4Q20 Covered Bonds Investor Presentation

ABANCA

February 12, 2021

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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	4Q20
Total Assets (€bn)	67.4
Retail business volume (€bn)/ Var. (YoY)	91.5 / +7.5%
Performing credit (€bn)	38.4
Retail deposits (€bn)	42.5

ASSET QUALITY	4Q20
NPA ratio/NPL ratio	3.8%/2.0%
NPA Coverage / NPL Coverage	72.1% / 81.2%
Texas ratio	27.7%

PROFITABILITY	4Q20
Attributable profit (€m)	160.1
Basic margin (€m) / Var. (YoY)	877.1/+12.4%
ROE	3.6%

CAPITAL	4Q20
CET1 ratio (phase-in)	13.7%
Total capital ratio (phase-in)*	17.9%

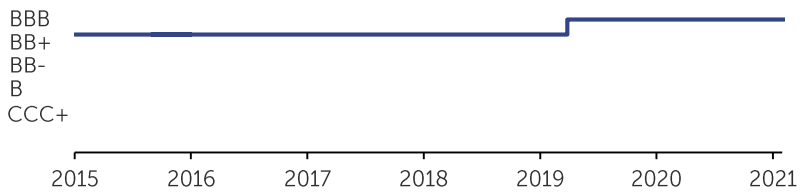
LIQUIDITY	4Q20
Retail LTD	91.9%
Liquid assets (€bn)	13.5
Total CB issuance capacity (€bn)	5.3

** Calculated taking into account the recent AT1 issuance (Jan-21)*

Source: ABANCA Group information.

Ratings

Fitch (Long-Term Issuer Default Rating)

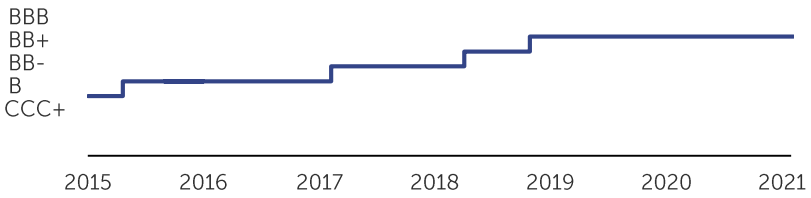


Investment grade

BBB- Negative

FitchRatings

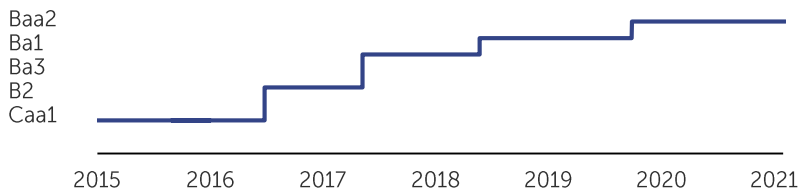
S&P (Long-Term Issuer Credit Rating)



BB+ Stable*

STANDARD & POOR'S RATINGS SERVICES
McGRAW HILL FINANCIAL

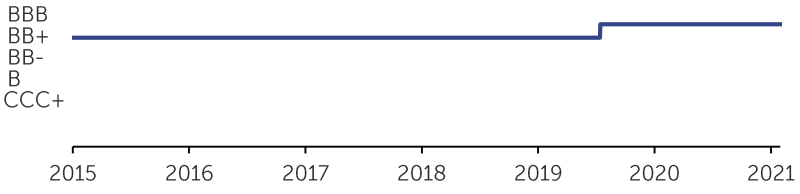
Moody's (Long-Term Deposit Rating)



Ba1 Stable

MOODY'S

DBRS (Long-Term Issuer Default Rating)



Investment grade

BBB Negative

DBRS Insight beyond the rating.

COVERED BONDS RATING

AA+ Negative

STANDARD & POOR'S RATINGS SERVICES
McGRAW HILL FINANCIAL

Aa1

MOODY'S

Maximum attainable rating for Spanish Covered Bonds

LCR elegibility of our recent issuances to the market improved to HQLA Level 1

COVERED BOND LABEL

Quarterly reported Harmonised Transparency Template (HTT)

** Outlook revised to stable on February 10, 2021*

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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)	15,511.3	Total amount (€m)	12,419.0	Total amount (€m)	3,092.4
Substitution assets	0	Number of loans	183,071	Number of loans	11,348
Outstanding covered bonds (€m)	3,289.9	Number of borrowers	307,450	Number of borrowers	15,599
Total OC	371.5%	Average loan balance (€k)	67.8	Average loan balance (€k)	272.5
Number of loans	194,419	Interest only loans	0.2%	Interest only loans	22.0%
Number of borrowers	323,049	Weighted Average LTV (%)	54.4%	Weighted Average LTV (%)	53.5%
Average loan balance (€k)	79.8	Weighted Average Maturity (years)	21.2	Weighted Average Maturity (years)	12.3
Weighted Average LTV (%)	54.3%	Weighted Average Rate (%)	1.0%	Weighted Average Rate (%)	2.2%
Weighted Average Seasoning (months)	97.0	Floating Rate loans (%)	97.9%	Floating Rate loans (%)	89.0%
Weighted Average Maturity (years)	18.5	Arrears ≥ 90 days (%)	1.4%	Arrears ≥ 90 days (%)	3.3%
Weighted Average Rate (%)	1.2%	10 largest exposures (%)	0.3%	10 largest exposures (%)	12.8%
Arrears ≥ 90 days (%)	1.8%				
Floating rate loans (%)	96.2%				
Loans in Euros (%)	98.0%				

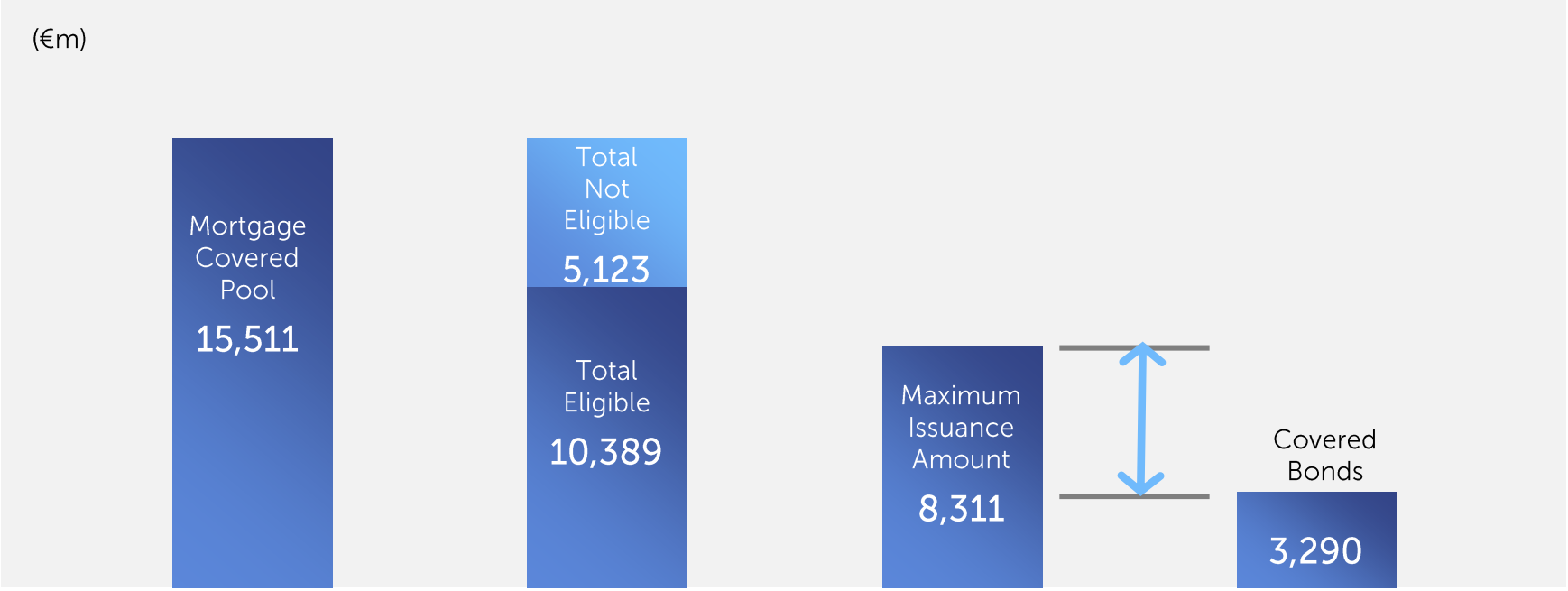
Unless otherwise stated, data refers to 4Q20

Outstanding Covered Bonds

ISIN	Issue Date	Maturity Date	Ccy	Nominal outstanding	Coupon type	Coupon	LCR status
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
ES0465936062	05-06-20	05-06-25	EUR	1,000,000,000	Floating	EUR 3M + 0.15	1
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

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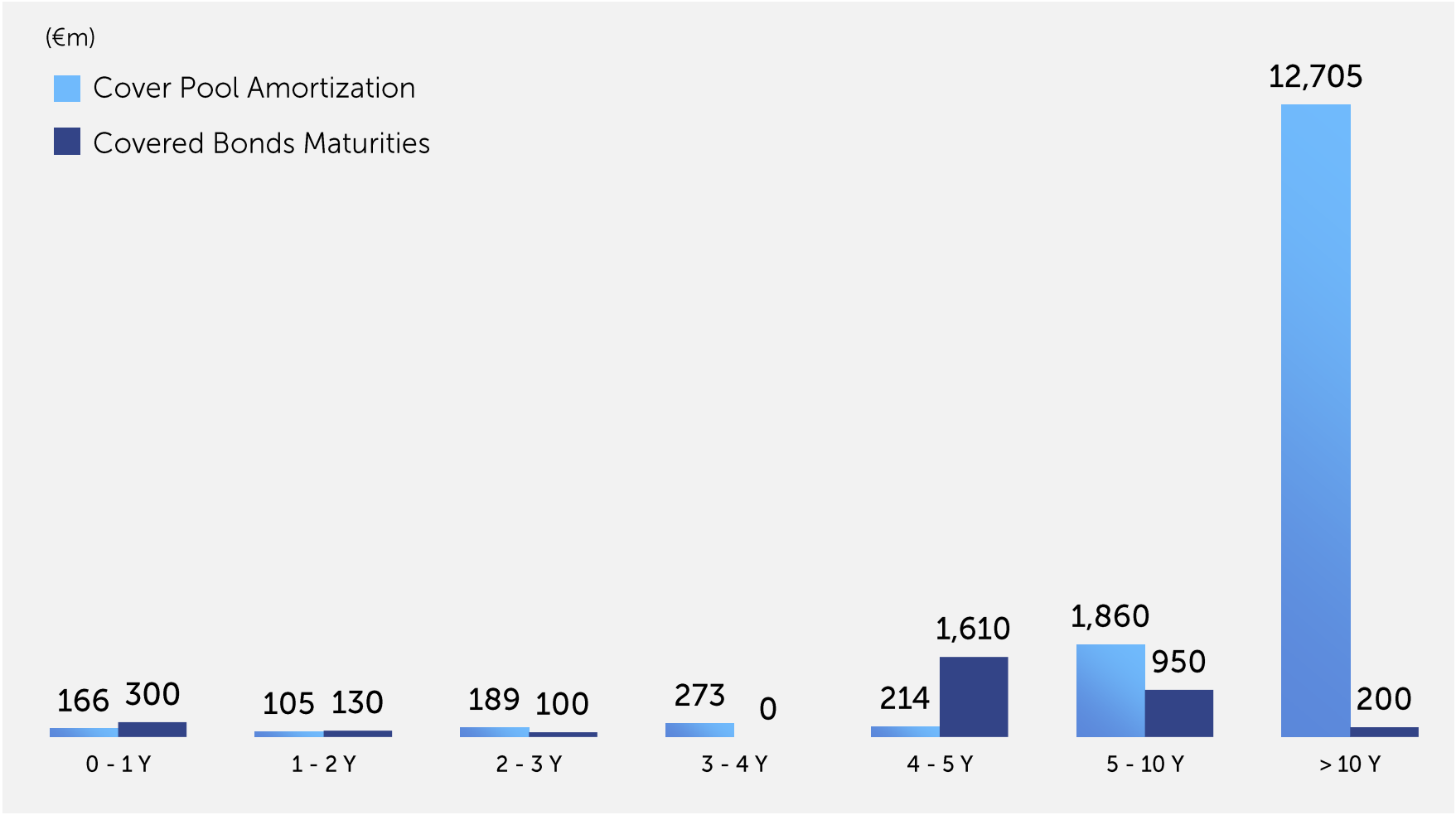
Over-collateralisation



Over-collateralisation (OC)	Legal / Regulatory	Actual
OC (%)	25.0%	371.5%
Eligible OC (%)		215.8%

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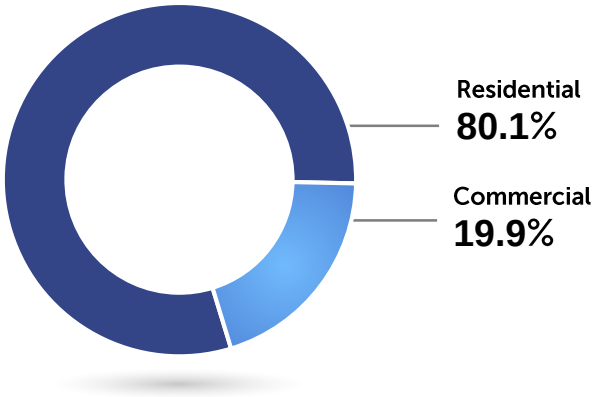
Amortization profile



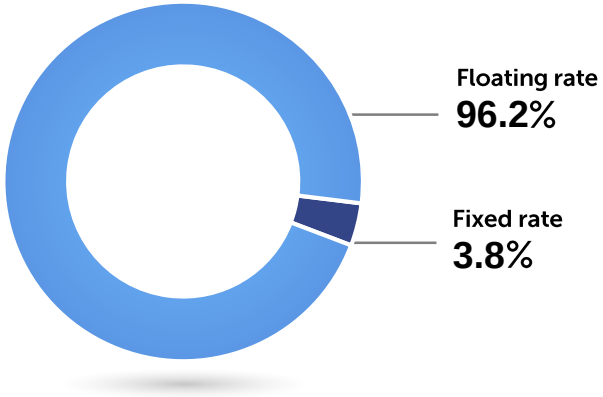
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Cover Pool Highlights

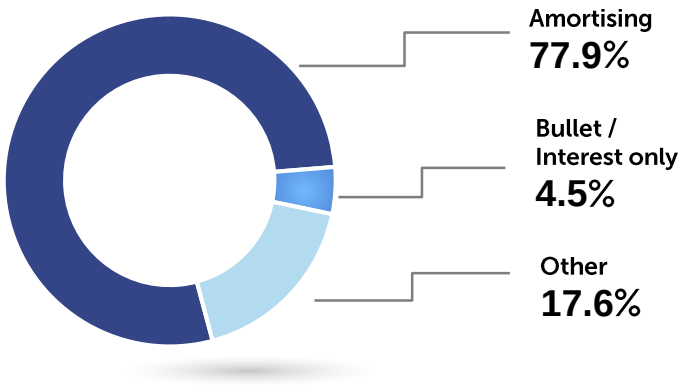
Residential/Commercial



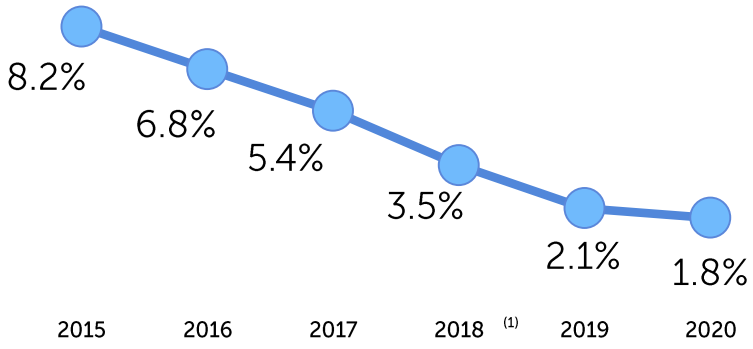
Breakdown by interest rate



Repayment type



Arrears ≥ 90 days

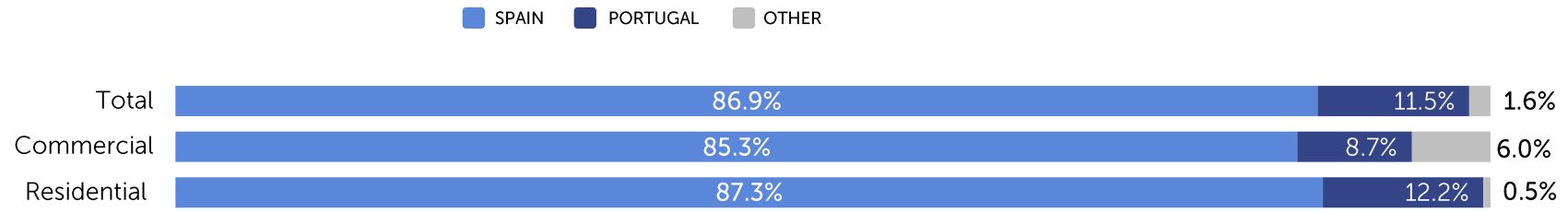


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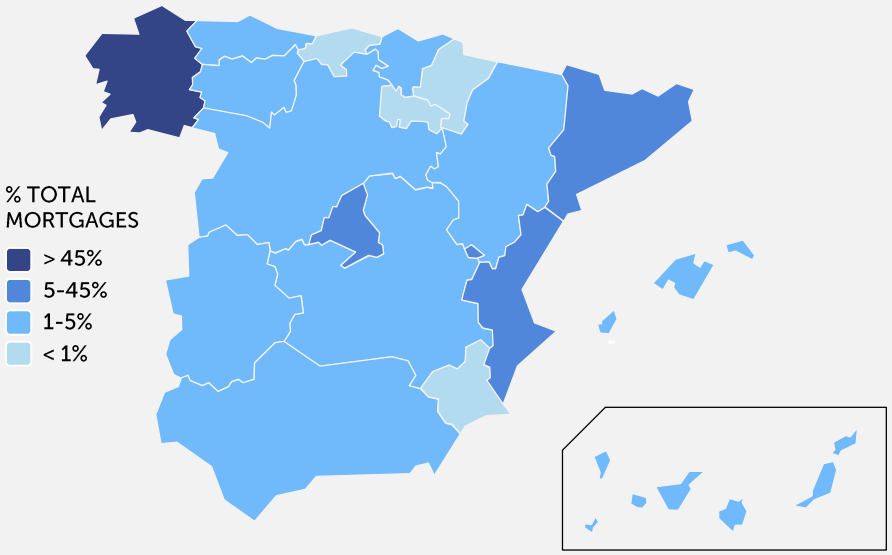
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Cover Pool Highlights

Geographical Distribution



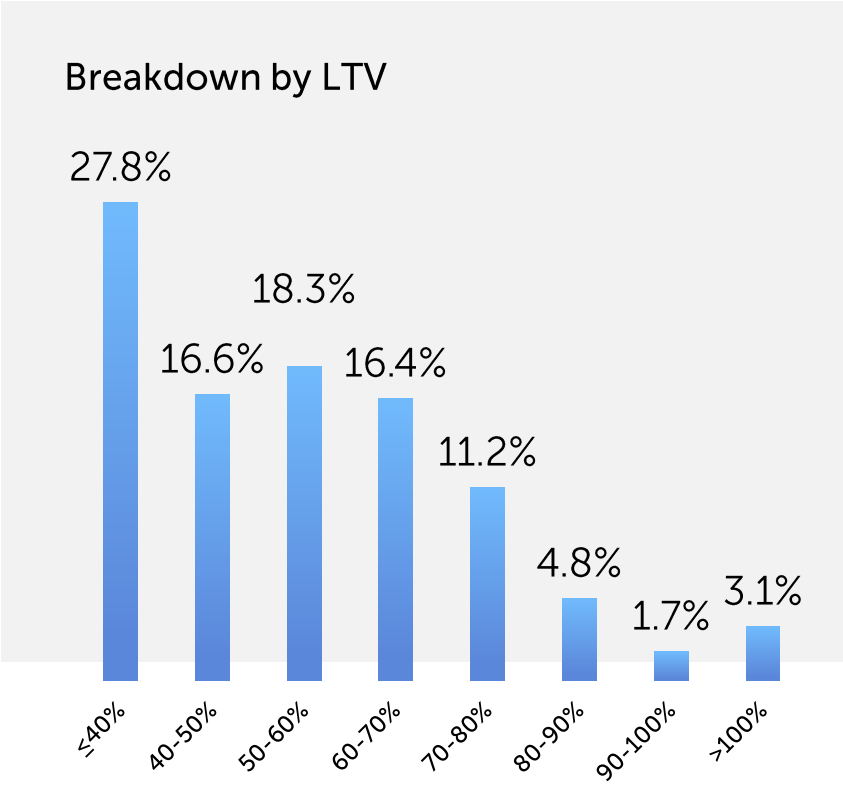
Geographical Distribution (Spain)

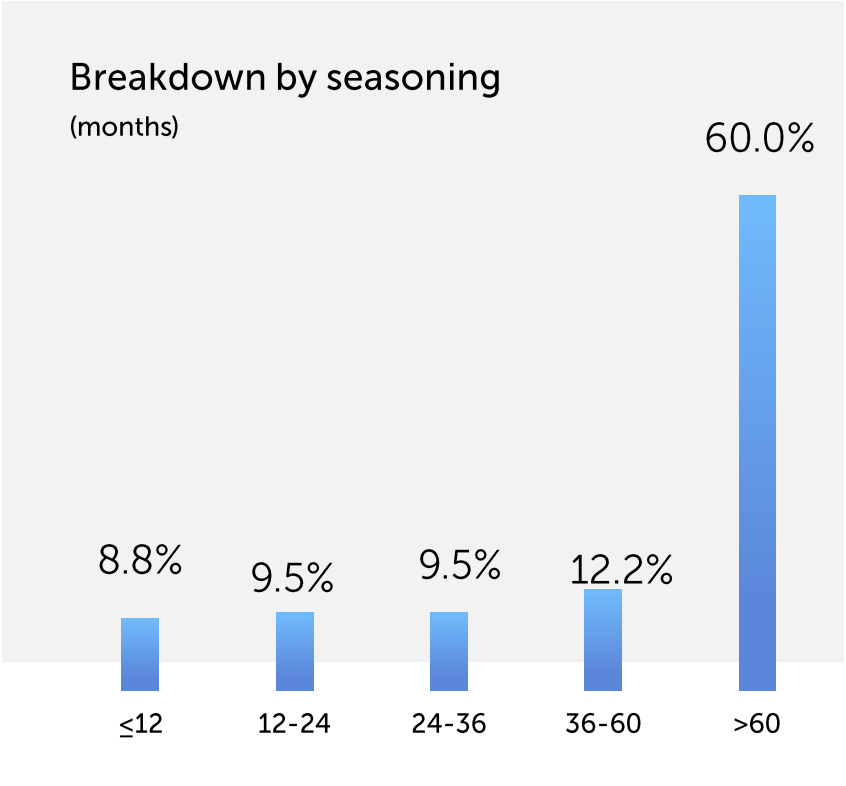


Balance per region	% Residential Loans	% Commercial Loans	% Total Mortgages
Andalusia	4.8%	5.3%	4.9%
Aragon	0.9%	1.1%	1.0%
Asturias	1.7%	2.3%	1.8%
Balearic Islands	1.2%	2.2%	1.4%
Basque Country	1.4%	2.3%	1.6%
Canary Islands	2.1%	2.2%	2.1%
Cantabria	0.5%	0.2%	0.4%
Castile La Mancha	1.1%	0.6%	1.0%
Castile León	4.6%	3.1%	4.3%
Catalonia	9.2%	4.5%	8.3%
Extremadura	1.9%	1.0%	1.7%
Galicia	50.8%	36.4%	48.0%
La Rioja	0.3%	0.2%	0.3%
Madrid	12.5%	31.3%	16.3%
Murcia	0.8%	1.5%	0.9%
Navarra	0.2%	0.4%	0.3%
Valencia	6.0%	5.3%	5.8%

Unless otherwise stated, data refers to 4Q20

Cover Pool Highlights





Weighted Average LTV: 54.3%

- 62.7% of the mortgage portfolio have LTV lower than 60%
- 90.4% of the mortgage portfolio have a LTV lower than 80%

Weighted Average seasoning: 97.0 months

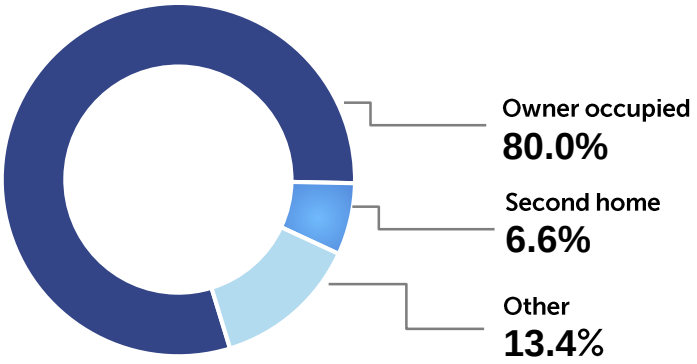
- 72.2% of the pool has a seasoning above 3 years

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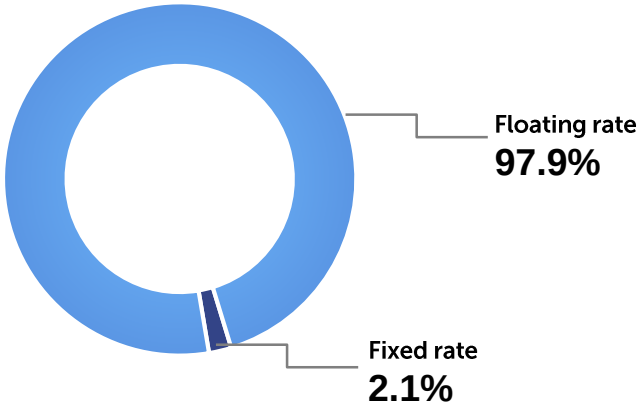
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Residential Mortgage Portfolio

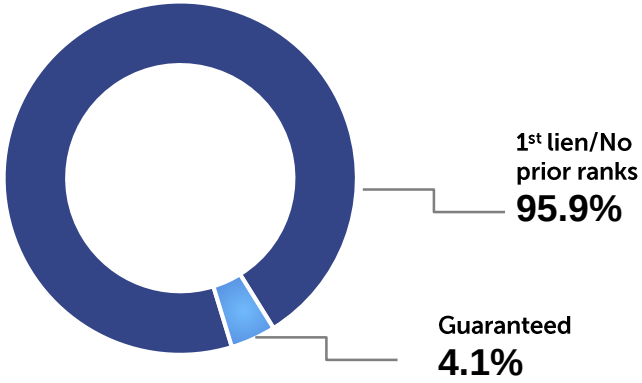
Breakdown by type of residence



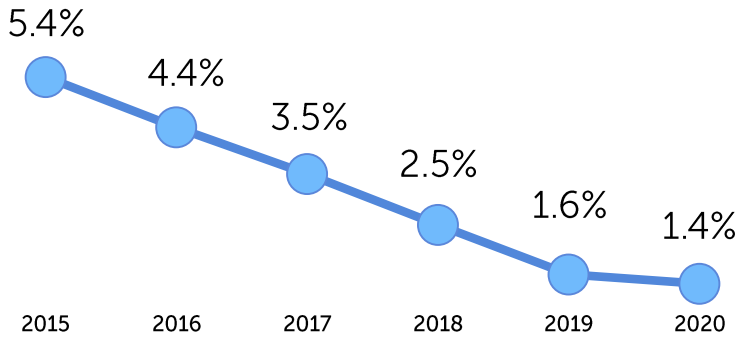
Breakdown by interest rate



Loan by ranking



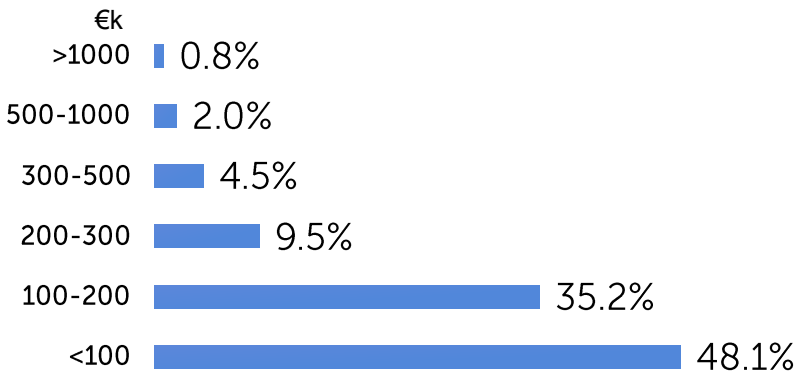
Arrears ≥ 90 days



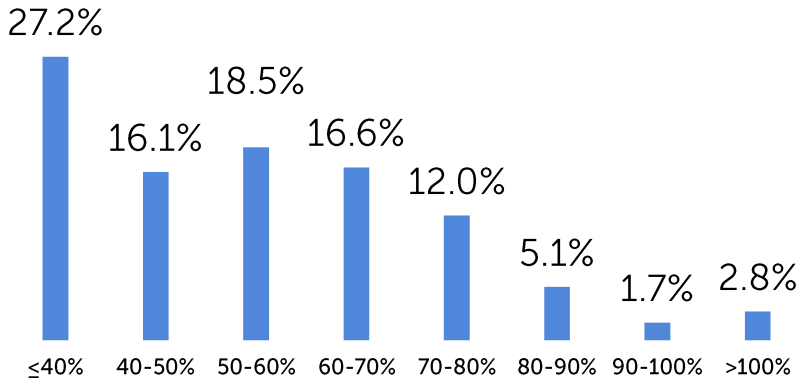
Unless otherwise stated, data refers to 4Q20

Residential Mortgage Portfolio

Breakdown by loan size

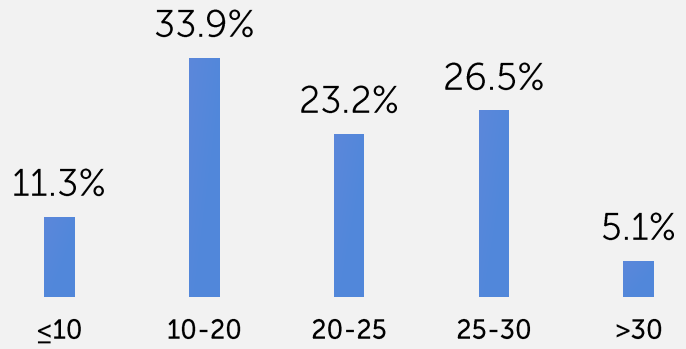


Breakdown by LTV



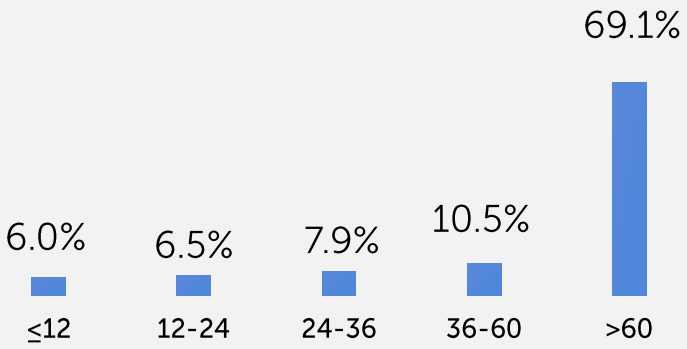
Breakdown by Maturity

(years)



Breakdown by Seasoning

(months)

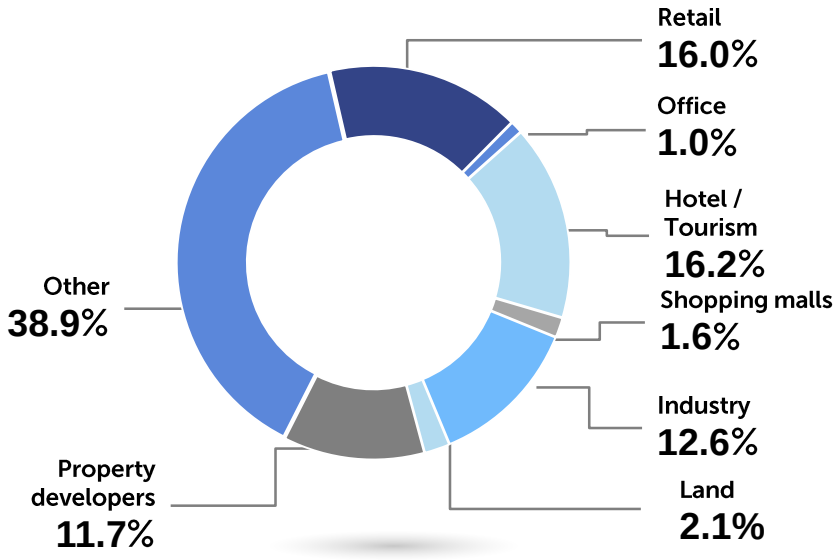


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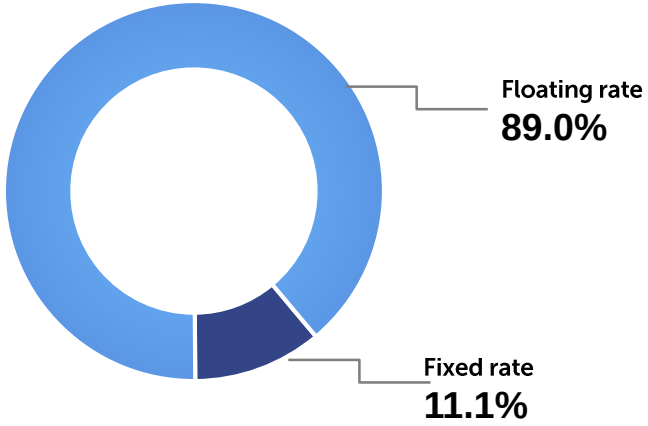
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Commercial Mortgage Portfolio

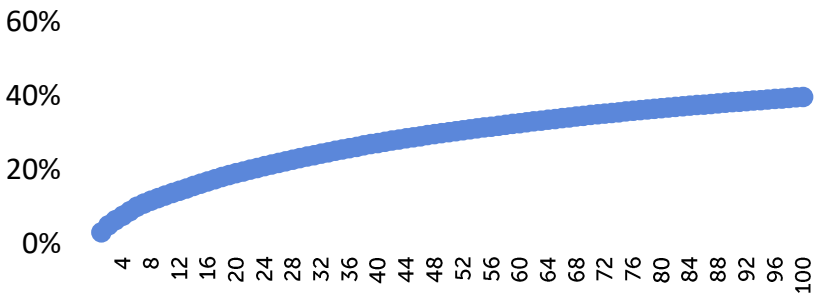
Breakdown by type of property



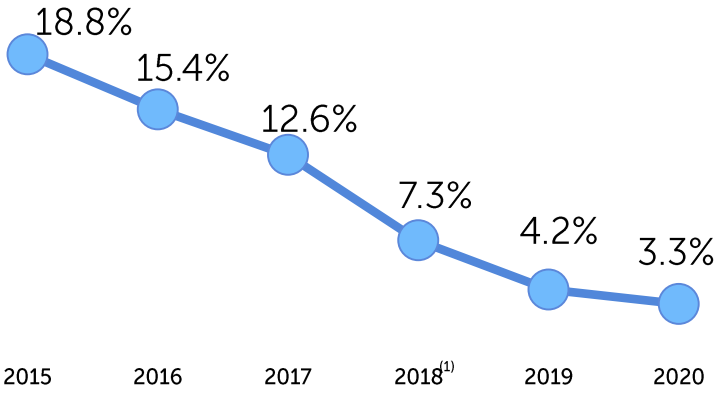
Breakdown by interest rate



Cumulative Top 100 Borrowers



Arrears ≥ 90 days

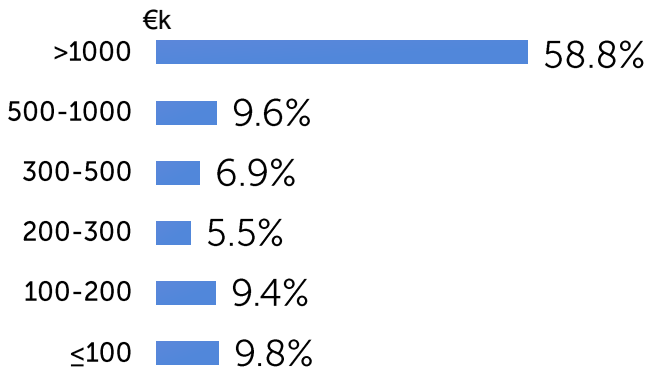


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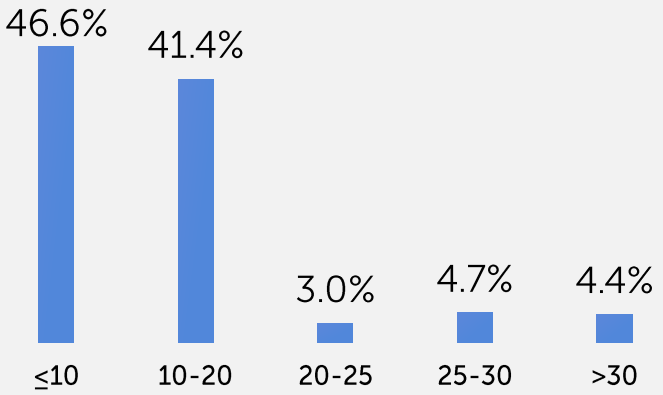
Commercial Mortgage Portfolio

Breakdown by loan size

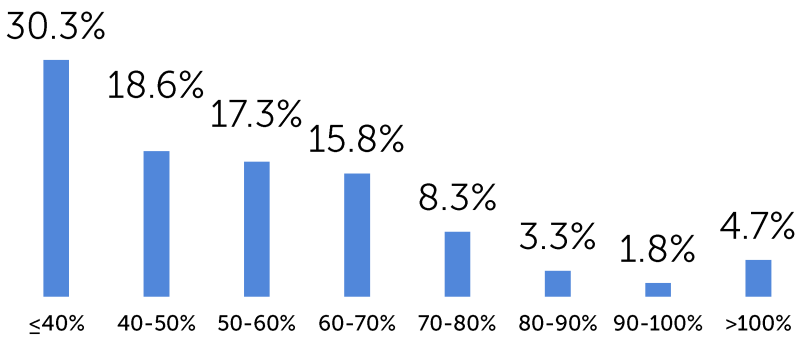


Breakdown by Maturity

(years)

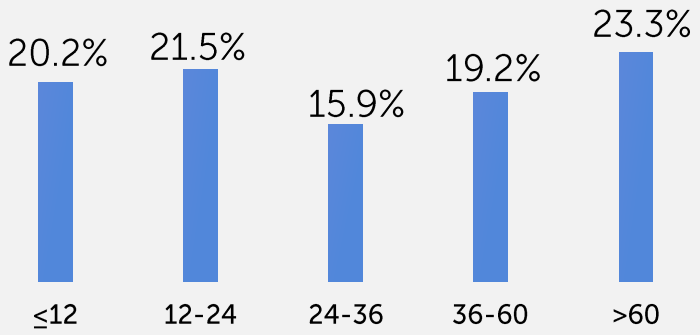


Breakdown by LTV



Breakdown by Seasoning

(months)



 Unless otherwise stated, data refers to 4Q20

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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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