ir@abanca.com

4Q23 Covered Bonds Investor Presentation

19 February, 2024



DISCLAIMER

No reliance may be placed for any purposes whatsoever on the information contained in this document (the " Presentation") or any other material discussed in the presentation, or on its completeness, accuracy or fairness. The information and opinions contained in the Presentation and any other material discussed in the presentation are provided as at the date of the Presentation and are subject to change without notice. This document has not been approved by any regulatory authority. Furthermore, the information contained in this document has not been independently verified and neither ABANCA Corporación Bancaria, S.A. (the "Bank") nor any other party is under any duty to update or inform you of any changes to such information. No representation or warranty, express or implied, is made as to the truth, fullness, accuracy, reasonableness or completeness of the information or opinions contained in the Presentation (or whether any information has been omitted from the document). Accordingly, neither the Bank, nor any of its affiliates, directors, partners, employees or advisers nor any other person, shall accept any liability whatsoever (whether in contract, tort or otherwise) arising directly or indirectly from the use of this Presentation or be liable for any direct, indirect or consequential loss or damage (in contract, tort or otherwise) suffered by any person as a result of relying on any statement in or omission from the Presentation and any such liability, responsibility or obligation is expressly disclaimed.

Statements other than statements of historical fact included in the Presentation if any, including, without limitation, those regarding any party's intentions, beliefs, current expectations, targets and projections about future events, business strategy, management plans and objectives or future financial position, operations and customers are forward-looking statements, including (without limitation) statements containing the words "may", "plans", "will", "targets", "believes" and similar words. Forward-looking statements involve known risks, uncertainties and other factors, which may cause the transaction's, the project's or the relevant party's, actual results, performance or achievements, or industry results, to be materially different from those expressed or implied by any forward-looking statements. The Bank may not actually achieve or realize its plans, intentions or expectations. Forward-looking statements are based on numerous assumptions. Forward-looking statements are not guarantees of future performance and actual results may differ materially from those made in or suggested by any forward-looking statements. Forward-looking statements speak only as of the date on which they are made and the Bank expressly disclaims any obligation or undertaking to release any update of or revisions to any forward looking statements, any change in the Bank's expectations or any change in events, conditions or circumstances on which any forward-looking statements may be based.

Some data contained in this Presentation has been obtained from third parties. While such data is believed, in good faith, to be reliable for the purpose used in this Presentation, there are limitations with respect to the availability, accuracy, completeness and comparability of such data. Neither the Bank, nor any of its affiliates has independently verified such data and can provide no assurance as to its accuracy or completeness. Certain statements in this Presentation regarding the market and competitive position data are based on the internal analyses of the Bank, which may involve certain assumptions and estimates based on the knowledge and experience of the management of the Bank in the markets in which it operates. While the Bank believes, acting in good faith, that such internal analyses and estimates are reasonable and reliable, they and their underlying methodology and assumptions have not been verified by any independent sources for accuracy or completeness and are subject to change. Accordingly, no reliance should not be placed on any of the industry, market or competitive position data contained in this Presentation.

Certain numerical figures included in this document have been rounded. Therefore, discrepancies in tables between totals and the sums of the amounts listed may occur due to such rounding.

DISCLAIMER

Certain alternative performance measures (as defined in the ESMA Guidelines on Alternative Performance Measures) ("APMs") are included in this document. Such APMs, which have not been prepared in accordance with the International Financial Reporting Standards, as adopted by the EU ("IFRS-EU"), have been extracted or derived from the accounting records of the Bank and its consolidated subsidiaries (the "Group"). The Bank believes that the APMs contribute to a better understanding of the Group's results of operations by providing additional information on what the Group considers being some of the drivers of the Group's financial performance. These APMs, however, should not be regarded as alternatives to revenues, cash flow or net income as indicators of operational performance or liquidity. The APMs are not audited, reviewed or subject to a pro forma review by the Bank's auditors. These APMs are not measurements of the Group's financial performance under IFRS-EU and should not be considered as alternatives to the information in the consolidated annual accounts or to any performance measures prepared in accordance with IFRS-EU. Many of these APMs are based on the Bank's historical data and there can be no guarantee that these results will actually be achieved. Different companies may use different definitions of the APMs. Therefore the Bank's definitions of these measures may not be comparable to the definitions used by other companies. The APMs must be considered only in addition to, and not as a substitute for or superior to, financial information prepared in accordance with IFRS-EU. Potential investors are cautioned not to place undue reliance on these APMs.

This document and the information contained herein are delivered as of the date hereof and there shall be no implication that there has not been a change in the affairs of the Bank or its affiliates or other matters that have occurred since such date rendering any of the information set out in the document inaccurate.

This Presentation is provided for information purposes only and does not constitute, nor must it be interpreted as, an offer to sell or exchange or acquire, or an invitation for offers to buy securities issued by any of the companies mentioned herein or a request for any vote or approval in any jurisdiction.

Nothing in this Presentation constitutes an offer to sell or the solicitation of an offer to buy any securities of the Bank in the United States.

No use or exploitation may be made in any way of the contents of the Presentation, nor of any of the signs, trademarks and logotypes which it contains. This prohibition extends to any kind of reproduction, distribution, transmission to third parties, public communication or conversion into any other medium, for commercial purposes, without the previous express permission of the Bank and/or other respective proprietary title holders. Any failure to observe this restriction may constitute a legal offence which may be sanctioned by the prevailing laws in such cases.

TABLE OF
CONTENTS

1. ABANCA at a glance

2. Cover pool information



Key figures

//ABANCA

- **Retail and SME Banking Group** with a Profitable and Increasingly Diversified Business Model
- **Sound Financial Profile**
- **Fully-fledged Multi-Channel** and Innovative Service
- Strong **Corporate Governance**

BUSINESS	4Q23
Total Assets (€bn)	74.8
Retail business volume (€bn)	113.0
Performing credit (€bn)	45.2
Retail deposits (€bn)	53.6
ASSET QUALITY	**4Q23**
NPA ratio/NPL ratio	3.4%/2.4%
NPA Coverage / NPL Coverage	70.6% / 73.9%
Texas ratio	27.5%
PROFITABILITY	**4Q23**
Attributable profit (€m)	711.3
Basic margin (€m) / Var. (YoY)	1,525.9/+45.4%
ROTE	16.0%
CAPITAL	**4Q23**
CET1 ratio (phase-in)	12.6%
Total capital ratio (phase-in)	16.9%
LIQUIDITY	**4Q23**
Retail LTD	84.9%
Liquid assets (€bn)	19.2

Source: ABANCA Group information (therefore including TARGOBANK S.A,U)

Ratings

COVERED BONDS RATING

AA+ Stable	Aa1
STANDARD & POOR'S RATINGS SERVICES McGRAW HILL FINANCIAL	MOODY'S

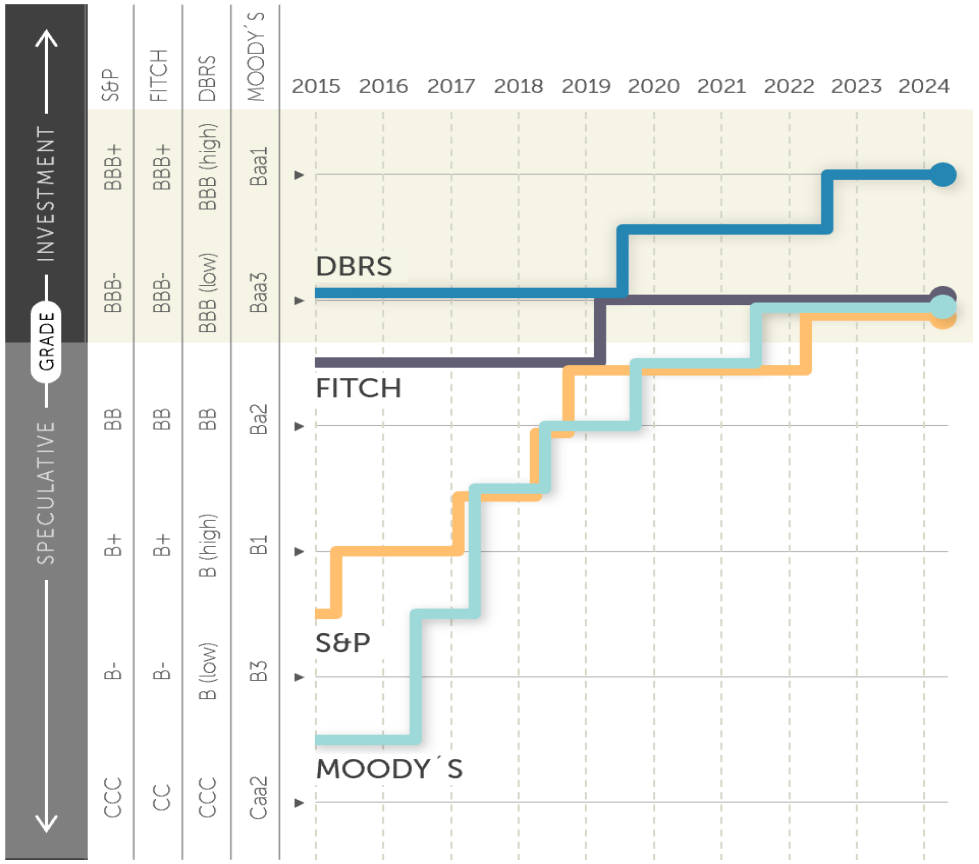
Maximum attainable rating
for Spanish Covered Bonds

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

COVERED BOND LABEL

Quarterly reported Harmonised Transparency Template (HTT)

https://www.coveredbondlabel.com/issuer/137-abanca-corporacion-bancaria-s-a



INVESTMENT GRADE

BBB(high) Stable	BBB- Stable	BBB- Stable	Baa3 Stable
DBRS insight beyond the rating.	FitchRatings	STANDARD & POOR'S RATINGS SERVICES McGRAW HILL FINANCIAL	MOODY'S

TABLE OF
CONTENTS

1. ABANCA at a glance

2. Cover pool information



Cover Pool Overview

General Overview	
Total mortgage cover pool (€m)	4.518,9
Substitution assets	0
Liquid assets (€m)	0
Outstanding covered bonds (€m)	2,760.3
Total collaterisation	163.7%

Mortgage Cover Pool	
Number of loans	77,656
Number of borrowers	122,917
Average loan balance (€k)	58.2
Weighted Average LTV (%)	47.2%
Weighted Average Seasoning (months)	113.2
Weighted Average Maturity (years)	16.3
Weighted Average Rate (%)	4.1%
Arrears ≥ 90 days (%)	0.2%
Defaulted Loans pursuant Art 178 CRR	0.6%
Floating rate loans (%)	74.8%
Loans in Euros (%)	100.0%

Residential Mortgage Cover Pool	
Total amount (€m)	4,102.9
Number of loans	74,163
Number of borrowers	118,426
Average loan balance (€k)	55.3
Interest only loans	0.0%
Weighted Average LTV (%)	48.3%
Weighted Average Maturity (years)	17.1
Weighted Average Rate (%)	4.0%
Floating Rate loans (%)	74.1%
Arrears ≥ 90 days (%)	0.2%
Defaulted Loans pursuant Art 178 CRR	0.6%

Commercial Mortgage Cover Pool	
Total amount (€m)	416.0
Number of loans	3,493
Number of borrowers	5,023
Average loan balance (€k)	119.1
Interest only loans	0.0%
Weighted Average LTV (%)	36.3%
Weighted Average Maturity (years)	8.9
Weighted Average Rate (%)	4.8%
Floating Rate loans (%)	81.7%
Arrears ≥ 90 days (%)	0.1%
Defaulted Loans pursuant Art 178 CRR	0.7%

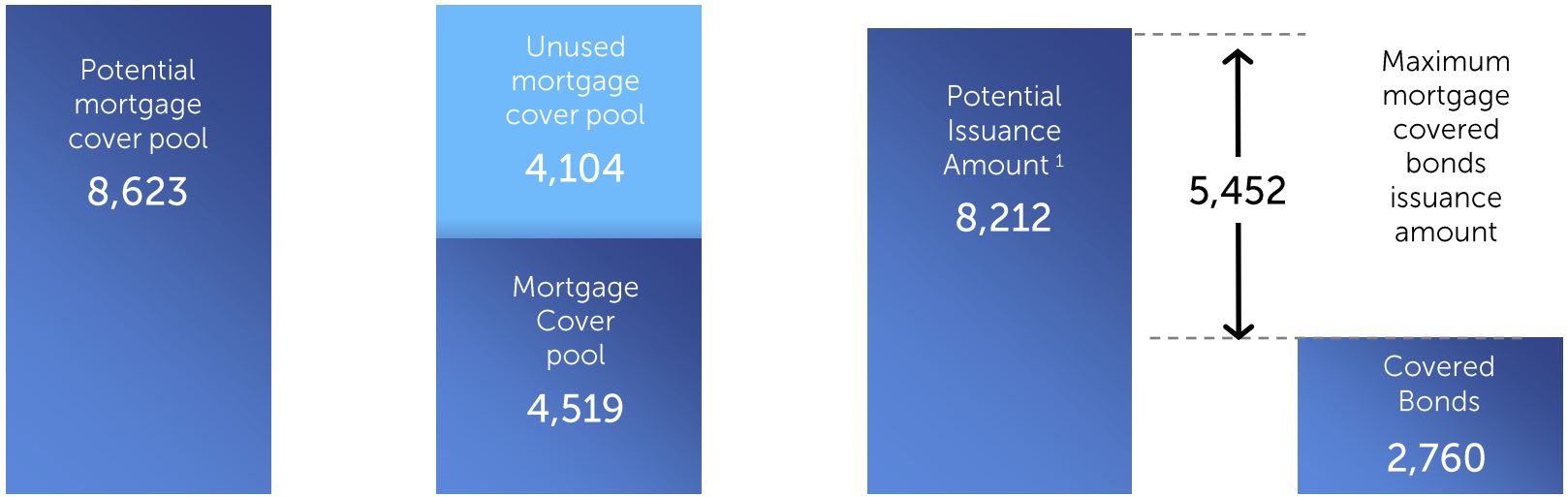
Beka Finance S.V., S.A. is the appointed cover pool monitor. Unless otherwise stated, data refers to 4Q23 from ABANCA (therefore not including TARGOBANK, S.A.U.)

Outstanding Covered Bonds

ISIN	Issue Date	Maturity Date	Ccy	Nominal outstanding	Coupon type	Coupon	LCR status
ES0317046003	23/05/05	23/05/25	EUR	200,000,000	Fixed	3.88%	No
ES0465936062	05/06/20	05/06/25	EUR	1,000,000,000	Floating	EUR 3M + 0.15	1
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
TOTAL				2,760,256,410			

Collateralisation

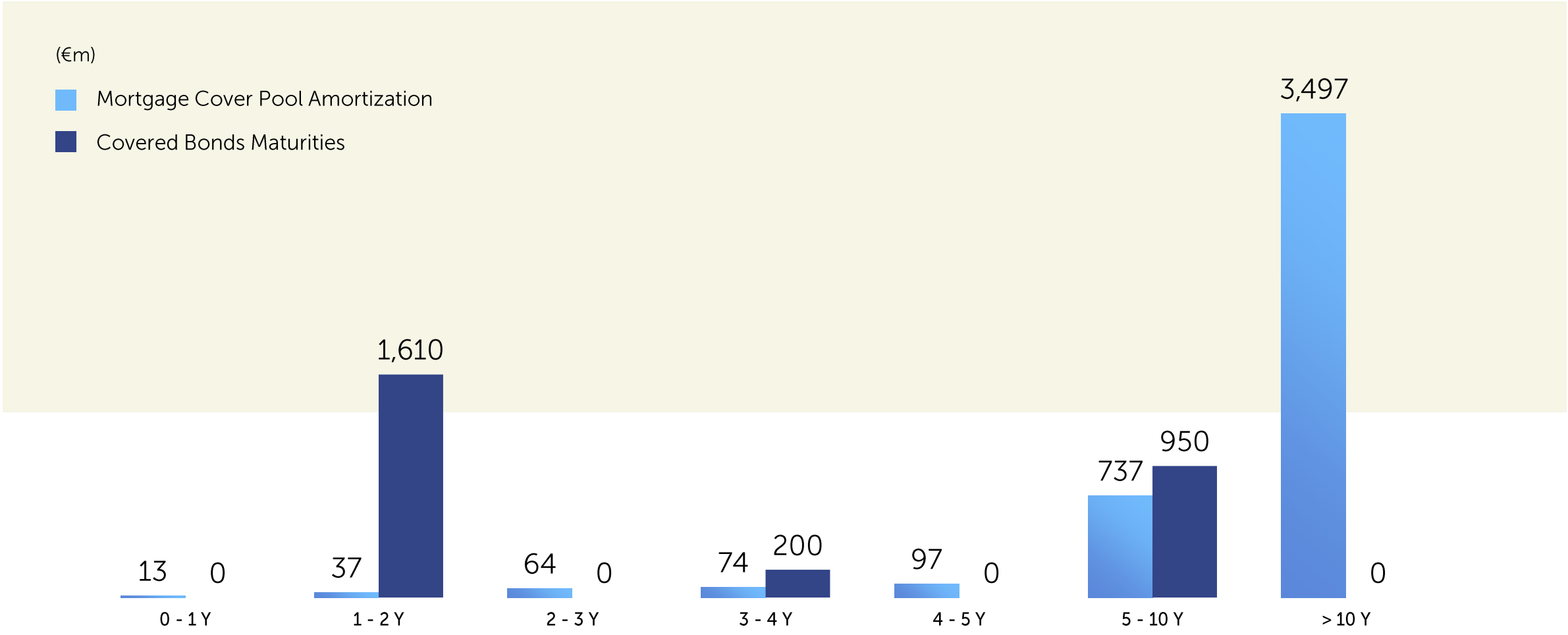
(€m)



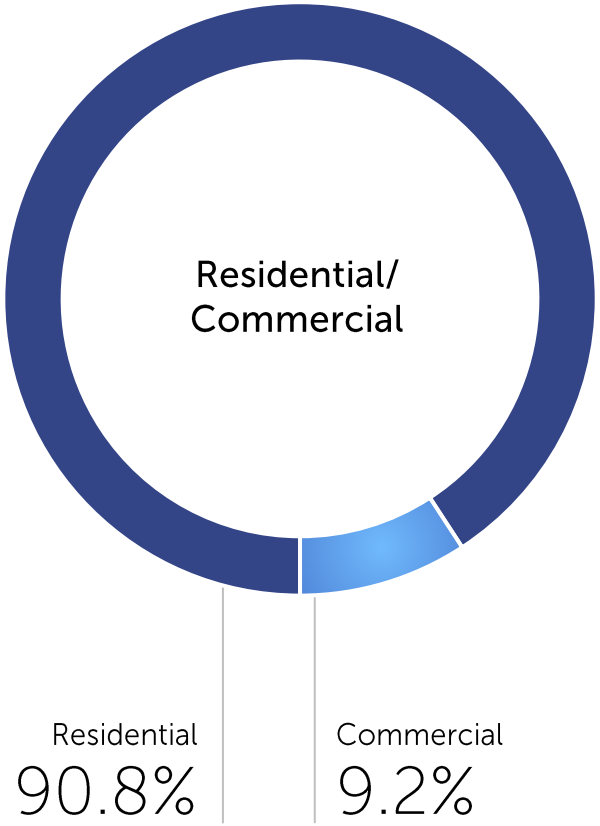
Cover Pool (€m)		Collateralisation 2			
Mortgage Cover Pool	Liquid Assets (for liquidity buffer)	Legal / Regulatory	Voluntary 3	Contractual	Current
4,519	0	105.0%	158.7%	N.A	163.7%

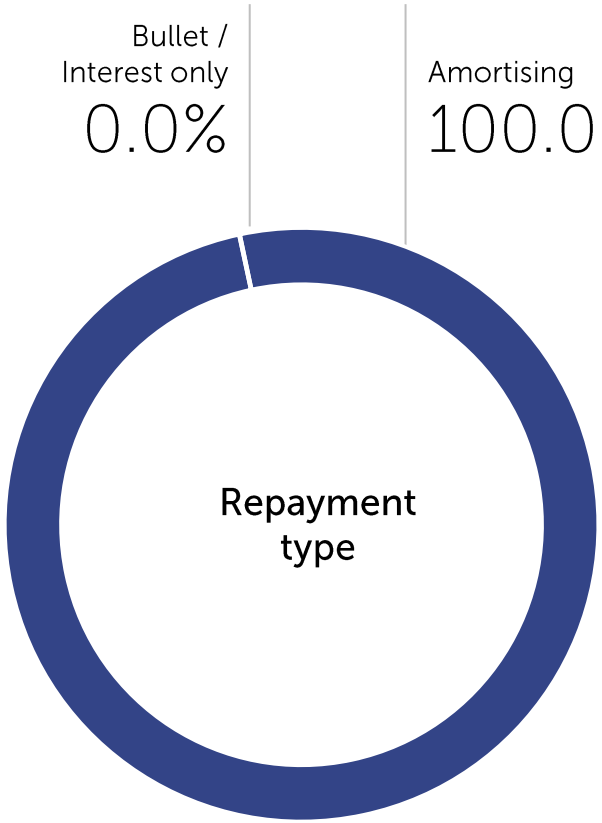
Unless otherwise stated, data refers to 4Q23 from ABANCA (therefore not including TARGOBANK, S.A.U.). 1 According to the legal OC 5% stablished by RDL 24/ 2021 / 2. ABANCA Corporación Bancaria, S.A. commits to maintain the amount of overcollateralization required by S&P and Moody´s to hold the rating for ABANCA covered bond program with the maximum potential collateral-based uplift/ 3. Calculated as a result of Current Collateralization less Legal/Regulatory OC.

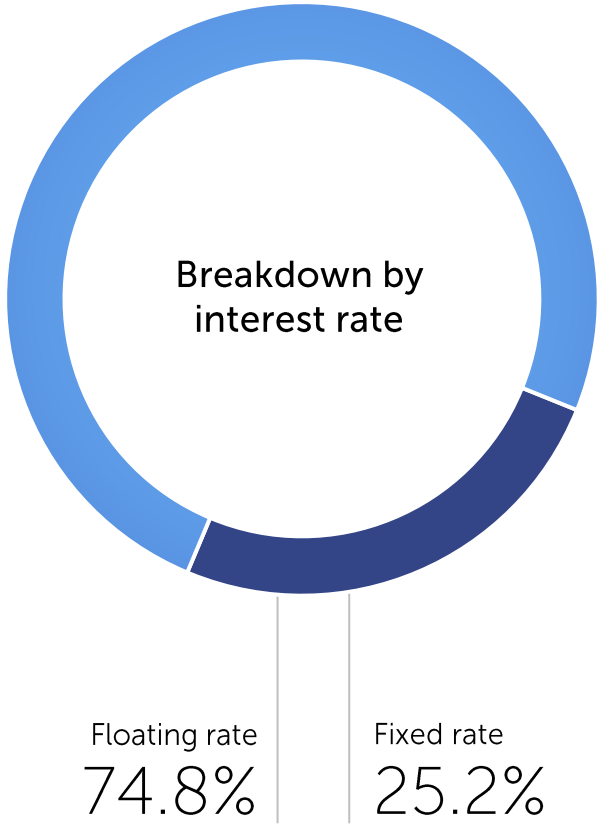
Amortization profile



Mortgage Cover Pool Highlights



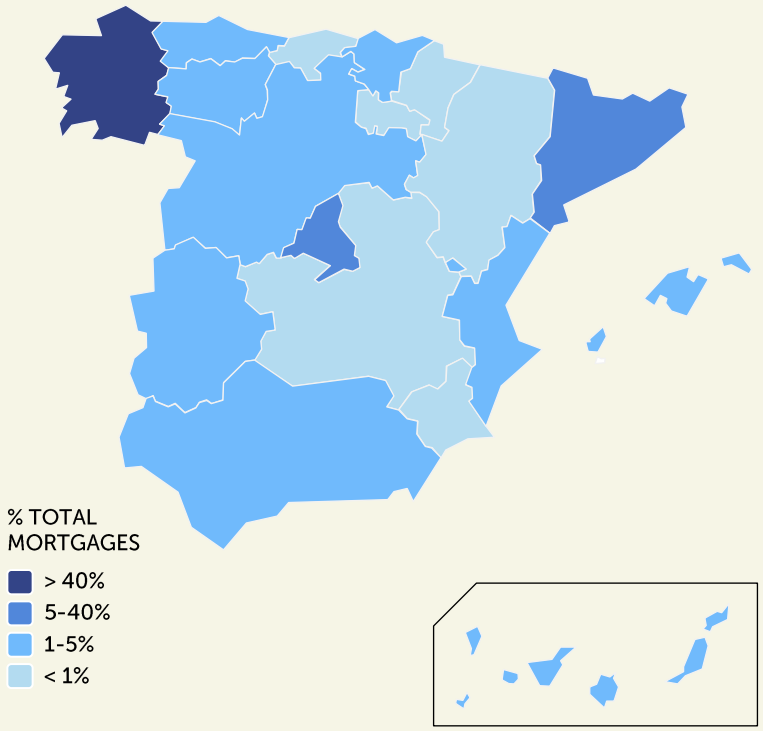




Unless otherwise stated, data refers to 4Q23 from ABANCA (therefore not including TARGOBANK, S.A.U.)

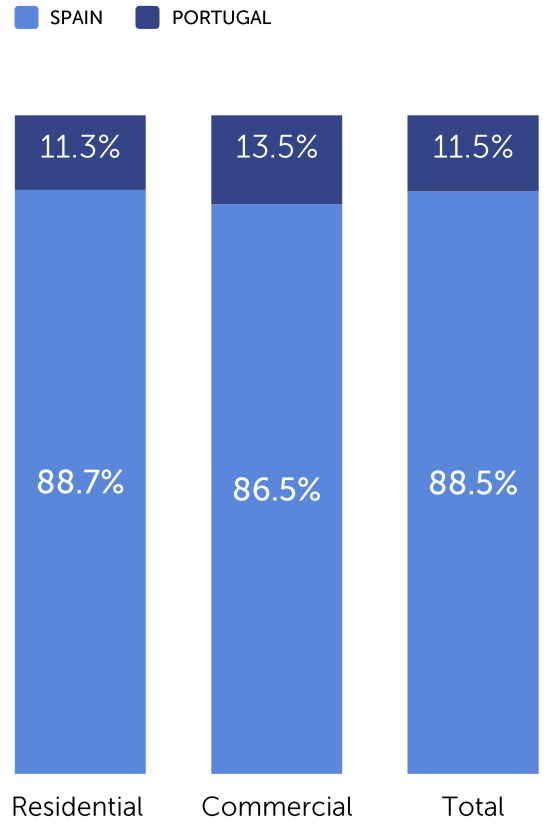
Mortgage Cover Pool Highlights

Geographical Distribution (Spain)



Balance per region	% Residential Loans	% Commercial Loans	% Total Mortgages
Andalusia	3.8%	3.3%	3.7%
Aragon	0.6%	1.4%	0.7%
Asturias	1.5%	1.6%	1.5%
Balearic Islands	1.4%	0.9%	1.3%
Basque Country	4.6%	6.7%	4.8%
Canary Islands	2.0%	2.4%	2.0%
Cantabria	0.4%	0.1%	0.4%
Castile La Mancha	0.7%	0.7%	0.7%
Castile León	4.1%	3.3%	4.0%
Catalonia	8.7%	10.2%	8.8%
Extremadura	2.2%	2.2%	2.2%
Galicia	49.5%	44.4%	49.0%
La Rioja	0.3%	0.2%	0.3%
Madrid	14.8%	18.1%	15.1%
Murcia	0.5%	0.0%	0.5%
Navarre	0.3%	0.9%	0.3%
Valencia	4.6%	3.7%	4.6%

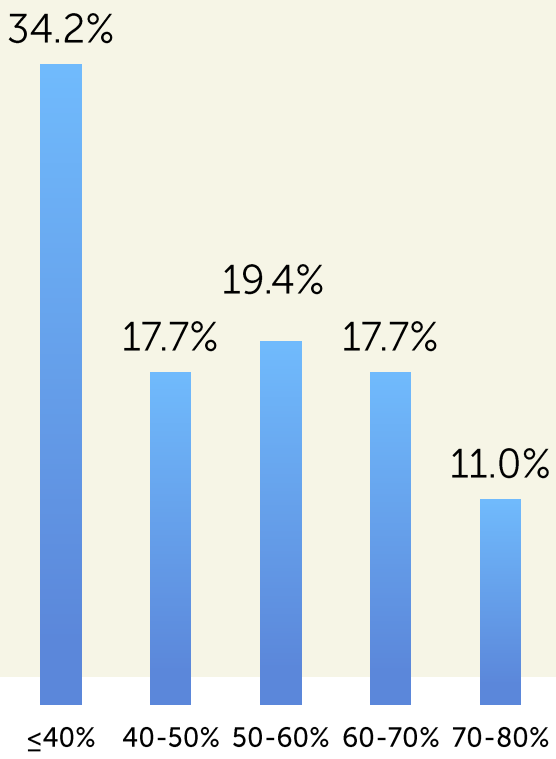
Geographical Distribution



Unless otherwise stated, data refers to 4Q23 from ABANCA (therefore not including TARGOBANK, S.A.U.)

Mortgage Cover Pool Highlights

Breakdown by LTV



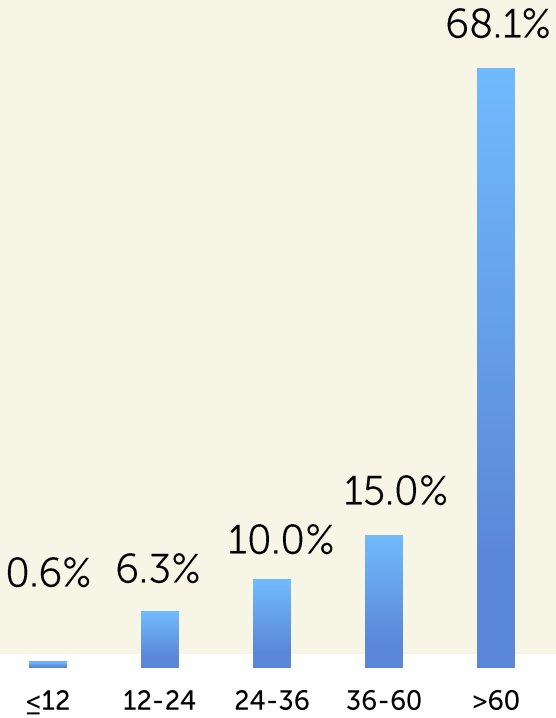
Weighted Average LTV:

47.2%

- 71.3% of the mortgage portfolio have LTV lower than 60%

Breakdown by seasoning

(months)



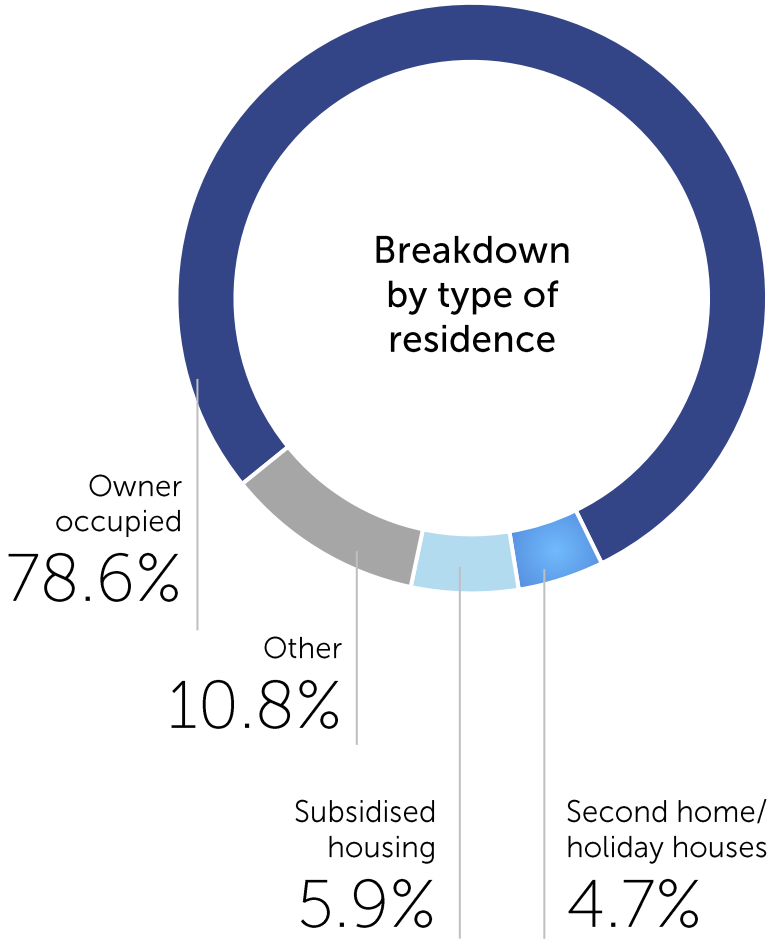
Weighted Average Seasoning

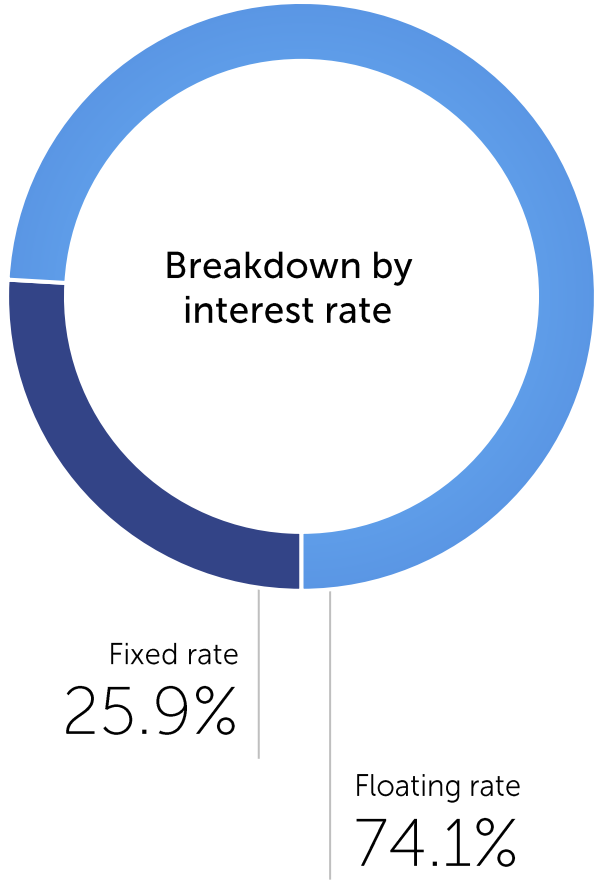
113.2 months

- 83.1% of the pool has a seasoning above 3 years

Unless otherwise stated, data refers to 4Q23 from ABANCA (therefore not including TARGOBANK, S.A.U.)

Residential Mortgage Cover Pool Highlights

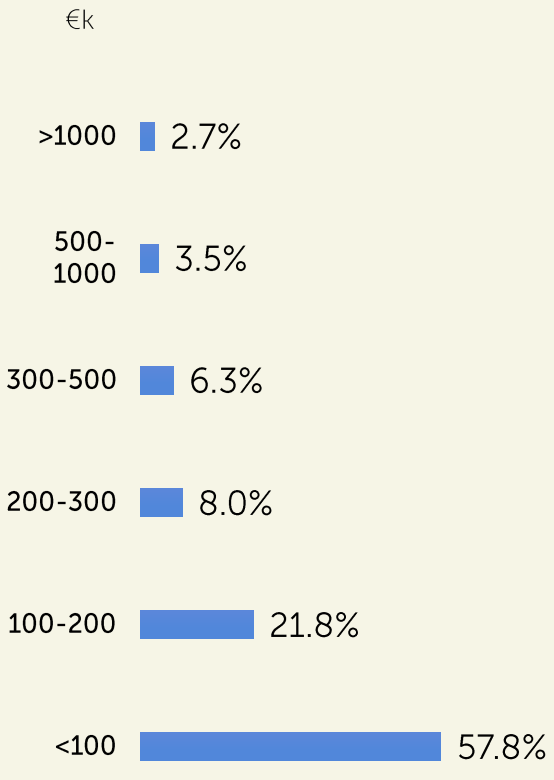




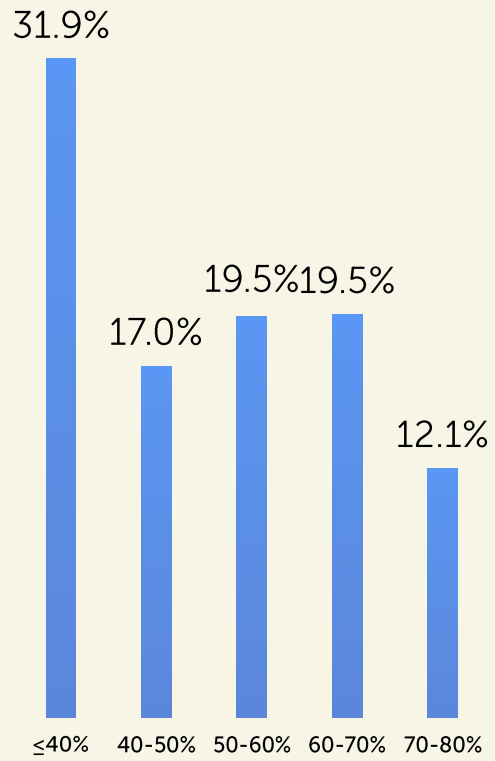
Unless otherwise stated, data refers to 4Q23 from ABANCA (therefore not including TARGOBANK, S.A.U.)

Residential Mortgage Cover Pool Highlights

Breakdown by loan size

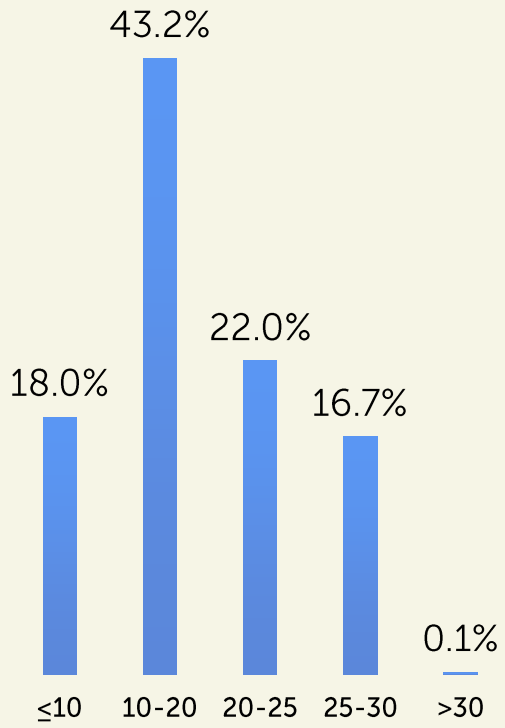


Breakdown by LTV



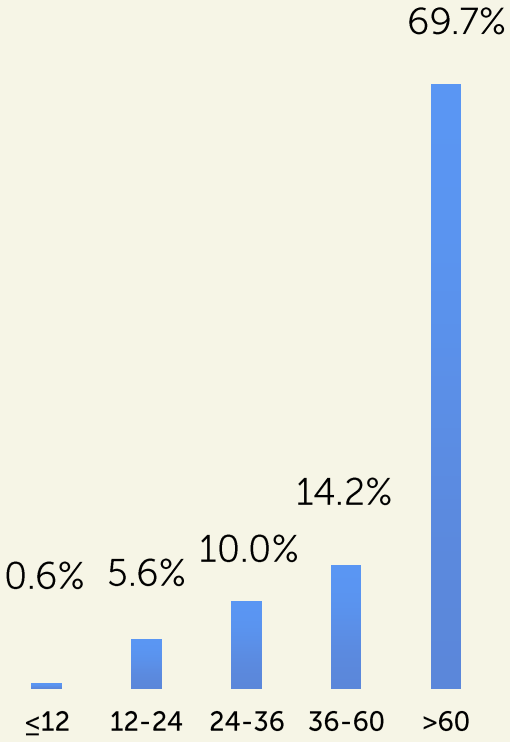
Breakdown by Maturity

(years)



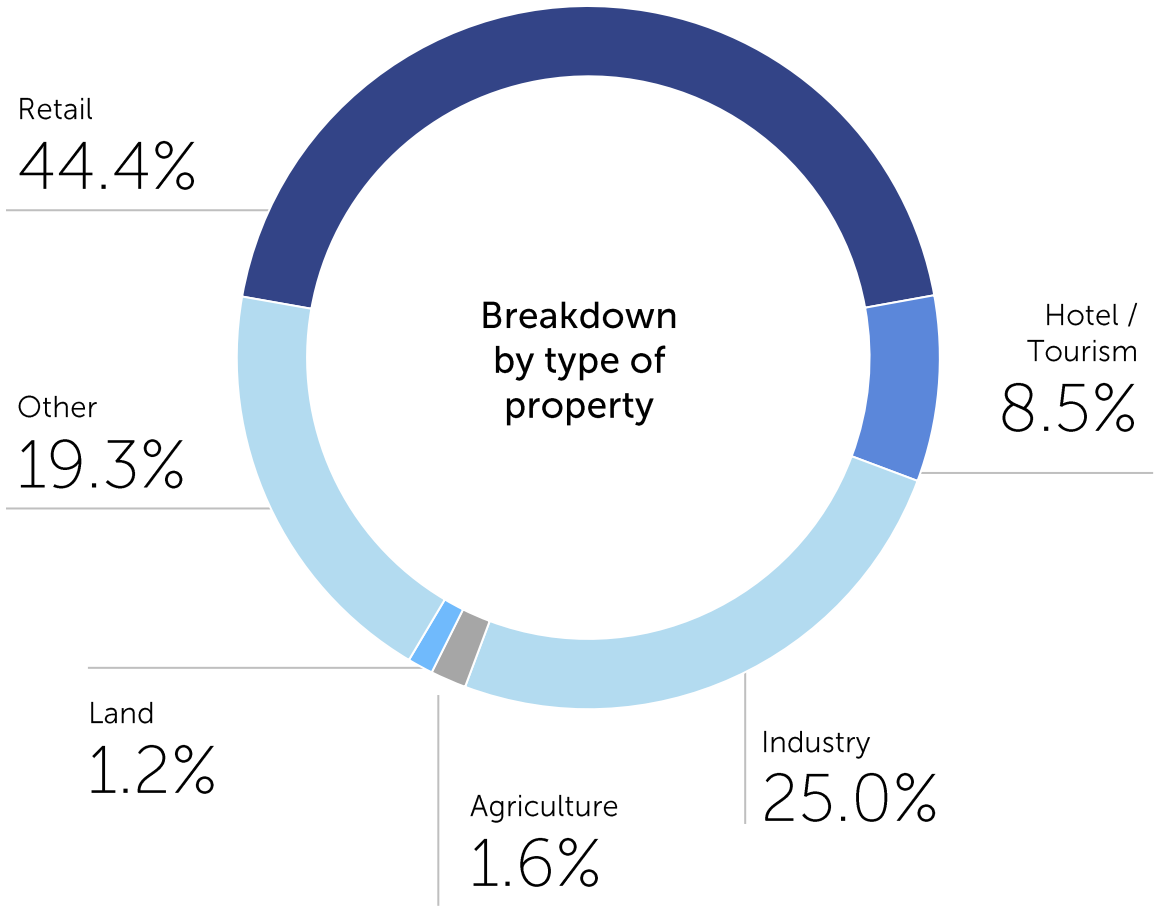
Breakdown by Seasoning

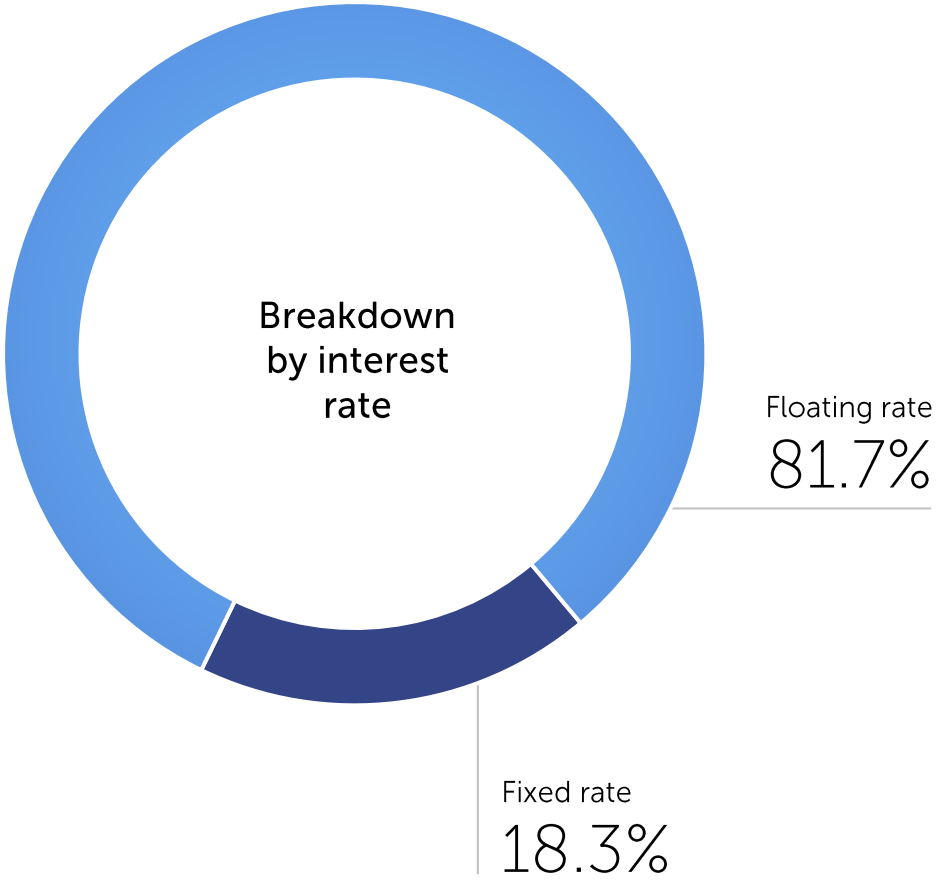
(months)



Unless otherwise stated, data refers to 4Q23 from ABANCA (therefore not including TARGOBANK, S.A.U.)

Commercial Mortgage Cover Pool Highlights

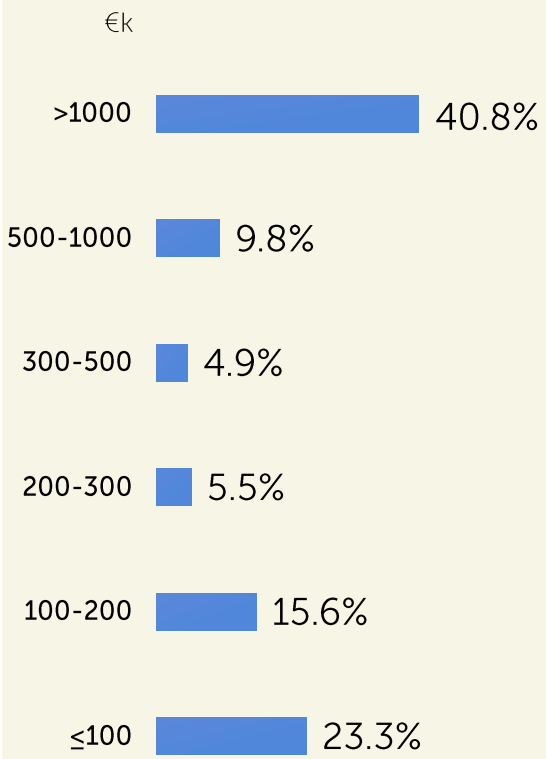




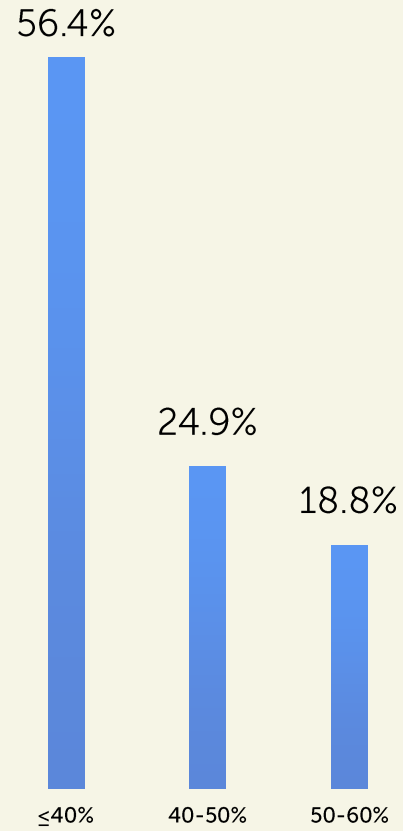
Unless otherwise stated, data refers to 4Q23 from ABANCA (therefore not including TARGOBANK, S.A.U.)

Commercial Mortgage Cover Pool Highlights

Breakdown by loan size

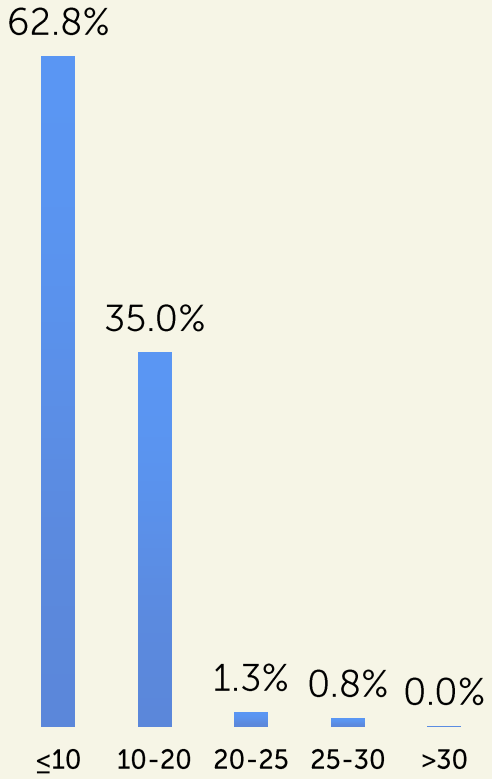


Breakdown by LTV



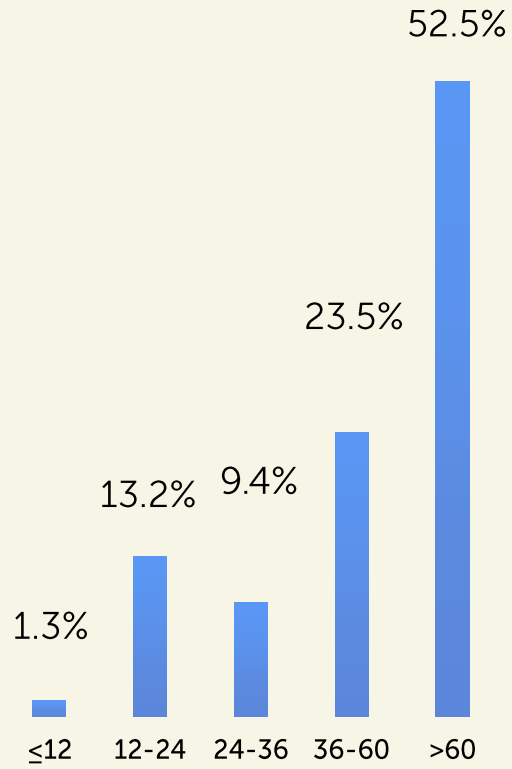
Breakdown by Maturity

(years)



Breakdown by Seasoning

(months)



Unless otherwise stated, data refers to 4Q23 from ABANCA (therefore not including TARGOBANK, S.A.U.)

Glossary

- €bn: Billions of euros
- €m: Millions of euros
- €k: Thousands of euros
- ABANCA: ABANCA Corporación Bancaria, S.A
- CRR: Capital Requirements Regulation
- CET1: Common Equity Tier 1
- EUR: Euros
- HQLA: High-Quality Liquid Assets
- LCR: Liquidity Coverage Ratio
- LTD: Loan to Deposits Ratio
- LTV: Loan to Value
- N.A: Not applicable
- NPA: Non-Performing Assets
- NPL: Non-Performing Loans
- RDL: Royal Decree Law
- ROTE: Return on Tangible Equity

ir@abanca.com

//ABANCA

