,229.84	0.00	6,223.83	3.13	78,390.07	84,613.90	5.72	16.30
from > 3 to ≤ 6 months	6	7,180.19	4,354.20	0.00	11,534.39	5.81	172,336.45	183,870.84	12.42	26.46
from > 6 to < 12 months	6	26,113.45	4,450.63	0.00	30,564.08	15.39	85,222.85	115,786.93	7.82	16.57
from ≥ 12 to < 18 months	2	3,695.56	2,042.79	0.00	5,738.35	2.89	28,272.40	34,010.75	2.30	19.33
from ≥ 2 years	9	60,265.08	42,959.40	25,562.95	128,787.43	64.83	169,221.96	298,009.39	20.14	46.49
Subtotal	61	113,214.35	59,868.92	25,562.95	198,646.22	100.00	1,281,294.23	1,479,940.45	100.00	25.04
<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	61	113,214.35	59,868.92	25,562.95	198,646.22		1,281,294.23	1,479,940.45		25.04