4Q19 Covered Bonds Investor Presentation

ABANCA

February 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	4Q19
Total Assets (€bn)	58.9
Retail business volume (€bn)/ Var.	85.1 / +22.9%
Performing credit (€bn)	36.0
Retail deposits (€bn)	38.2

ASSET QUALITY	4Q19
NPA ratio	4.8%
NPA Coverage / NPL Coverage	58.8% / 57.5%
Texas ratio	33.6%

PROFITABILITY	4Q19
Net profit (€m)	405.0
Basic margin (€m) / Var	780.1/ +5.8%
ROE	9.7%

CAPITAL*	4Q19
CET1 ratio (phase-in)	12.9%
Total capital ratio (phase-in)	15.8%

LIQUIDITY	4Q19
Retail LTD	96.3%
Liquid assets (€bn)	7.9
CB issuance capacity (€bn)	6.7

Source: ABANCA Group information. * Ratios calculated taking into acount the (accounting) results of 2H 2019 (where the badwill related to the aquisition of Banco Caixa Geral was included, while the formal ratification with prudential requirements is pending)
/ 2018 data are homogeneous with those of 2019 taking into account the takeover of the holding company. Effective date of reverse merger: 1st January

Ratings

Fitch (Long-Term Issuer Default Rating)

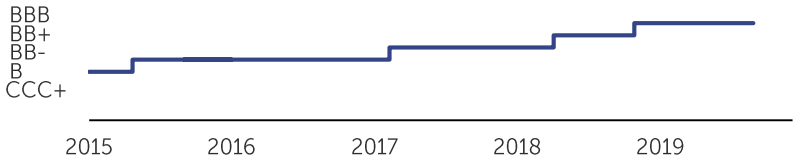


Investment grade

BBB- Stable

FitchRatings

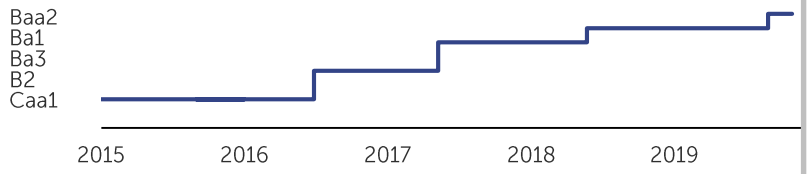
S&P (Long-Term Issuer Credit Rating)



BB+ Positive

STANDARD & POOR'S RATINGS SERVICES
McGRAW HILL FINANCIAL

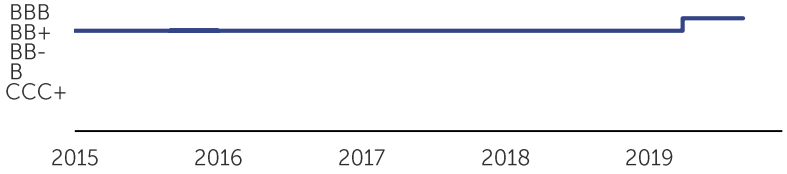
Moody's (Long-Term Deposit Rating)



Ba1 Positive

MOODY'S

DBRS (Long-Term Issuer Default Rating)



Investment grade

BBB Stable

DBRS Insight beyond the rating.

COVERED BONDS RATING

AA+ Estable

STANDARD & POOR'S RATINGS SERVICES
McGRAW HILL FINANCIAL

Aa1

MOODY'S

Maximum attainable rating for Spanish Covered Bonds

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	
Total mortgage cover pool (€m)	15,404.7
Substitution assets	0
Outstanding covered bonds (€m)	2,456.6
Total OC	527.1%
Number of loans	191,276
Number of debtors	318,588
Average loan balance (€k)	80.5
Weighted Average LTV (%)	55.7%
Weighted Average Seasoning (months)	94.7
Weighted Average Maturity (years)	18.8
Weighted Average Rate (%)	1.3%
Arrears >90 days (%)	2.1%
Floating rate loans (%)	96.6%
Loans in Euros (%)	98.1%

Residential	
Total amount (€m)	12,339.9
Number of loans	179,749
Number of borrowers	302,642
Average loan balance (€k)	68.7
Interest only loans	0.2%
Weighted Average LTV (%)	55.2%
Weighted Average Maturity (years)	20.8
Weighted Average Rate (%)	1.0%
Floating Rate loans (%)	98.4%
Arrears >90 days (%)	1.6%
10 largest exposures (%)	0.2%

Commercial	
Total amount (€m)	3,064.7
Number of loans	11,527
Number of borrowers	15,946
Average loan balance (€k)	265.9
Interest only loans	20.1%
Weighted Average LTV (%)	57.4%
Weighted Average Maturity (years)	12.0
Weighted Average Rate (%)	2.3%
Floating Rate loans (%)	89.3%
Arrears >90 days (%)	4.2%
10 largest exposures (%)	10.1%

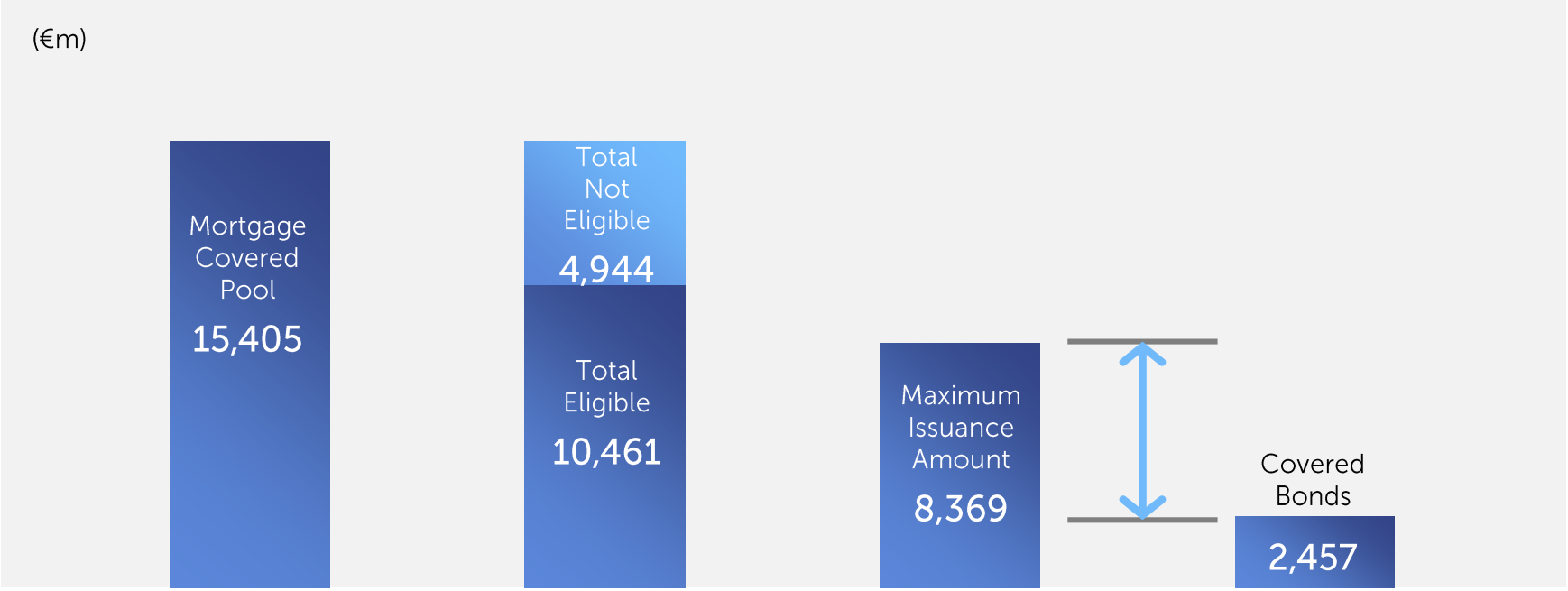
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Outstanding Covered Bonds

ISIN	Issue Date	Maturity Date	Ccy	Nominal outstanding	Coupon type	Coupon	LCR status
ES0312358015	31-03-05	31-03-20	EUR	116,666,666	Fixed	4.00%	No
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

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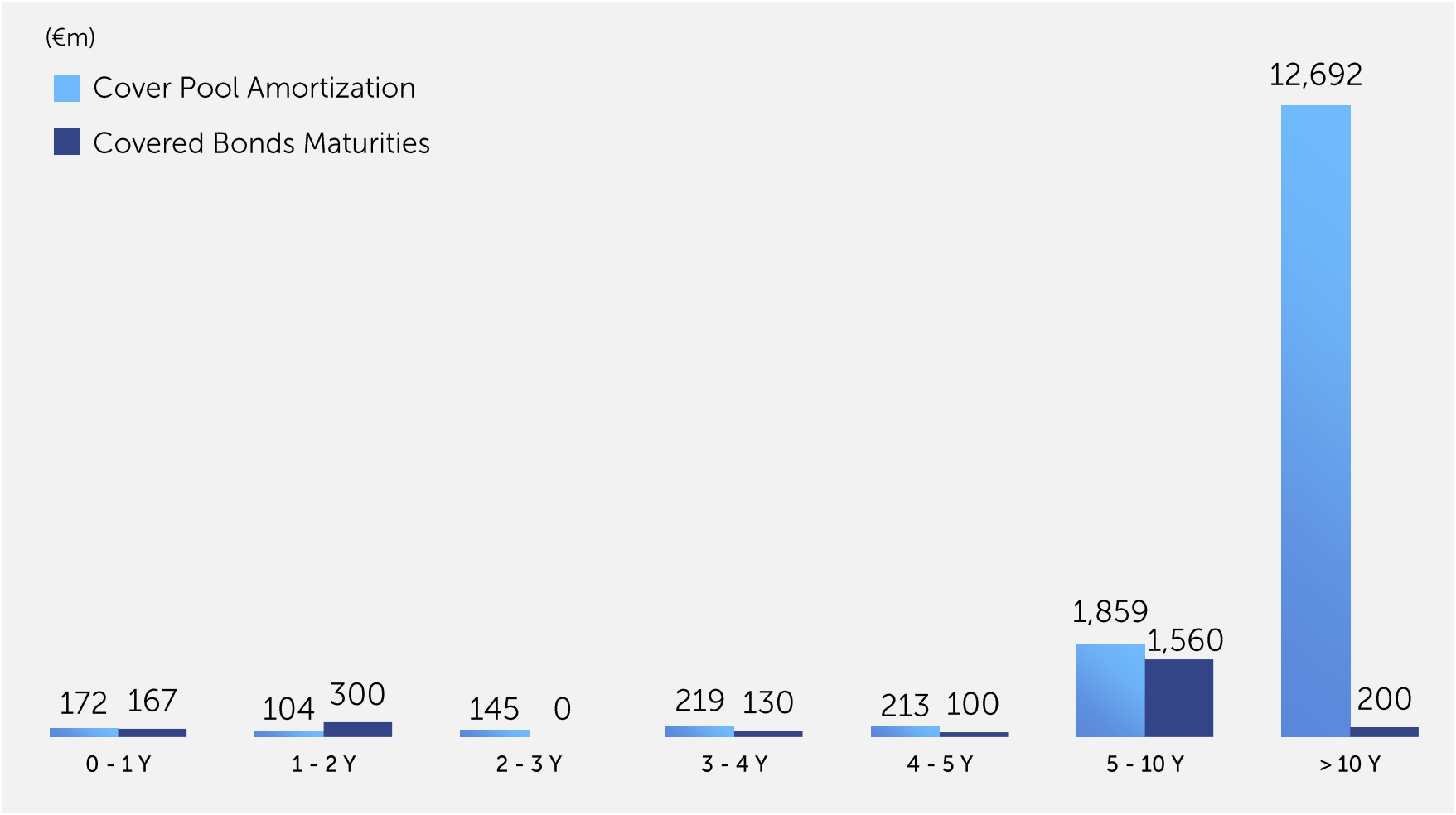
Over-collateralisation



Over-collateralisation (OC)	Legal / Regulatory	Actual
OC (%)	25.0%	527.1%
Eligible OC (%)		325.8%

Unless otherwise stated, data refers to 4Q19 from ABANCA

Amortization profile

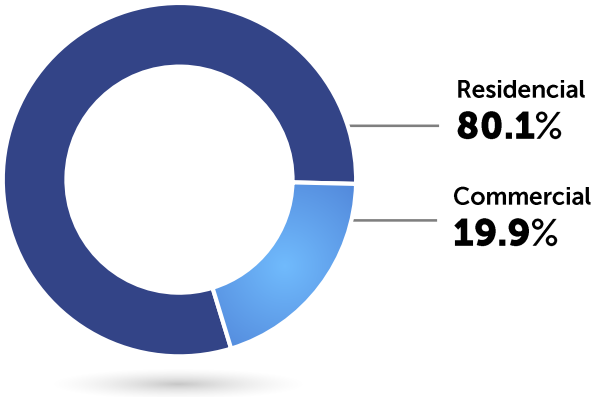


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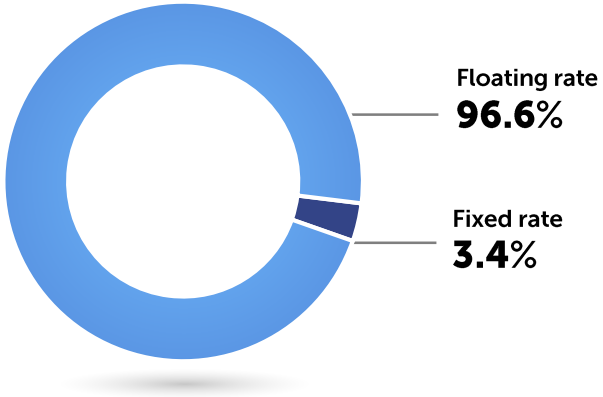
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Cover Pool Highlights

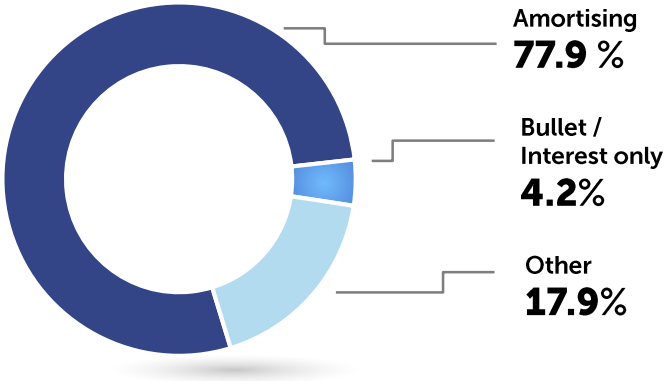
Residential/Commercial



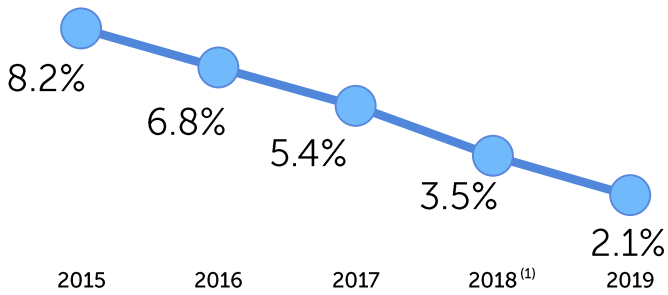
Breakdown by interest rate



Repayment type



Arrears > 90 days

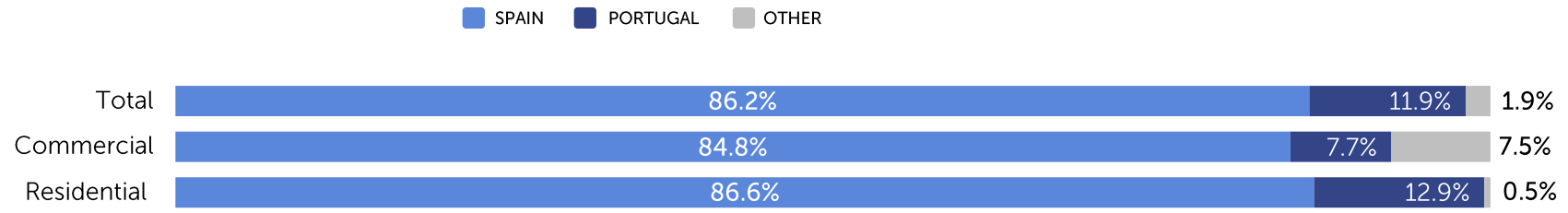


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Notes: (1) 2018 adjusted to current criteria

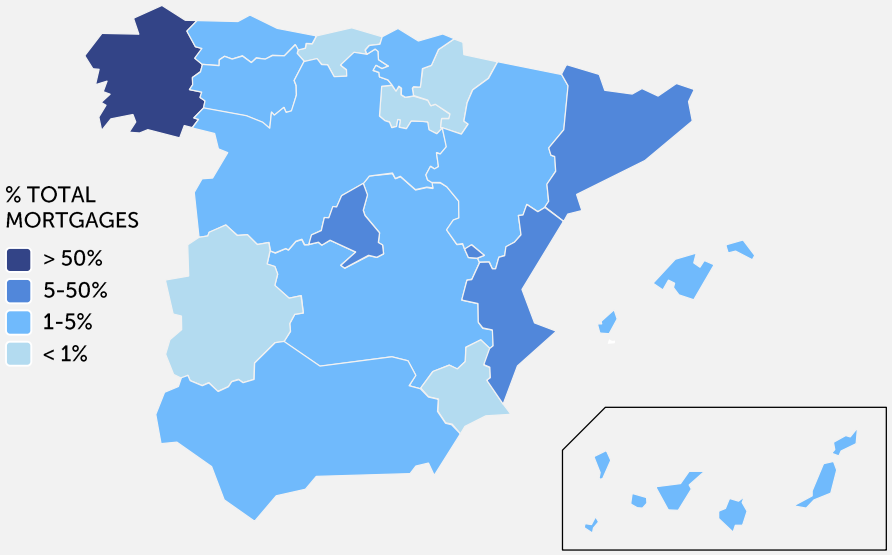
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Cover Pool Highlights

Geographical Distribution



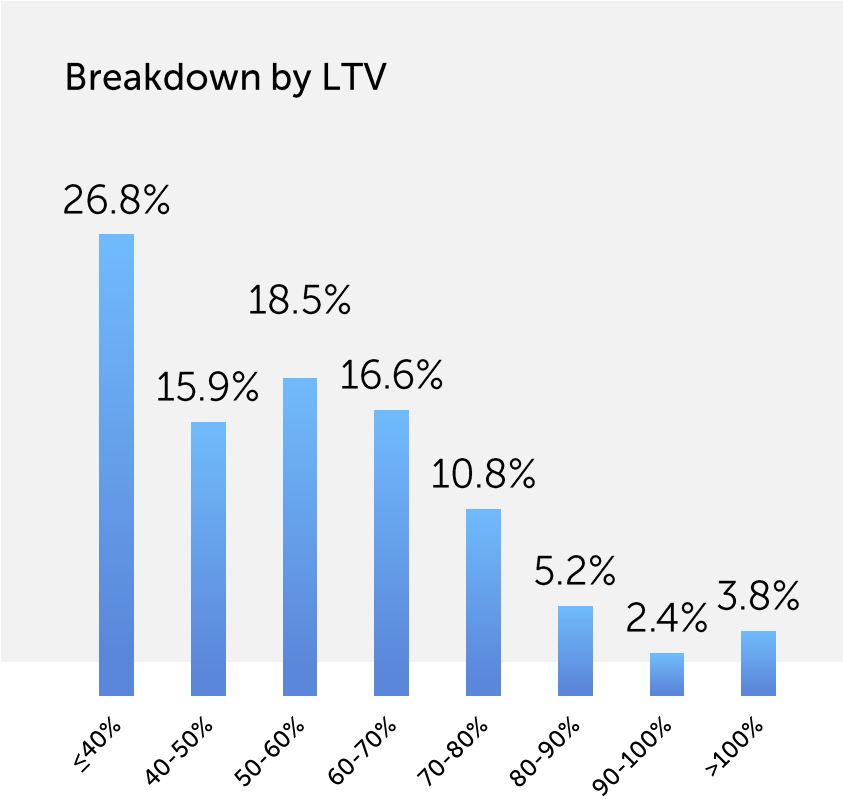
Geographical Distribution (Spain)

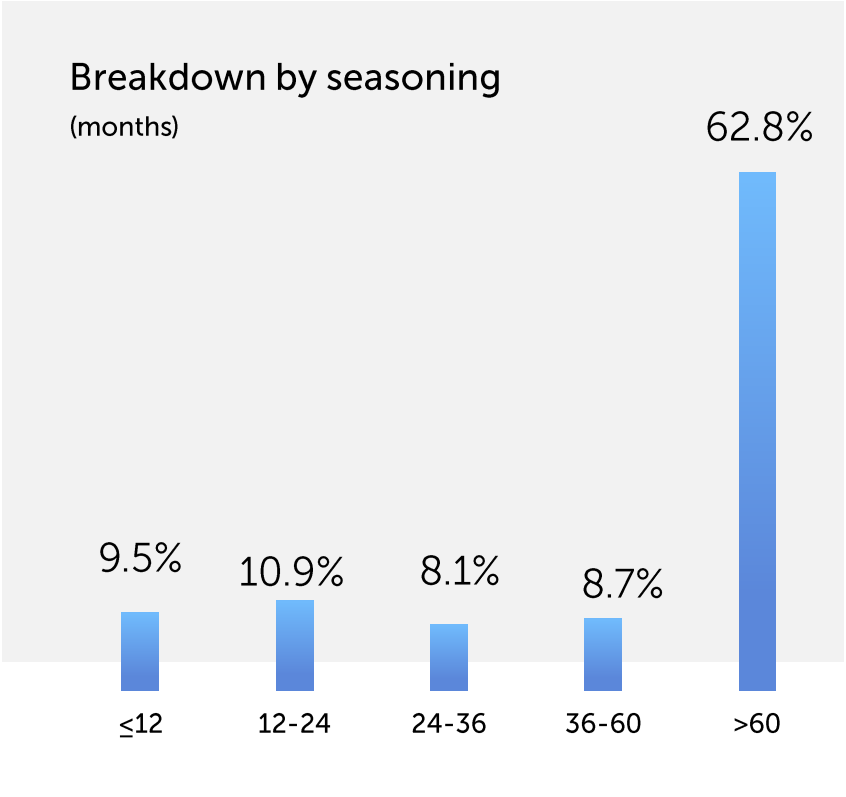


Balance per region	% Residential Loans	% Commercial Loans	% Total Mortgages
Andalusia	5.0%	4.5%	4.9%
Aragon	1.0%	1.2%	1.0%
Asturias	1.6%	2.2%	1.7%
Balearic Islands	1.3%	1.4%	1.3%
Basque Country	1.5%	2.6%	1.7%
Canary Islands	2.2%	2.1%	2.2%
Cantabria	0.5%	0.2%	0.4%
Castile La Mancha	1.1%	0.8%	1.1%
Castile León	4.5%	4.7%	4.5%
Catalonia	9.3%	4.3%	8.3%
Extremadura	0.4%	0.1%	0.3%
Galicia	52.3%	41.3%	50.1%
La Rioja	0.3%	0.3%	0.3%
Madrid	11.6%	27.3%	14.7%
Murcia	0.8%	0.8%	0.8%
Navarra	0.2%	0.5%	0.3%
Valencia	6.4%	5.7%	6.3%

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Cover Pool Highlights





Weighted Average LTV: 55.7%

- 61.1% of the mortgage portfolio have LTV lower than 60%
- 88.6% of the mortgage portfolio have a LTV lower than 80%

Weighted Average seasoning: 94.7 months

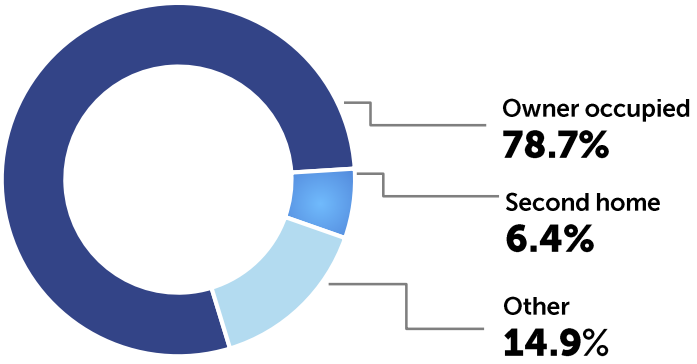
- 71.5% of the pool has a seasoning above 3 years

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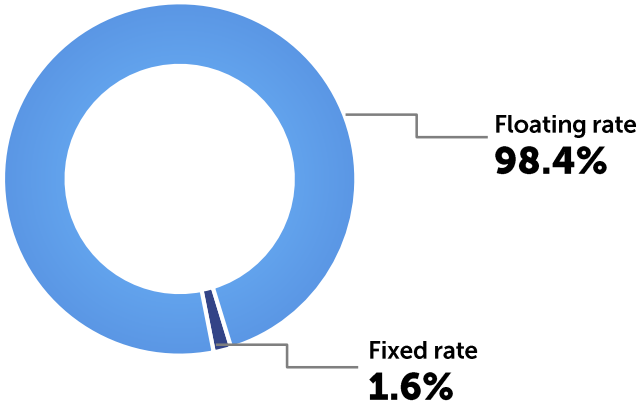
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Residential Mortgage Portfolio

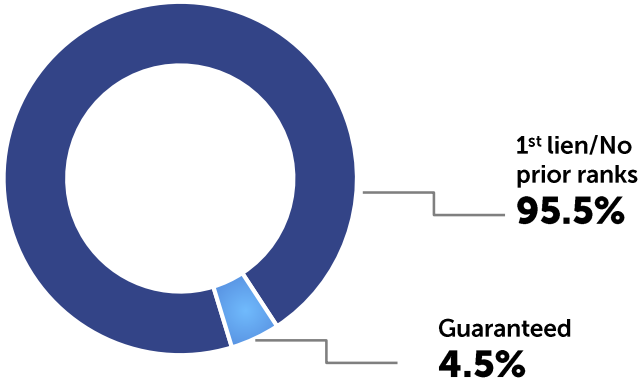
Breakdown by type of residence



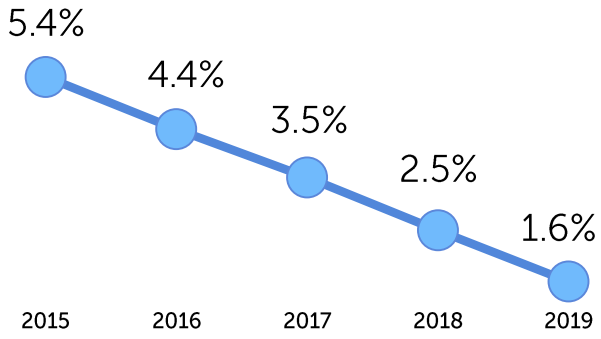
Breakdown by interest rate



Loan by ranking



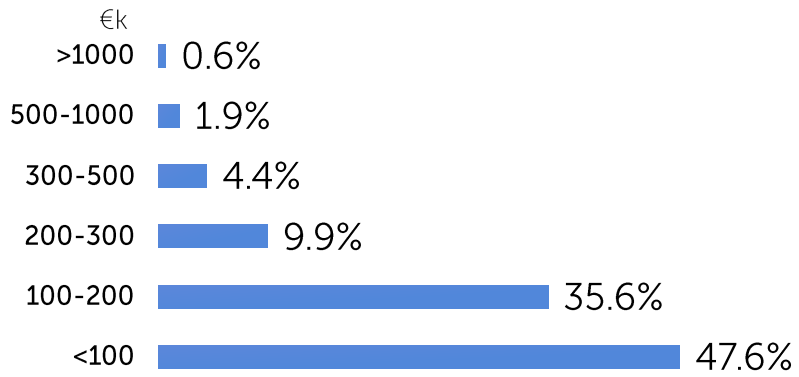
Arrears > 90 days



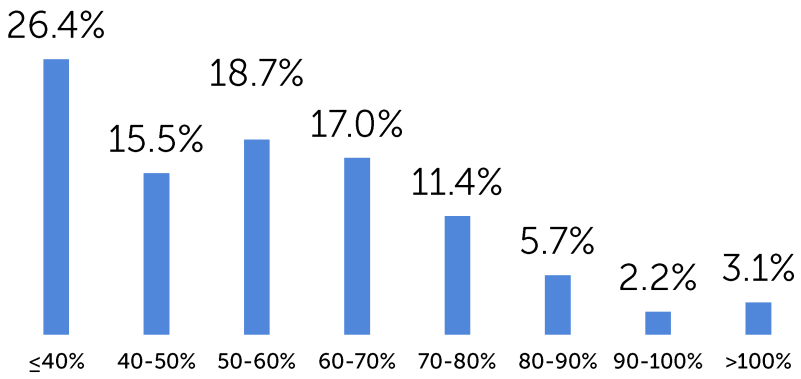
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Residential Mortgage Portfolio

Breakdown by loan size

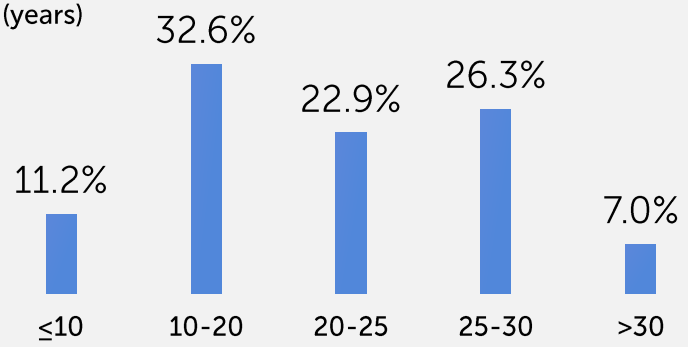


Breakdown by LTV



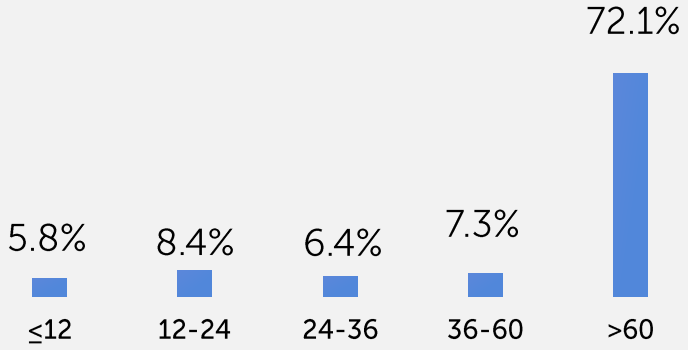
Breakdown by Maturity

(years)



Breakdown by Seasoning

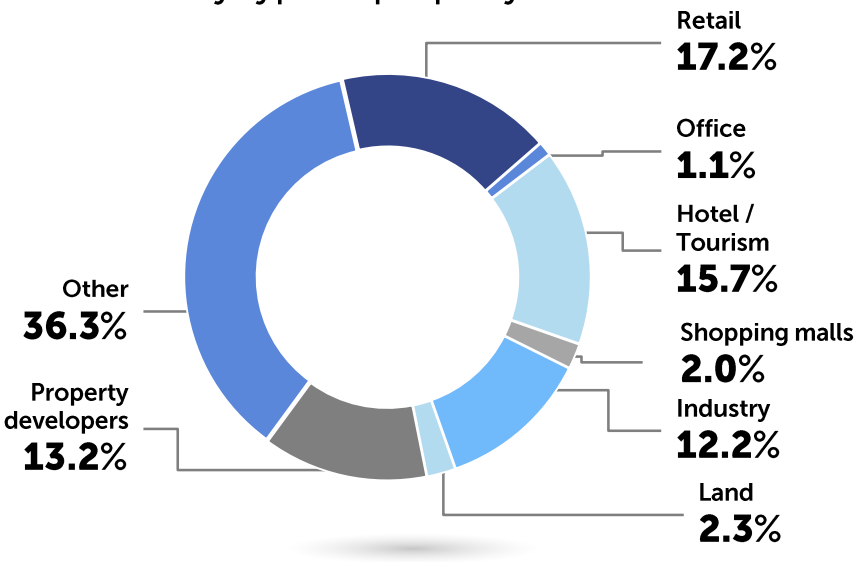
(months)



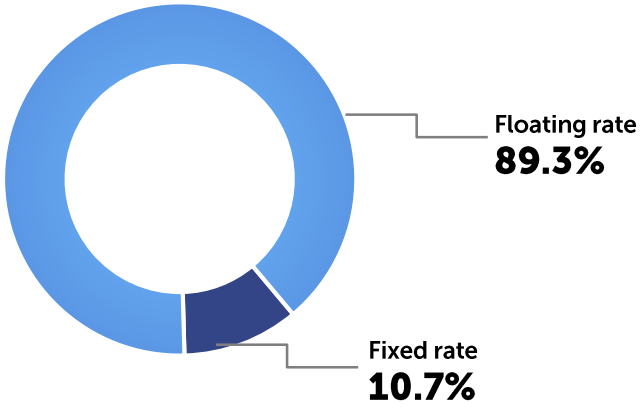
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Commercial Mortgage Portfolio

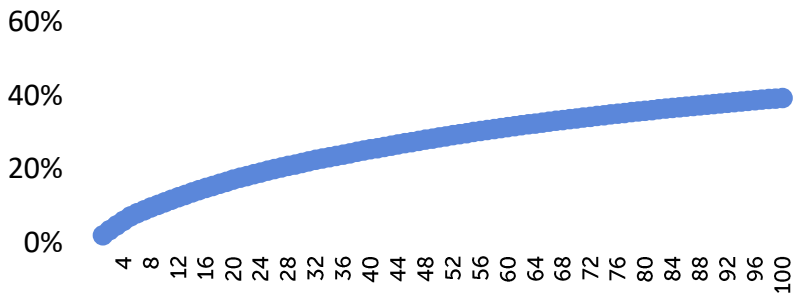
Breakdown by type of property



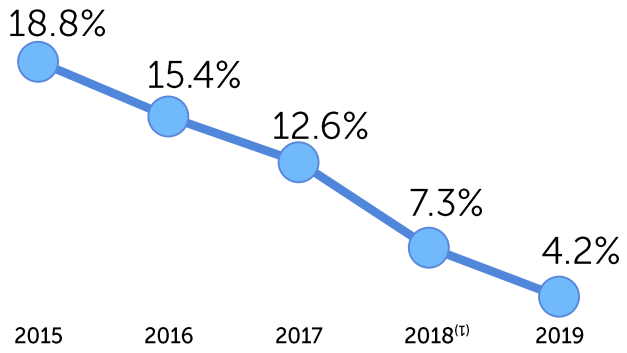
Breakdown by interest rate



Cumulative Top 100 Borrowers



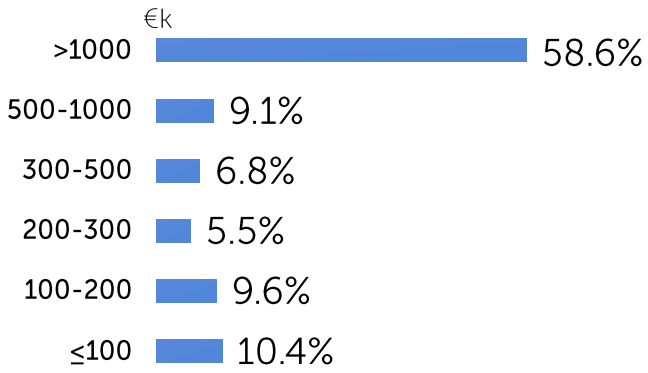
Arrears > 90 days



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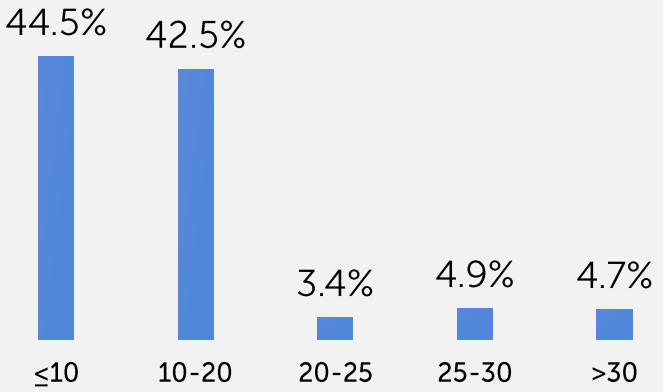
Commercial Mortgage Portfolio

Breakdown by loan size

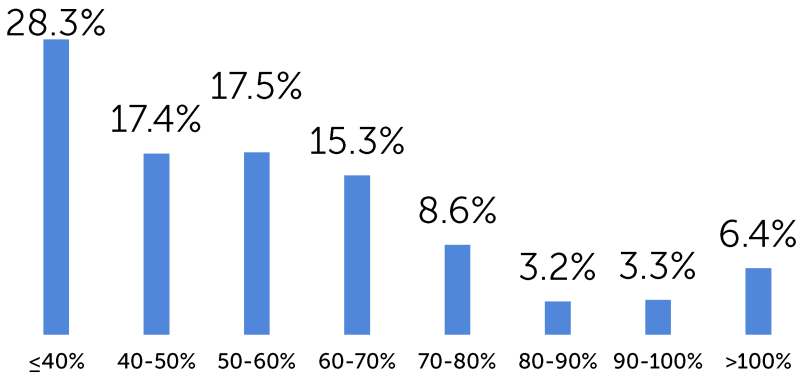


Breakdown by Maturity

(years)

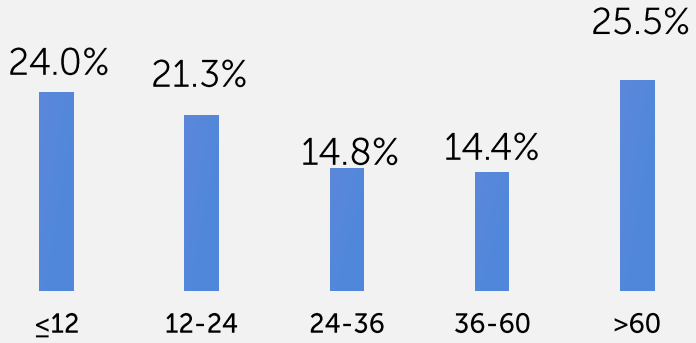


Breakdown by LTV



Breakdown by Seasoning

(months)



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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

//ABANCA

