1Q20 Covered Bonds Investor Presentation

ABANCA

May 2020

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2. Cover pool information



Highlights

//ABANCA

Retail and SME Banking Group with a Profitable and Increasingly Diversified Business Model

Sound Financial Profile with High Solvency Position

Fully-fledged Multi-Channel and Innovative Service

Strong Corporate Governance

BUSINESS	1Q20
Total Assets (€bn)	58.9
Retail business volume (€bn)/ Var.	85.5 / +20.6%
Performing credit (€bn)	37.2
Retail deposits (€bn)	38.7

ASSET QUALITY	1Q20
NPA ratio/NPL ratio	4.7%/2.7%
NPA Coverage / NPL Coverage	61.1% / 61.6%
Texas ratio	30.9%

PROFITABILITY	1Q20
Net profit (€m)	127.0
Basic margin (€m) / Var	208.7/+17.4%
ROE	10.9%

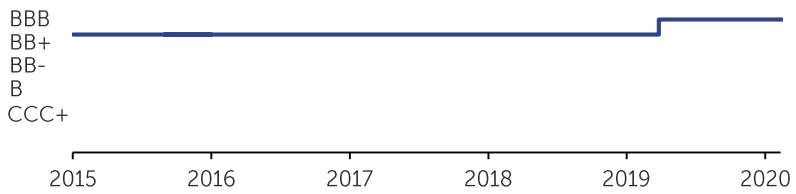
CAPITAL	1Q20
CET1 ratio (phase-in)	12.7%
Total capital ratio (phase-in)	15.6%

LIQUIDITY	1Q20
Retail LTD	98.0%
Liquid assets (€bn)	7.1
CB issuance capacity (€bn)	6.1

Source: ABANCA Group information.

Ratings

Fitch (Long-Term Issuer Default Rating)

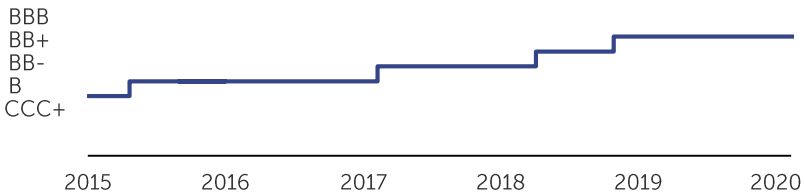


Investment grade

BBB- RWN

FitchRatings

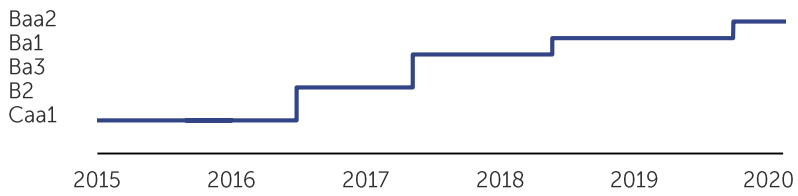
S&P (Long-Term Issuer Credit Rating)



BB+ Negative

STANDARD & POOR'S RATINGS SERVICES
McGRAW HILL FINANCIAL

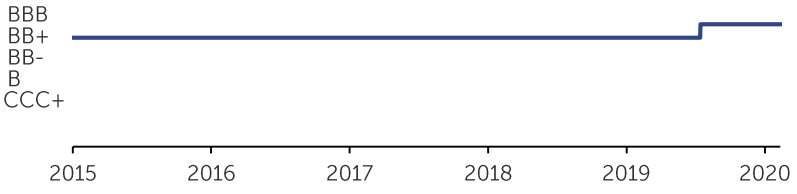
Moody's (Long-Term Deposit Rating)



Ba1 Estable

MOODY'S

DBRS (Long-Term Issuer Default Rating)



Investment grade

BBB Stable

DBRS Insight beyond the rating.

COVERED BONDS RATING

AA+ Negative

STANDARD & POOR'S RATINGS SERVICES
McGRAW HILL FINANCIAL

Aa1

MOODY'S

LCR elegibility of our recent issuances improved to HQLA Level 1

COVERED BOND LABEL

Quarterly reported Harmonised Transparency Template (HTT)

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1. ABANCA at a glance

2. Cover pool information



Mortgage Portfolio Overview

Mortgage Portfolio Overview		Residential		Commercial	
Total mortgage cover pool (€m)	15,906.0	Total amount (€m)	12,793.9	Total amount (€m)	3,112.2
Substitution assets	0	Number of loans	187,201	Number of loans	11,705
Outstanding covered bonds (€m)	2,339.9	Number of borrowers	315,264	Number of borrowers	16,005
Total OC	579.8%	Average loan balance (€k)	68.3	Average loan balance (€k)	265.9
Number of loans	198,906	Interest only loans	0.2%	Interest only loans	21.2%
Number of borrowers	331,269	Weighted Average LTV (%)	54.9%	Weighted Average LTV (%)	54.0%
Average loan balance (€k)	80.0	Weighted Average Maturity (years)	20.7	Weighted Average Maturity (years)	11.7
Weighted Average LTV (%)	54.7%	Weighted Average Rate (%)	1.0%	Weighted Average Rate (%)	2.3%
Weighted Average Seasoning (months)	95.6	Floating Rate loans (%)	98.3%	Floating Rate loans (%)	90.2%
Weighted Average Maturity (years)	18.8	Arrears >90 days (%)	1.6%	Arrears >90 days (%)	3.2%
Weighted Average Rate (%)	1.2%	10 largest exposures (%)	0.2%	10 largest exposures (%)	11.1%
Arrears >90 days (%)	1.9%				
Floating rate loans (%)	96.7%				
Loans in Euros (%)	98.0%				

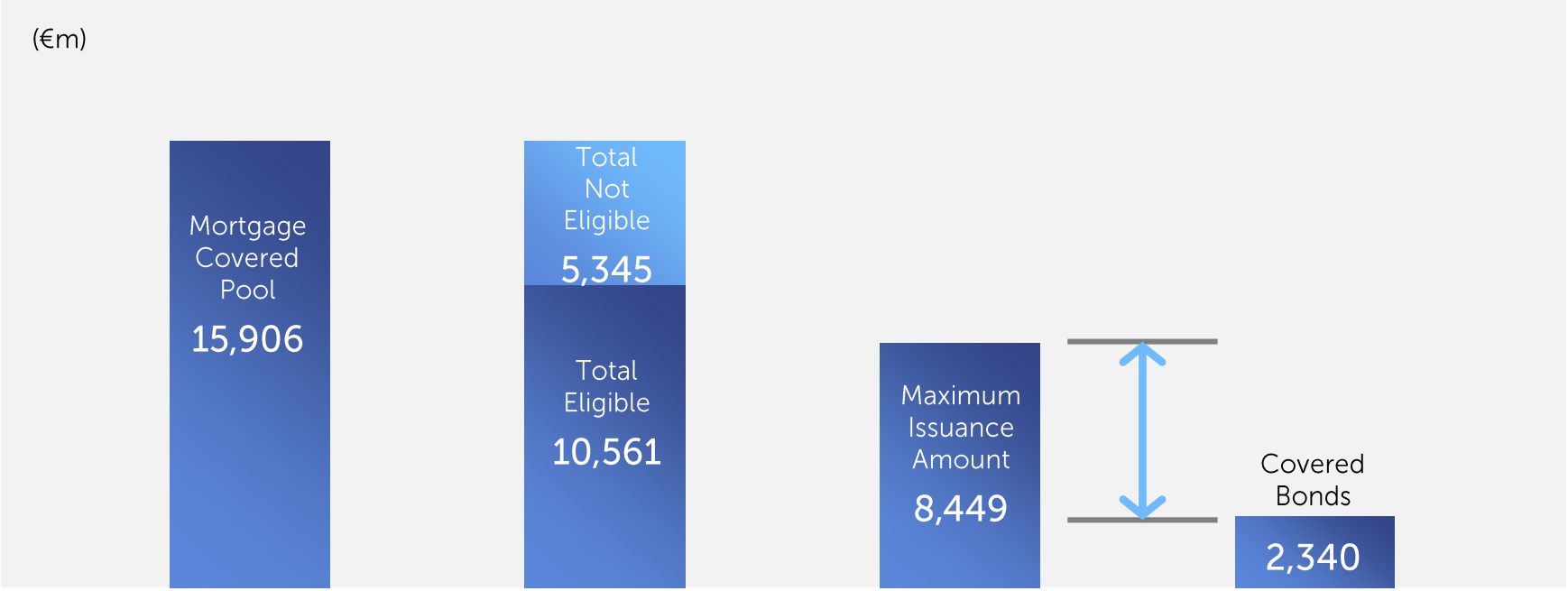
Unless otherwise stated, data refers to 1Q20

Outstanding Covered Bonds

ISIN	Issue Date	Maturity Date	Ccy	Nominal outstanding	Coupon type	Coupon	LCR status
ES0414958142	06-05-10	31-07-20	EUR	50,000,000	Fixed	4.90%	No
ES0312298054	24-03-06	24-03-21	EUR	300,000,000	Fixed	4.00%	2A
ES0312298021	14-12-05	14-12-22	EUR	129,629,630	Fixed	3.75%	No
ES0312298096	25-10-06	25-10-23	EUR	100,000,000	Fixed	4.25%	No
ES0317046003	23-05-05	23-05-25	EUR	200,000,000	Fixed	3.88%	No
ES0312342019	30-06-05	30-06-25	EUR	410,256,410	Fixed	3.75%	2A
ES0312298120	25-05-07	25-05-27	EUR	200,000,000	Fixed	4.76%	No
ES0465936054	28-05-19	28-05-29	EUR	750,000,000	Fixed	0.75%	1
ES0371622020	10-04-06	10-04-31	EUR	200,000,000	Fixed	4.25%	No

Unless otherwise stated, data refers to 1Q20

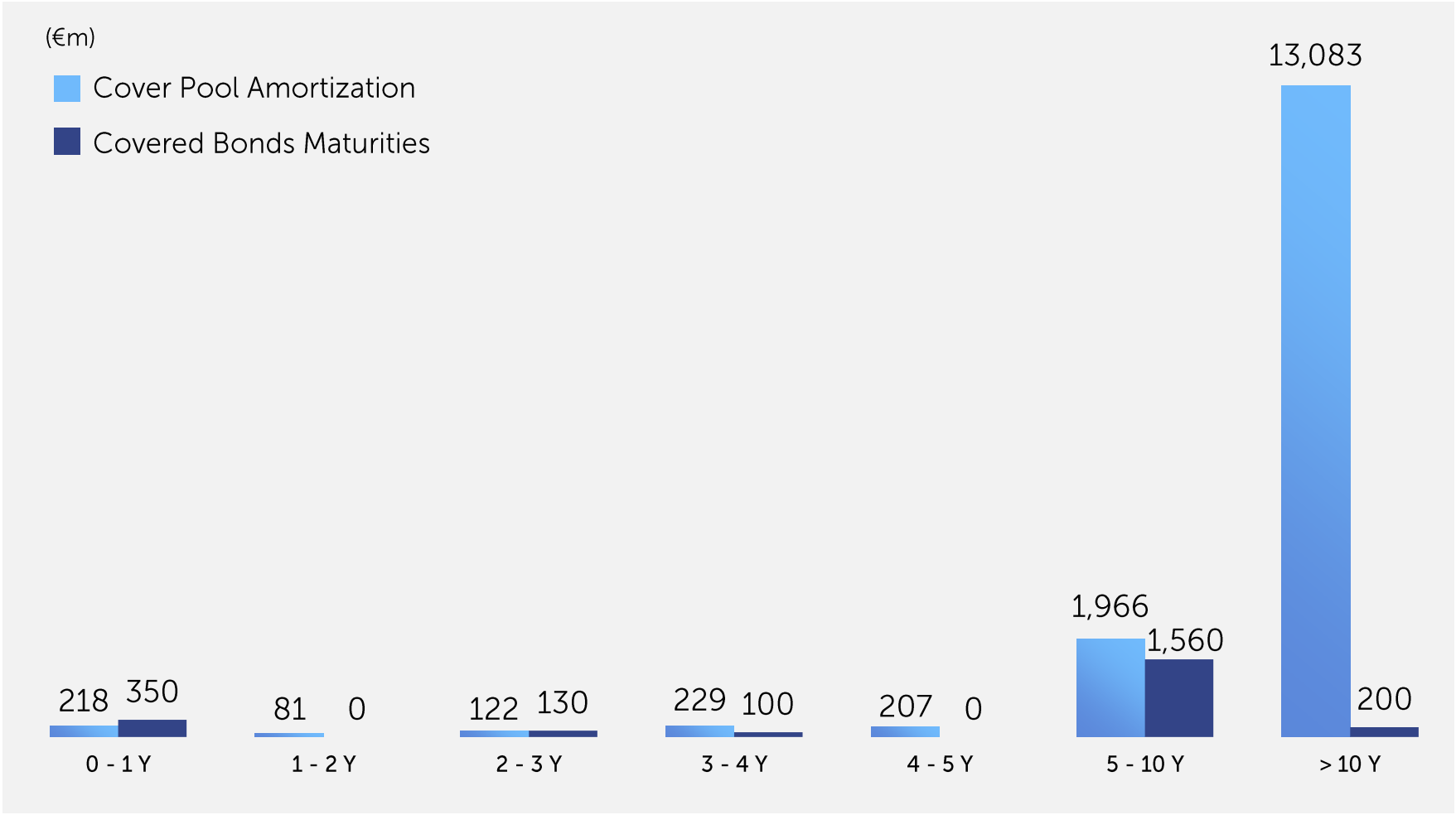
Over-collateralisation



Over-collateralisation (OC)	Legal / Regulatory	Actual
OC (%)	25.0%	579.8%
Eligible OC (%)		351.3%

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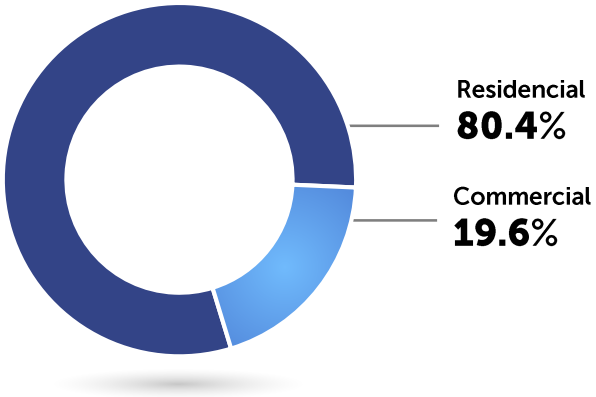
Amortization profile



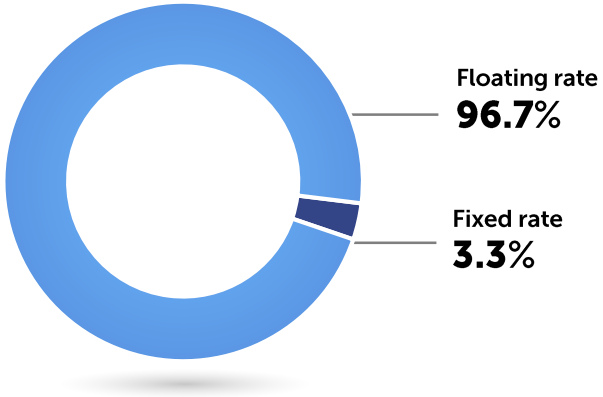
Unless otherwise stated, data refers to 1Q20

Cover Pool Highlights

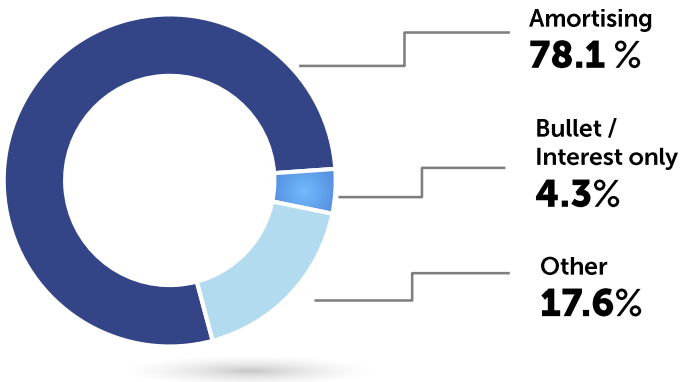
Residential/Commercial



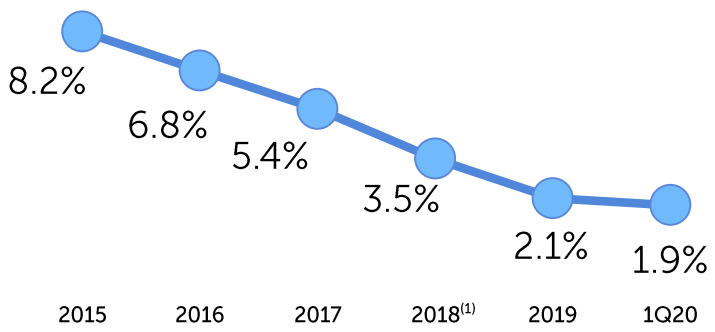
Breakdown by interest rate



Repayment type



Arrears > 90 days

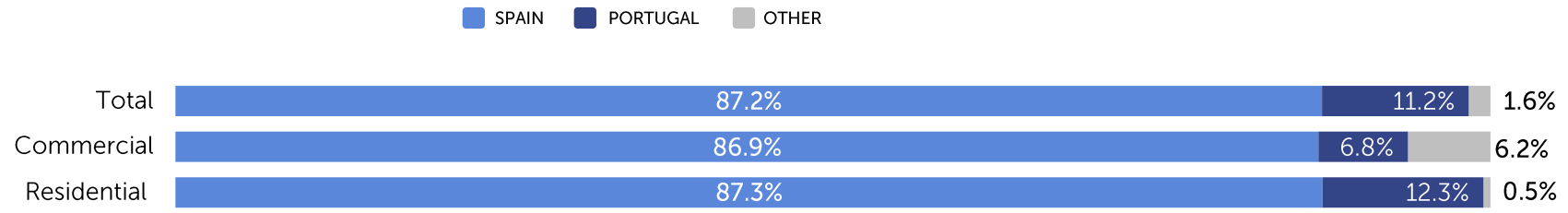


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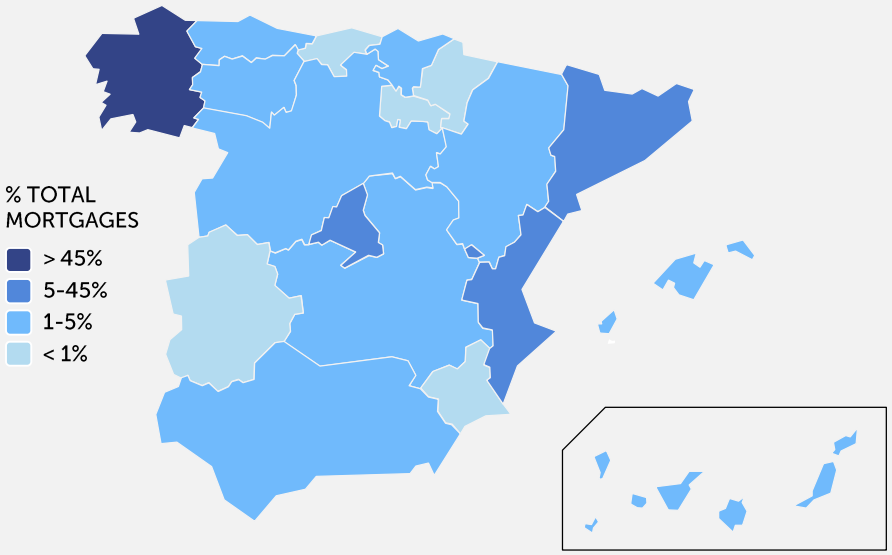
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Cover Pool Highlights

Geographical Distribution



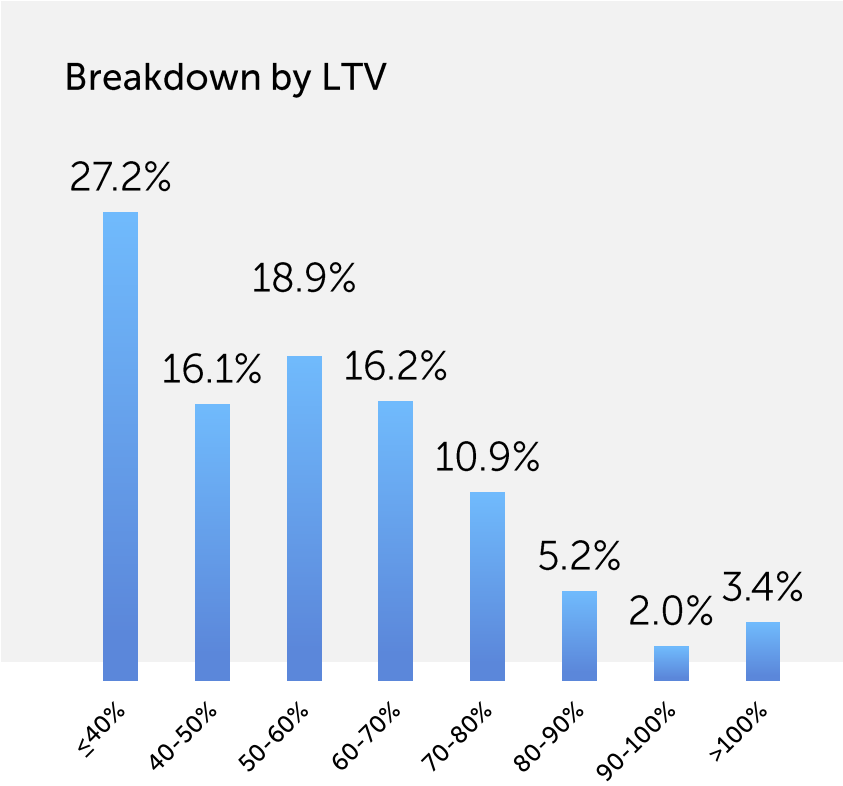
Geographical Distribution (Spain)

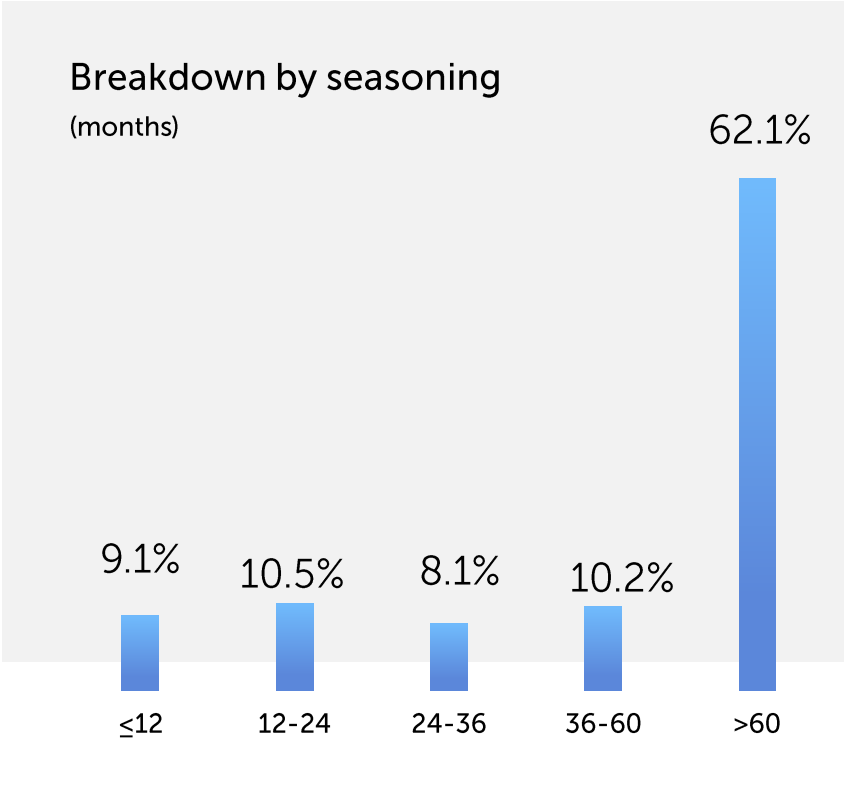


Balance per region	% Residential Loans	% Commercial Loans	% Total Mortgages
Andalusia	4.9%	4.9%	4.9%
Aragon	0.9%	1.0%	0.9%
Asturias	1.7%	2.5%	1.8%
Balearic Islands	1.3%	2.1%	1.4%
Basque Country	1.4%	2.4%	1.6%
Canary Islands	2.1%	2.0%	2.0%
Cantabria	0.5%	0.2%	0.4%
Castile La Mancha	1.2%	0.9%	1.1%
Castile León	4.5%	4.0%	4.4%
Catalonia	9.3%	4.6%	8.4%
Extremadura	1.8%	0.9%	1.7%
Galicia	50.8%	37.4%	48.2%
La Rioja	0.3%	0.2%	0.3%
Madrid	12.1%	29.4%	15.5%
Murcia	0.8%	1.6%	0.9%
Navarra	0.2%	0.4%	0.3%
Valencia	6.2%	5.4%	6.0%

Unless otherwise stated, data refers to 1Q20

Cover Pool Highlights





Weighted Average LTV: 54.7%

- 62.2% of the mortgage portfolio have LTV lower than 60%
- 89.4% of the mortgage portfolio have a LTV lower than 80%

Weighted Average seasoning: 95.6 months

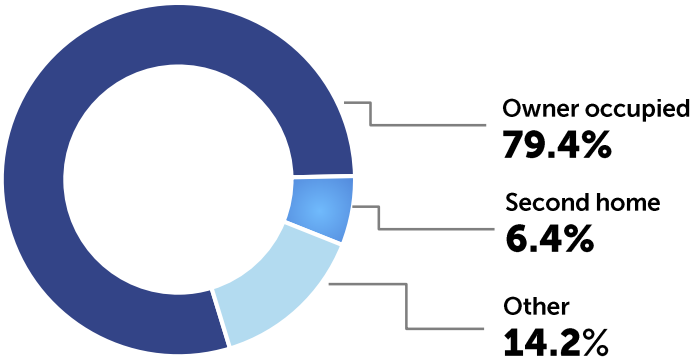
- 72.3% of the pool has a seasoning above 3 years

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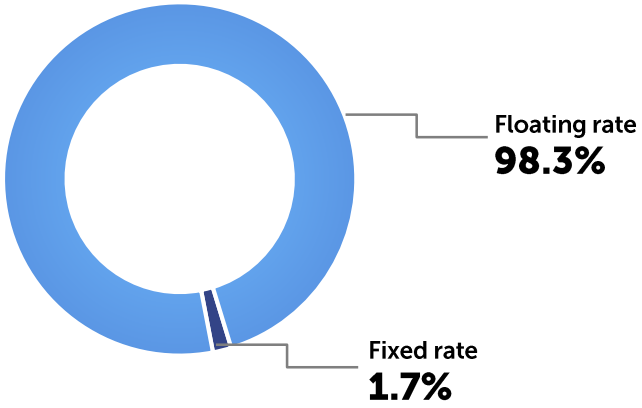
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Residential Mortgage Portfolio

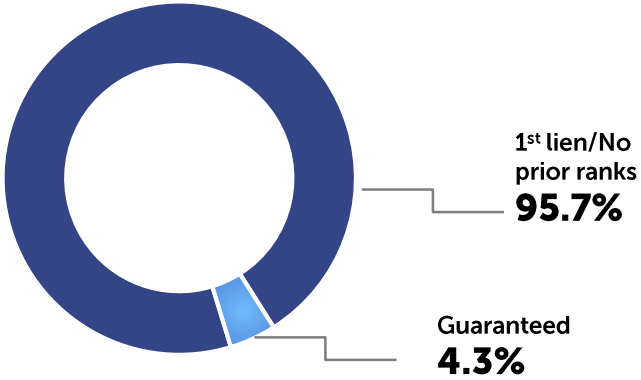
Breakdown by type of residence



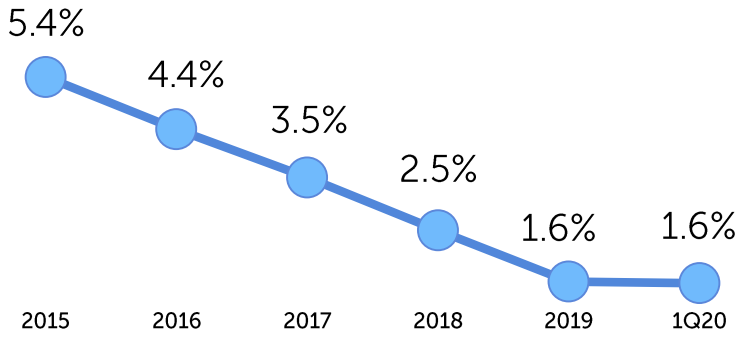
Breakdown by interest rate



Loan by ranking



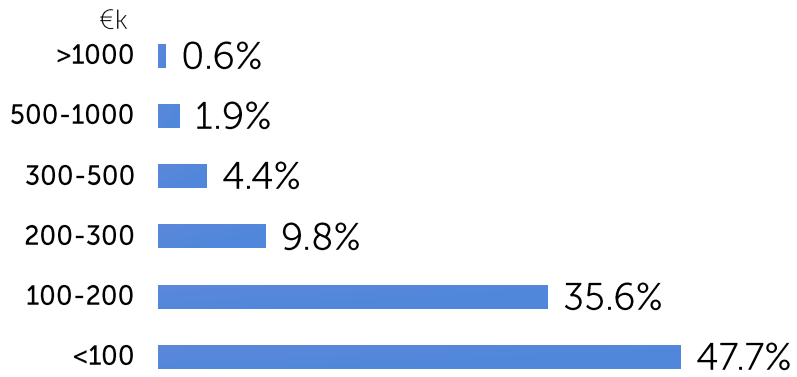
Arrears > 90 days



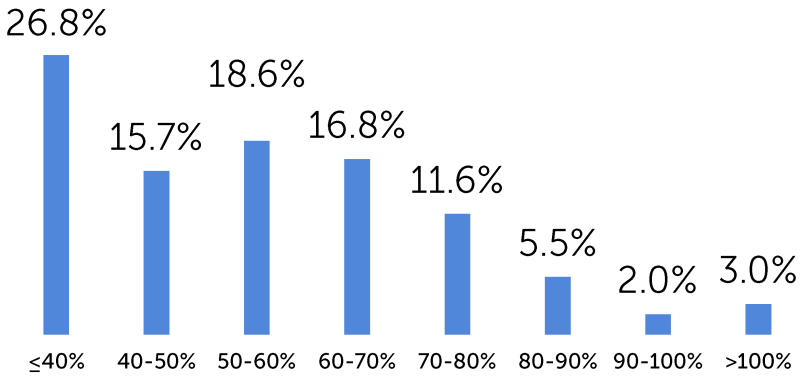
Unless otherwise stated, data refers to 1Q20

Residential Mortgage Portfolio

Breakdown by loan size

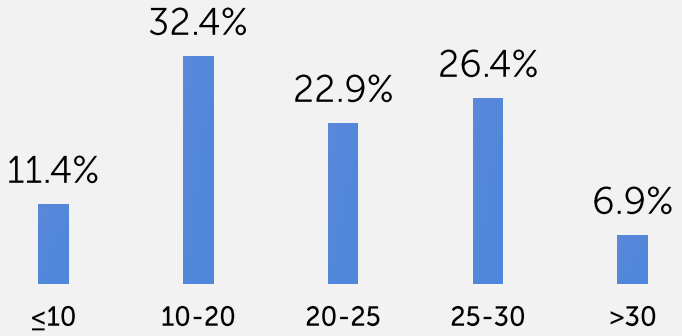


Breakdown by LTV



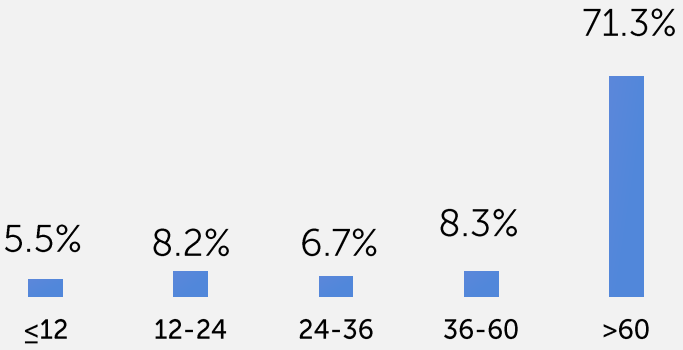
Breakdown by Maturity

(years)



Breakdown by Seasoning

(months)

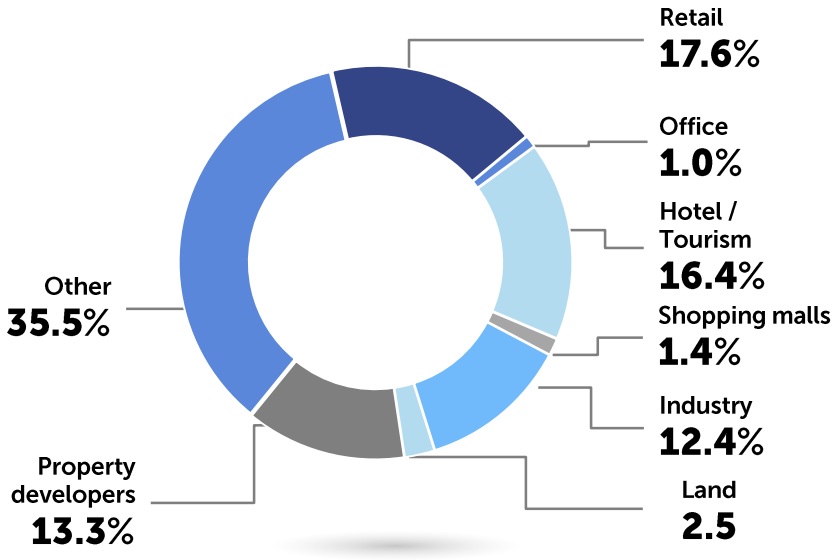


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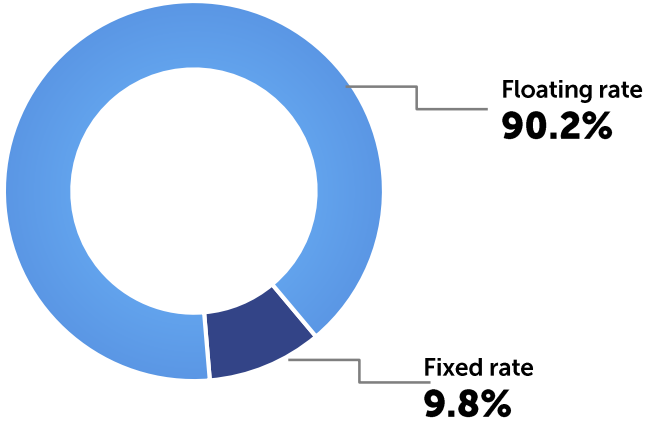
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Commercial Mortgage Portfolio

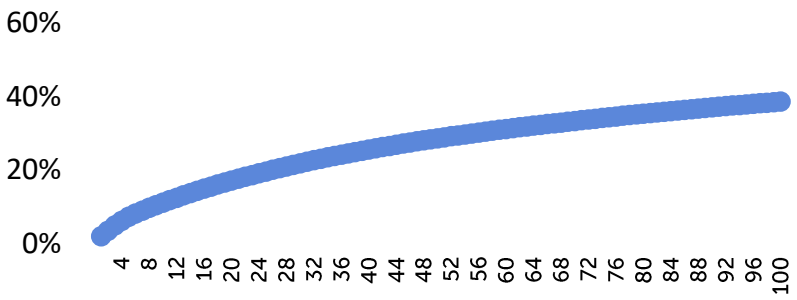
Breakdown by type of property



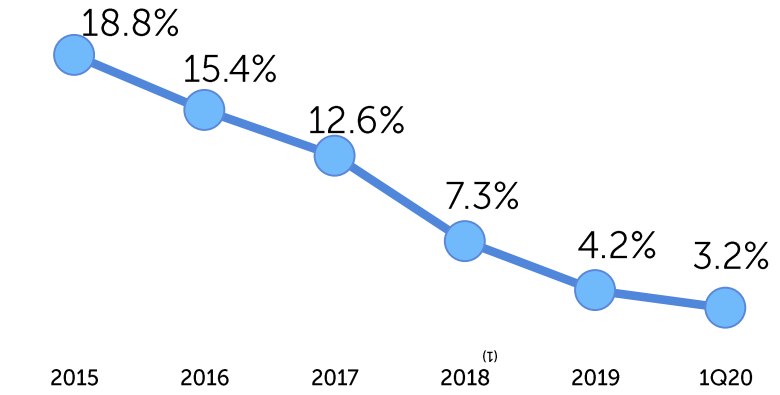
Breakdown by interest rate



Cumulative Top 100 Borrowers



Arrears > 90 days

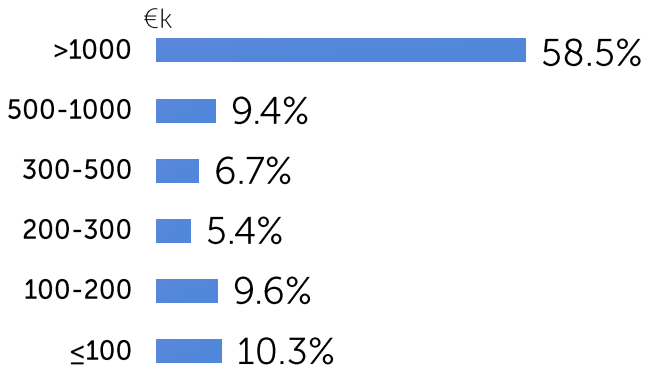


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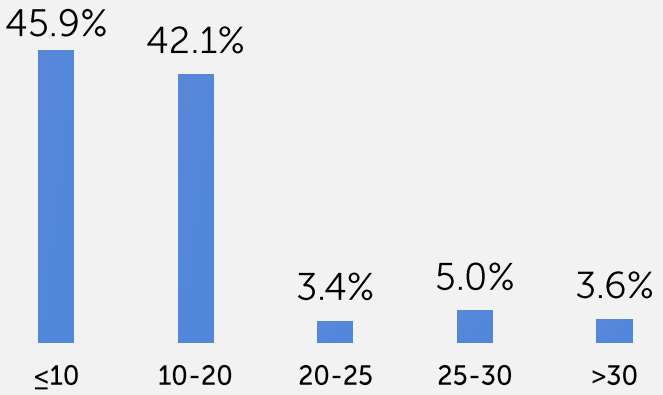
Commercial Mortgage Portfolio

Breakdown by loan size

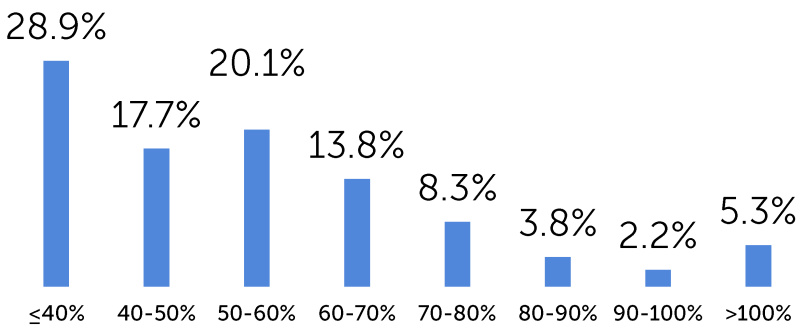


Breakdown by Maturity

(years)

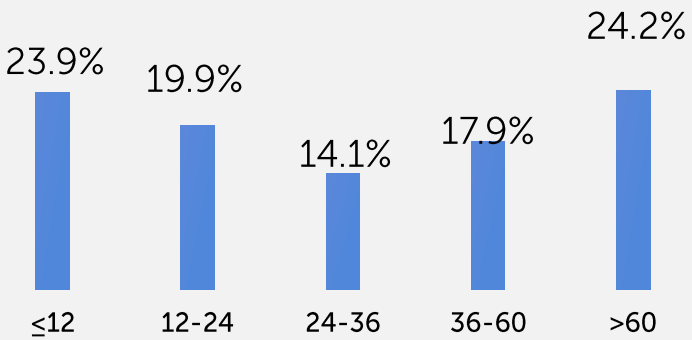


Breakdown by LTV



Breakdown by Seasoning

(months)



 Unless otherwise stated, data refers to 1Q20

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Glossary

- €bn: Billions of euros
- €m: Millions of euros
- €k: Thousands of euros
- ABANCA: ABANCA Corporación Bancaria, S.A
- Bp: Basis Points
- CCy: Currency
- CET1: Common Equity Tier 1
- EUR: Euros
- LCR: Liquidity Coverage Ratio
- LTD: Loan to Deposits Ratio
- LTV: Loan to Value
- NPA: Non-Performing Assets
- NPL: Non-Performing Loans
- OC: Over-collateralisation

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