BZ HIPOTECARIO 3 Fondo de Titulización Hipotecaria

Brief report

Date: 08/31/2006
Currency: EUR

Date of constitution
07/23/2001

VAT Reg. no.
G83062406

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
AIAF Mercado de Renta Fija

Register of Book Securities
Iberclear

Treasury Account
Caja Madrid

Subordinated Loan
Barclays Bank (B. Zaragozano)

Start-up 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) Current	Original	Interest type Reference rate and margin Payment Date	Interest Rate Next coupon	Redemption Final maturity (legal)	Next	Rating Moody´s Current	Original
Series A ES0315189003	07/25/2001 2,983	33,577.30 100,161,085.90 33.58%	100,000.00 298,300,000.00	Floating 3-M Euribor + 0.240% 17.Jan/Apr/Jul/Oct	3.3300% 10/17/2006 285.74 Gross 242.88 Net	04/17/2027 Quarterly 17.Jan/Apr/Jul/Oct	10/17/2006 "Pass-Through"	Aaa	Aaa
Series B ES0315189011	07/25/2001 62	64,620.06 4,006,443.72 64.62%	100,000.00 6,200,000.00	Floating 3-M Euribor + 0.500% 17.Jan/Apr/Jul/Oct	3.5900% 10/17/2006 592.85 Gross 503.92 Net	04/17/2027 Quarterly 17.Jan/Apr/Jul/Oct	10/17/2006 "Pass-Through" Pro rata deferred start	A2	A2
Series C ES0315189029	07/25/2001 55	100,000.00 5,500,000.00 100.00%	100,000.00 5,500,000.00	Floating 3-M Euribor + 1.500% 17.Jan/Apr/Jul/Oct	4.5900% 10/17/2006 1,173.00 Gross 997.05 Net	04/17/2027 Quarterly 17.Jan/Apr/Jul/Oct	To be determined "Pass-Through" Secuential	Baa3	Baa3
Total		109,667,529.62	310,000,000.00						

Estimated average life (in years) and maturity according to different hypothesis of constant prepayment rates (CPR)

			% Monthly CPR (SMM)	0,00	0,87	0,97	1,06	1,15	1,25	1,35	1,44
			% Annual equivalent CPR	0,00	10,00	11,00	12,00	13,00	14,00	15,00	16,00
Series A	With optional redemption *	Average life	Years	5.59	3.35	3.21	3.07	2.94	2.82	2.70	2.64
			Date	04/02/2012	01/05/2010	11/13/2009	09/25/2009	08/08/2009	06/24/2009	05/10/2009	04/18/2009
		Final Maturity	Years	9.64	6.13	5.88	5.63	5.38	5.13	4.88	4.88
			Date	04/17/2016	10/17/2012	07/17/2012	04/17/2012	01/17/2012	10/17/2011	07/17/2011	07/17/2011
	Without optional redemption *	Average life	Years	6.21	3.84	3.68	3.53	3.39	3.26	3.14	3.03
			Date	11/12/2012	07/01/2010	05/04/2010	03/11/2010	01/20/2010	12/04/2009	10/20/2009	09/09/2009
		Final Maturity	Years	15.89	11.88	11.39	11.14	10.64	10.39	10.14	9.64
			Date	07/17/2022	07/17/2018	01/17/2018	10/17/2017	04/17/2017	01/17/2017	10/17/2016	04/17/2016
Series B	With optional redemption *	Average life	Years	5.60	3.36	3.22	3.08	2.95	2.83	2.70	2.64
			Date	04/04/2012	01/08/2010	11/17/2009	09/28/2009	08/12/2009	06/27/2009	05/14/2009	04/22/2009
		Final Maturity	Years	9.64	6.13	5.88	5.63	5.38	5.13	4.88	4.88
			Date	04/17/2016	10/17/2012	07/17/2012	04/17/2012	01/17/2012	10/17/2011	07/17/2011	07/17/2011
	Without optional redemption *	Average life	Years	6.21	3.84	3.69	3.54	3.40	3.27	3.15	3.04
			Date	11/14/2012	07/04/2010	05/08/2010	03/15/2010	01/24/2010	12/08/2009	10/24/2009	09/12/2009
		Final Maturity	Years	15.89	11.88	11.39	11.14	10.64	10.39	10.14	9.64
			Date	07/17/2022	07/17/2018	01/17/2018	10/17/2017	04/17/2017	01/17/2017	10/17/2016	04/17/2016
Series C	With optional redemption *	Average life	Years	9.64	6.13	5.88	5.63	5.38	5.13	4.88	4.88
			Date	04/17/2016	10/17/2012	07/17/2012	04/17/2012	01/17/2012	10/17/2011	07/17/2011	07/17/2011
		Final Maturity	Years	9.64	6.13	5.88	5.63	5.38	5.13	4.88	4.88
			Date	04/17/2016	10/17/2012	07/17/2012	04/17/2012	01/17/2012	10/17/2011	07/17/2011	07/17/2011
	Without optional redemption *	Average life	Years	17.46	14.09	13.74	13.40	13.06	12.72	12.39	12.05
			Date	02/10/2024	09/27/2020	05/24/2020	01/20/2020	09/18/2019	05/17/2019	01/15/2019	09/15/2018
		Final Maturity	Years	27.90	27.90	27.90	27.90	27.90	27.90	27.90	27.90
			Date	07/17/2034	07/17/2034	07/17/2034	07/17/2034	07/17/2034	07/17/2034	07/17/2034	07/17/2034

* 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	91.33%	100,161,085.90	12.42%	96.23%	298,300,000.00	5.27%
Series B	3.65%	4,006,443.72	8.77%	2.00%	6,200,000.00	3.27%
Series C	5.02%	5,500,000.00	3.75%	1.77%	5,500,000.00	1.50%
Issue of Bonds		109,667,529.62			310,000,000.00	
Reserve Fund	3.75%	4,112,532.61		1.50%	4,650,000.00	

Other finantial operations (current)

Assets		Balance	Interest
Treasury Account		6,808,495.28	3.010%
Servicer ppal collect not yet credited		459,570.61	
Servicer ints collect not yet credited		57,224.22	
Liabilities	**Available**	**Balance**	**Interest**
Subordinated Loan		4,112,532.61	
Start-up Loan		0.00	

Collateral: Residential mortgage loans

General

	Current	At constitution date
Count	3,251	6,648
Principal		
Principal outstanding	106,777,205.36	310,001,720.87
Average loan	32,844.42	46,630.82
Minimum	233.56	5,951.29
Maximum	510,692.97	974,868.56
Interest rate		
Weighted average (wac)	3.87%	5.89%
Minimum	2.25%	3.90%
Maximum	6.00%	8.88%
Final maturity		
Weighted average (WARM) (months)	146	190
Minimum	09/01/2006	01/01/2003
Maximum	04/01/2034	07/05/2026
Index (distribution)		
1-year EURIBOR/MIBOR	0.17	0.00
1-year EURIBOR/MIBOR (Mortgage Market)	99.83	100.00

LTV Distribution

	Current % Pool	Current % LTV	At constitution date % Pool	At constitution date % LTV
0.01 - 10%	3.88	7.00	1.02	7.66
10.01 - 20%	12.75	15.42	5.28	15.75
20.01 - 30%	17.45	25.21	9.60	25.34
30.01 - 40%	18.76	34.86	14.76	35.36
40.01 - 50%	21.22	45.18	19.38	45.38
50.01 - 60%	16.07	54.57	17.45	55.09
60.01 - 70%	9.88	63.67	14.46	64.93
70.01 - 80%			18.05	74.76
Weighted average (WALTV)	37.82			49.86
Minimum	0.16			0.99
Maximum	68.81			79.58

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: Pº de la Castellana, 19 - 28046 Madrid ☎ +34 91 585 15 00 www.cnmv.com

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Prepayments

	Current month	Last 3 months	Last 6 months	Last 12 months	Historical
Single month. mort. (SMM)	0.57%	0.87%	1.06%	1.19%	1.11%
Annual Percentage Rate (CPR)	6.63%	10.01%	12.05%	13.34%	12.54%

Geographic distribution

	Current	At constitution date
Andalucia	17.89%	19.08%
Aragon	6.57%	6.29%
Asturias	2.04%	1.68%
Balearic Islands	2.46%	2.73%
Basque Country	2.27%	2.59%
Canary Islands	6.55%	6.05%
Cantabria	0.88%	0.96%
Castilla-La Mancha	6.19%	5.20%
Castilla-Leon	4.62%	4.71%
Catalonia	14.96%	14.51%
Extremadura	1.10%	1.09%
Galicia	2.43%	2.40%
La Rioja	0.40%	0.38%
Madrid	21.62%	21.66%
Murcia	0.93%	1.25%
Navarra	0.57%	0.55%
Valencia	8.51%	8.88%

Current delinquency

Aging	Assets	Overdue debt					Outstanding debt	Total debt		% Total debt / Appraisal Value
		Principal	Interest	Other	Total	%			%	
Up to 1 month	76	21,594.07	8,273.40	0.00	29,867.47	16.62	2,634,074.80	2,663,942.27	59.27	26.88
1 to 2 months	19	12,366.59	5,138.55	0.00	17,505.14	9.74	745,727.45	763,232.59	16.98	33.99
2 to 3 months	12	15,416.43	3,163.09	0.00	18,579.52	10.34	312,872.35	331,451.87	7.37	18.94
3 to 6 months	10	20,310.65	5,763.68	0.00	26,074.33	14.51	350,828.64	376,902.97	8.39	28.72
6 to 12 months	3	2,154.42	1,762.22	0.00	3,916.64	2.18	61,334.36	65,251.00	1.45	17.39
12 to 18 months	2	3,562.01	2,378.90	418.11	6,359.02	3.54	48,701.29	55,060.31	1.23	22.67
18 to 24 months	3	29,510.99	4,498.48	4,046.90	38,056.37	21.18	65,867.54	103,923.91	2.31	25.45
Over 2 years	4	23,719.99	10,412.59	5,169.25	39,301.83	21.88	95,450.23	134,752.06	3.00	57.65
Total	129	128.635,15	41,390.91	9,634.26	179,660.32		4,314,856.66	4,494,516.98		27.28

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