

Kutxabank **Mortgage Portfolio**

2Q2020



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Kutxabank Covered Bonds

Main figures

The Cédulas Hipotecarias of Kutxabank are collateralised by the Mortgage Cover Pool of the parent company Kutxabank S.A. This collateral is made up of the Mortgage Pools coming from the former Basque Savings Banks, and it does not include the Mortgage Pool of the subsidiary CajaSur Banco SAU.

| | | 2Q20 |
|------------------------------------|-------|----------|
| Total portfolio | €Mn | 23,435.0 |
| Eligible portfolio | €Mn | 20,289.1 |
| Outstanding Cédulas | €Mn | 2,496.7 |
| Overcollateralization ¹ | % | 938.7 |
| Additional Issuance Capacity | €Mn | 13,734.6 |
| Rating | M/S&P | Aa1/AA+ |
| UCITS/CRR compliance | | ✓ |

Chart 1. Outstanding Cédulas Hipotecarias, additional issuance capacity and OC

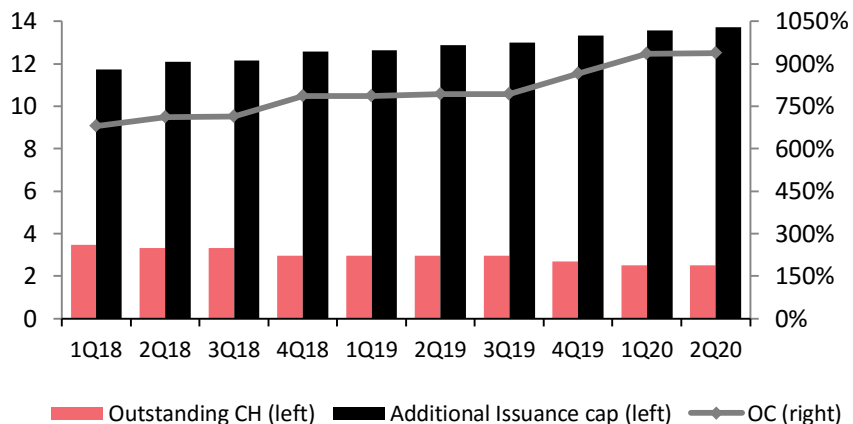
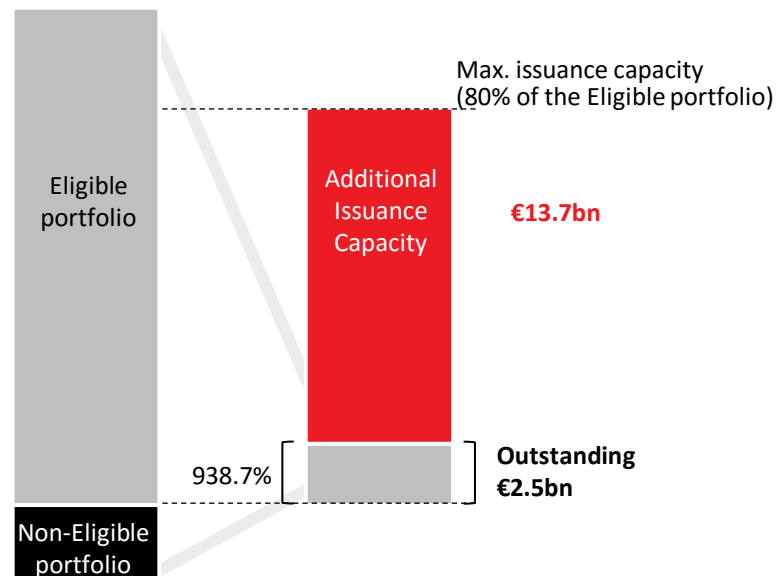


Chart 2. Additional Cédulas Hipotecarias issuance capacity



¹ Total Portfolio to Outstanding CBs.

Kutxabank Covered Bonds

Covered Bond issuances

COVERED BONDS

| ISIN | Issue date | Maturity date | Class | Nom./ Outstanding | Coupon type | Coupon | Currency | LCR status |
|--------------|------------|---------------|--------|-------------------|-------------|--------------|----------|------------|
| ES0414100059 | 27/05/2010 | 30/09/2020 | Bullet | 100/100 | Fixed | 4,550% | Eur | - |
| ES0443307030 | 07/06/2013 | 07/06/2021 | Bullet | 50/50 | FRN | Eur3m+175pbs | Eur | - |
| ES0443307048 | 27/05/2014 | 27/05/2021 | Bullet | 1.000/1.000 | Fixed | 1,75% | Eur | Level 1B |
| ES0443307063 | 22/09/2015 | 22/09/2025 | Bullet | 1.000/1.000 | Fixed | 1,25% | Eur | Level 1B |
| ES0443307022 | 21/05/2013 | 21/12/2026 | Bullet | 100/100 | Fixed | 3,68% | Eur | - |

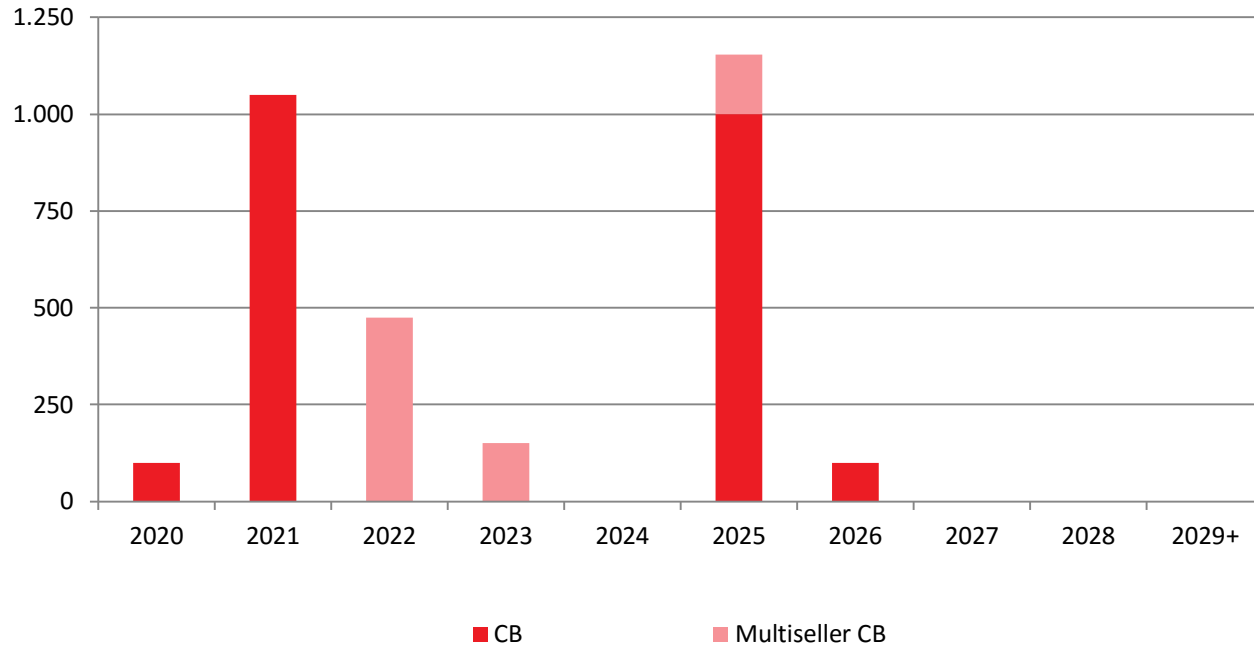
MULTISELLER CH

| Name | ISIN | Issue date | Maturity date | Class | Kutxab/ Total ¹ | Coupon type | Coupon | Currency |
|-------------|--------------|------------|---------------|--------|----------------------------|-------------|--------|----------|
| AyT CCG s3 | ES0312298021 | 14/12/2005 | 12/12/2022 | Bullet | 96,7/1.400 | Fixed | 3,75% | Eur |
| AyT CCG s10 | ES0312298096 | 23/10/2006 | 23/10/2023 | Bullet | 150/1.600 | Fixed | 4,25% | Eur |

Kutxabank Covered Bonds

Covered Bond issuances

Chart 3. Maturity profile



Kutxabank Covered Bonds

Spanish Covered Bond legal framework key aspects

Overcollateralization: Legal minimum of 25%. The total amount issued in force should not exceed 80% of the eligible Mortgage Portfolio.

Universe of assets: First rank residential and commercial mortgage loans. The mortgage cannot exceed the **60% of the value of the appraisal** of the mortgaged property, **except** for the purposes of **house construction, rehabilitation or purchase**, in which it can be at most the **80% of the value of the appraisal** of the mortgaged property. In addition, Covered Bonds may be backed up to a limit of **5%** of the principal issued by **substitute assets**.

Bankruptcy recourse: The holders of the Notes will have the character of **creditors with special preference** against any other creditors, in relation to the total of the mortgages registered in favor of the issuer.

Supervision: Bank of Spain supervision

Accounting record: The issuer has a **special accounting record** of the mortgages that serve as collateral for Covered Bonds.

Kutxabank Covered Bonds

Transparency



ECBC Label - HTT

- The Covered Bond Label is a quality Label which responds to a market-wide request for improved standards and increased transparency in the covered bond market
- Common Harmonised Transparency Template (HTT) across jurisdictions for all covered bond issuers which hold the Covered Bond Label, which facilitates investors' due diligence and cross-border comparison of data in a centralised way and in a comparable format.

Templates available on:

www.coveredbondlabel.com

www.kutxabank.com

Kutxabank Covered Bonds

Collateral overview

TOTAL PORTFOLIO

| | | |
|-----------------------------|--------|----------|
| Total amount | €Mn | 23,435.0 |
| Number of loans | units | 238,784 |
| Number of borrowers | units | 381,486 |
| WALTV | % | 54.88 |
| WAS seasoning | months | 97.37 |
| WAMaturity | years | 20.00 |
| WARate | % | 1.01 |
| WARate (floating rate only) | % | 0.80 |
| Arrears >90 days | % | 3.58 |

Total portfolio breakdown

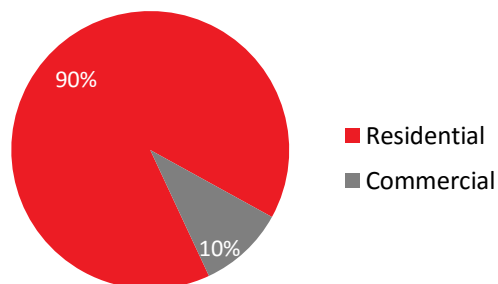
RESIDENTIAL

| | | |
|-----------------------------|--------|----------|
| Total amount | €Mn | 21,188.7 |
| Number of loans | units | 229,024 |
| Number of borrowers | units | 367,915 |
| WALTV | % | 55.44 |
| WAS seasoning | months | 98.38 |
| WAMaturity | years | 20.79 |
| WARate | % | 0.93 |
| WARate (floating rate only) | % | 0.70 |
| Arrears >90 days | % | 2.54 |

COMMERCIAL

| | | |
|-----------------------------|--------|---------|
| Total amount | €Mn | 2,246.3 |
| Number of loans | units | 9,760 |
| Number of borrowers | units | 13,571 |
| WALTV | % | 49.59 |
| WAS seasoning | months | 87.78 |
| WAMaturity | years | 12.57 |
| WARate | % | 1.77 |
| WARate (floating rate only) | % | 1.69 |
| Arrears >90 days | % | 13.40 |

Chart 4. Total portfolio: Residential vs Commercial.



Kutxabank Covered Bonds

Collateral overview

ELIGIBLE PORTFOLIO

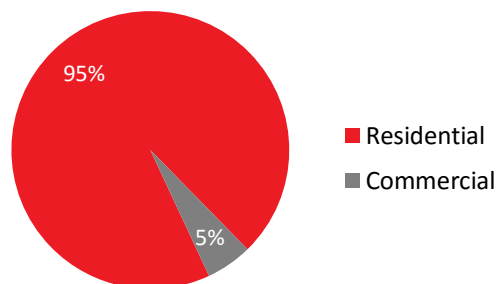
| | | |
|-----------------------------|--------|----------|
| Total amount | €Mn | 20,289.1 |
| Number of loans | units | 210,552 |
| Number of borrowers | units | 334,660 |
| WALTV | % | 51.83 |
| WAS seasoning | months | 97.04 |
| WAMaturity | years | 20.41 |
| WARate | % | 0.94 |
| WARate (floating rate only) | % | 0.72 |

Eligible portfolio breakdown

RESIDENTIAL

| | | |
|-----------------------------|--------|----------|
| Total amount | €Mn | 19,331.9 |
| Number of loans | units | 203,688 |
| Number of borrowers | units | 324,868 |
| WALTV | % | 52.54 |
| WAS seasoning | months | 97.65 |
| WAMaturity | years | 20.80 |
| WARate | % | 0.91 |
| WARate (floating rate only) | % | 0.68 |

Chart 5. Eligible portfolio: Residential vs Commercial.



COMMERCIAL

| | | |
|-----------------------------|--------|-------|
| Total amount | €Mn | 957.2 |
| Number of loans | units | 6,864 |
| Number of borrowers | units | 9,792 |
| WALTV | % | 37.52 |
| WAS seasoning | months | 84.83 |
| WAMaturity | years | 12.57 |
| WARate | % | 1.49 |
| WARate (floating rate only) | % | 1.45 |

Kutxabank Covered Bonds Breakdown

BREAKDOWN BY TYPE OF PROPERTY

TOTAL PORTFOLIO: €23,435.0 Mn

Chart 6 Total portfolio: Type of property.

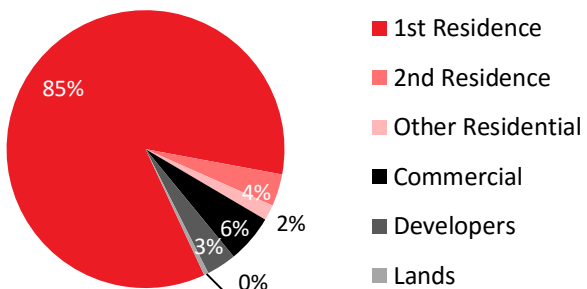
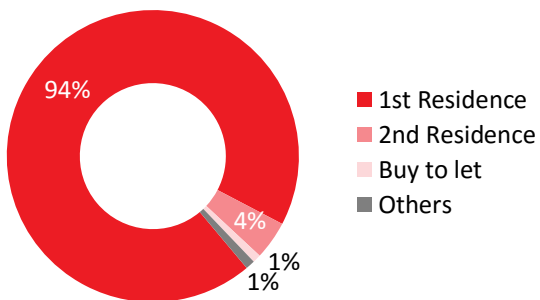


Chart 7. Total portfolio: Type of residential property.



ELIGIBLE PORTFOLIO: €20,289.1 Mn

Chart 8. Eligible portfolio: Type of property.

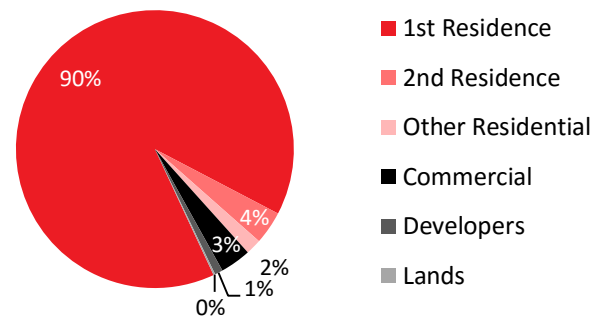
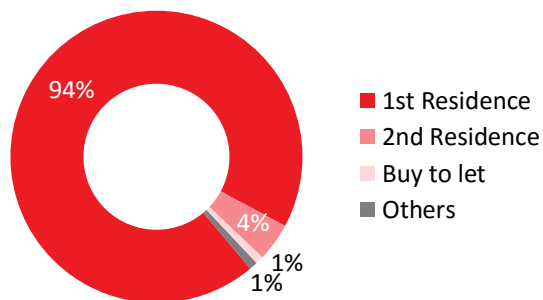


Chart 9. Eligible portfolio: Type of residential property.



Kutxabank Covered Bonds

Breakdown

BREAKDOWN BY LTV

TOTAL PORTFOLIO: €23,435.0 Mn

Chart 10. Residential, total portfolio: LTV breakdown.

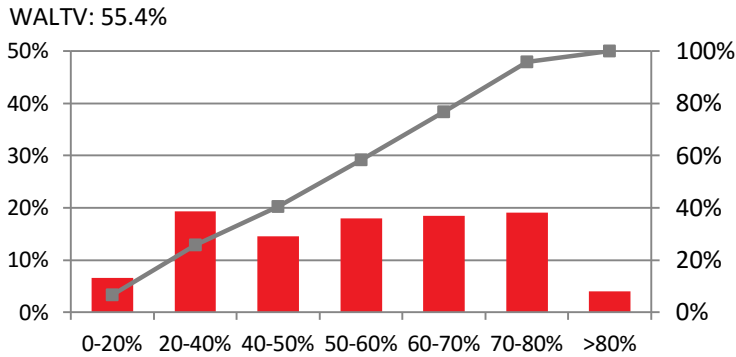
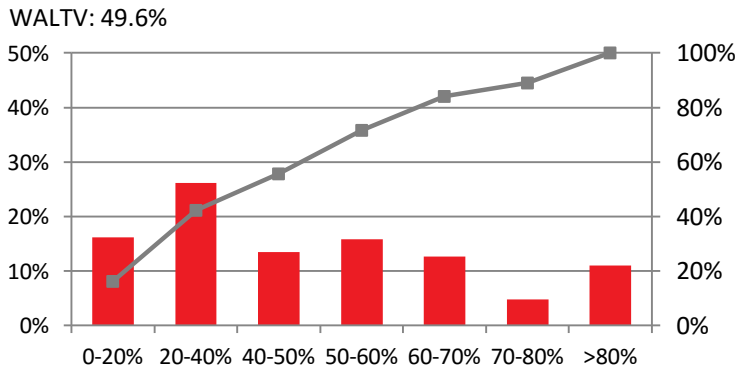


Chart 11. Commercial, total portfolio: LTV breakdown.



ELIGIBLE PORTFOLIO: €20,289.1 Mn

Chart 12. Residential, eligible portfolio: LTV breakdown.

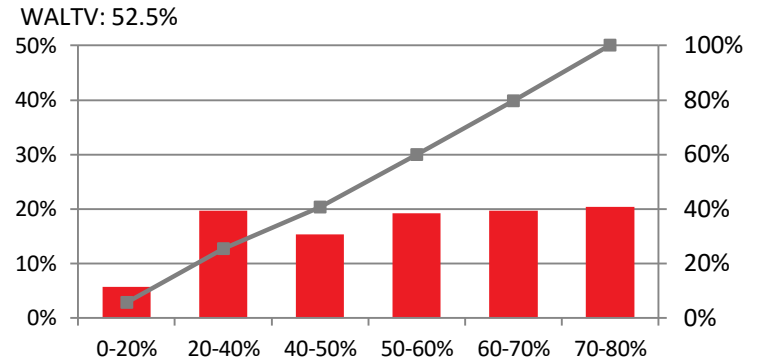
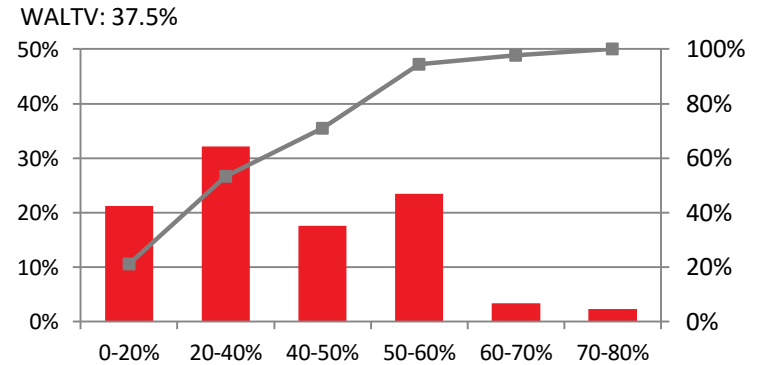


Chart 13. Commercial, eligible portfolio: LTV breakdown.



■ % of the cover pool

—■ % of the cover pool, cumulative

Data as of 2Q2020.

Kutxabank Covered Bonds

Breakdown

BREAKDOWN BY SEASONING

TOTAL PORTFOLIO: €23,435.0 Mn

Chart 14. Residential, total portfolio : Seasoning breakdown (months).

WA Seasoning: 98.4

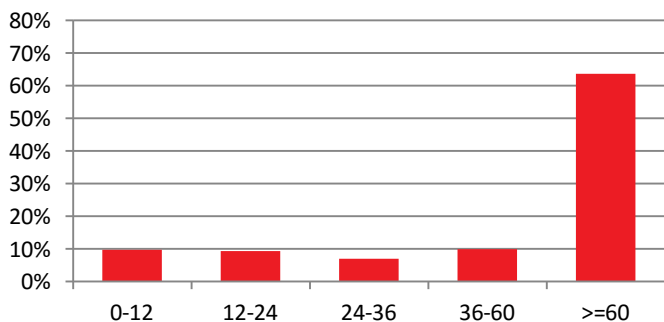
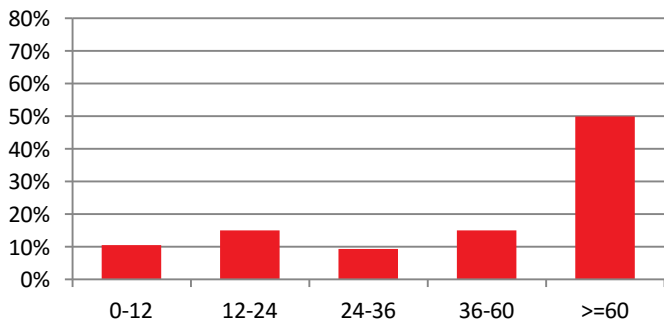


Chart 15. Commercial, total portfolio: Seasoning breakdown (months).

WA Seasoning: 87.8



ELIGIBLE PORTFOLIO: €20,289.1 Mn

Chart 16. Residential, eligible portfolio: Seasoning breakdown (months).

WA Seasoning: 97.6

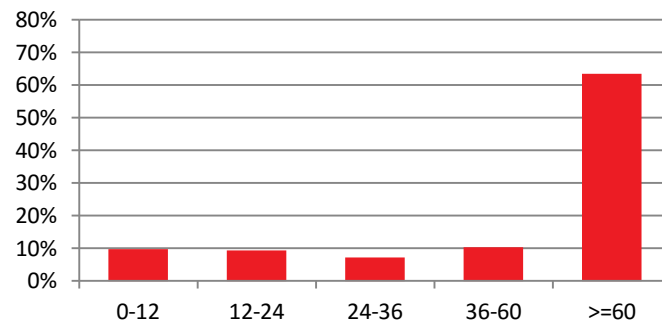
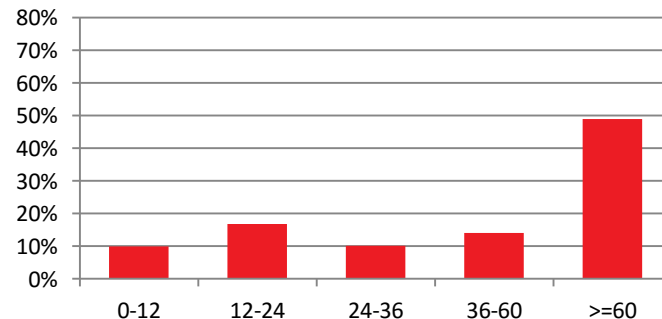


Chart 17. Commercial, eligible portfolio: Seasoning breakdown (months).

WA Seasoning: 84.8



Data as of 2Q2020.

Kutxabank Covered Bonds Breakdown

BREAKDOWN BY MATURITY

TOTAL PORTFOLIO: €23,435.0 Mn

Chart 18. Residential, total portfolio: Maturity breakdown (years).

WA Maturity: 20.8

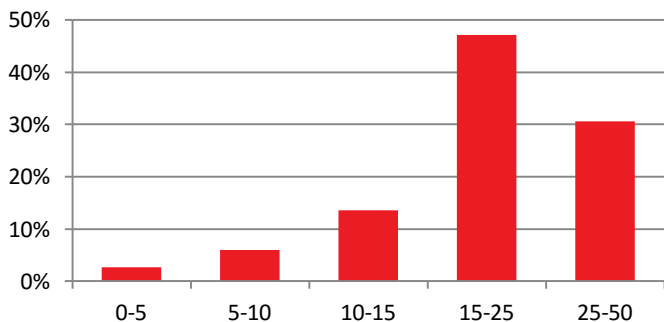
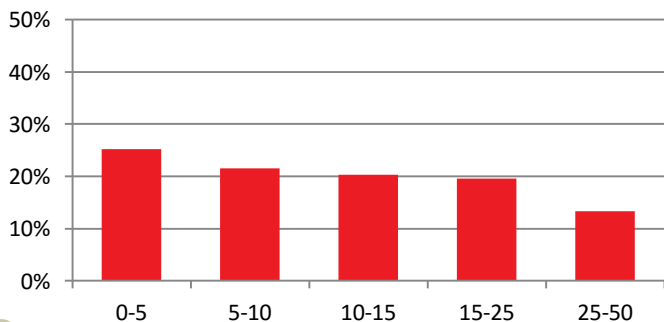


Chart 19. Commercial, total portfolio: Maturity breakdown (years).

WA Maturity: 12.6



ELIGIBLE PORTFOLIO: €20,289.1 Mn

Chart 20. Residential, eligible portfolio: Maturity breakdown (years).

WA Maturity: 20.8

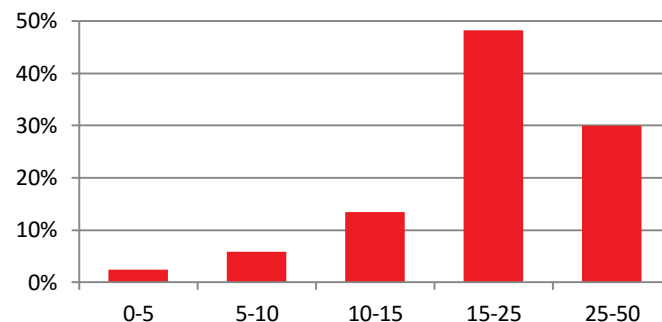
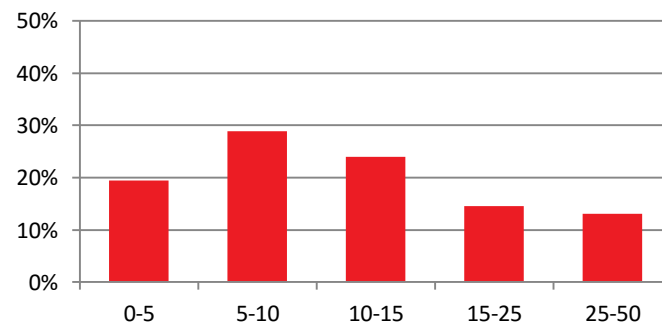


Chart 21. Commercial, eligible portfolio: Maturity breakdown (years).

WA Maturity: 12.6



Data as of 2Q2020.

Kutxabank Covered Bonds Breakdown

BREAKDOWN BY SORT OF INTEREST RATE AND PAYMENT FREQ

TOTAL PORTFOLIO: €23,435.0 Mn

Chart 22. Total portfolio: sort of interest rate.

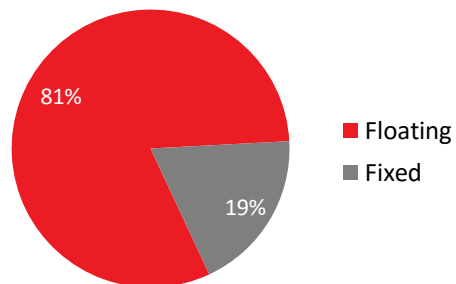
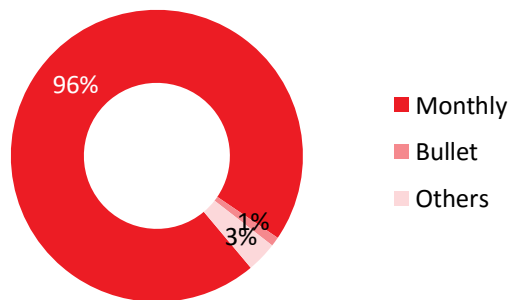


Chart 23. Total portfolio: payment frequency.



ELIGIBLE PORTFOLIO: €20,289.1 Mn

Chart 24. Eligible portfolio: sort of interest rate.

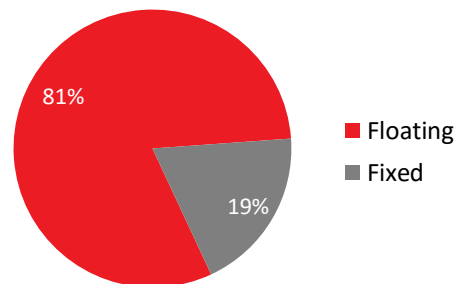
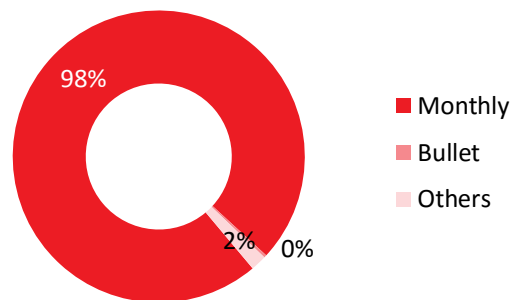


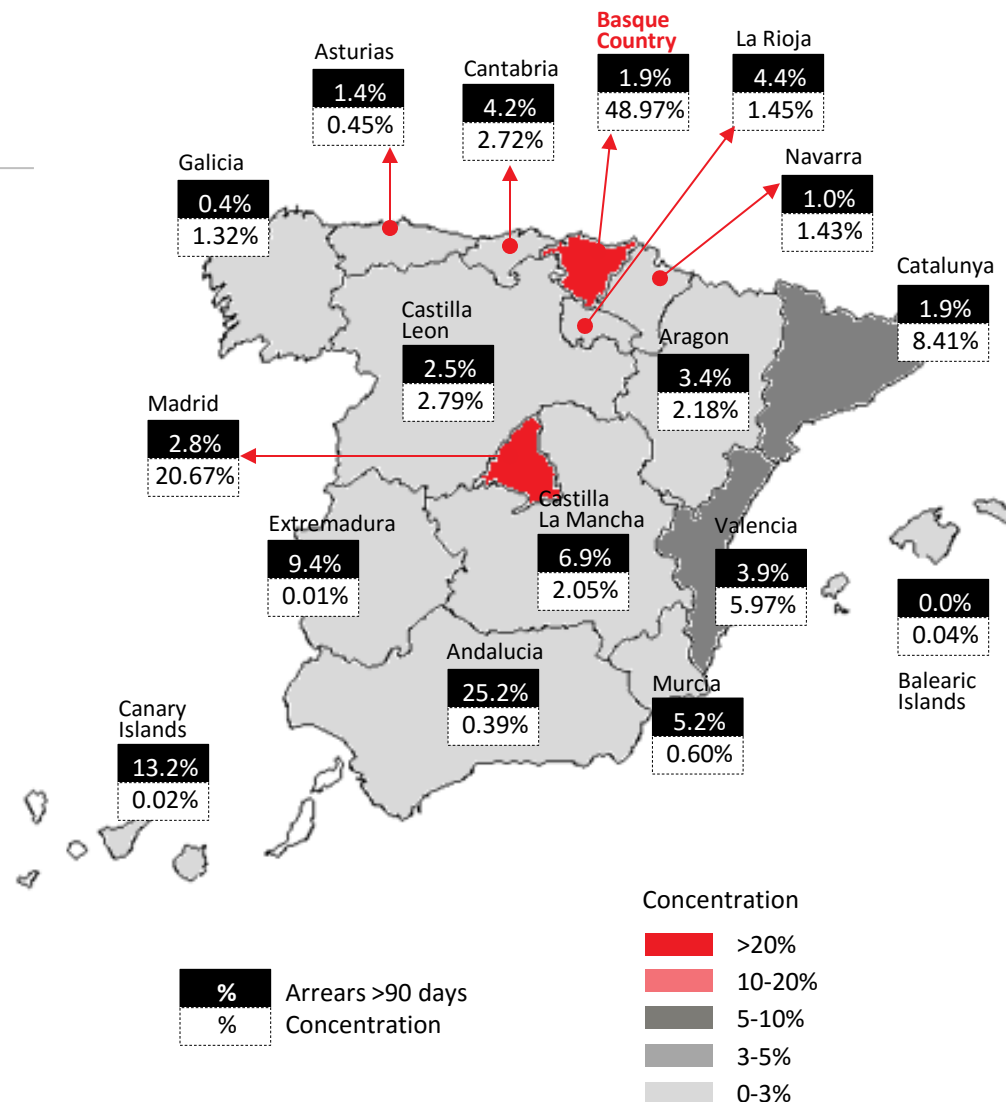
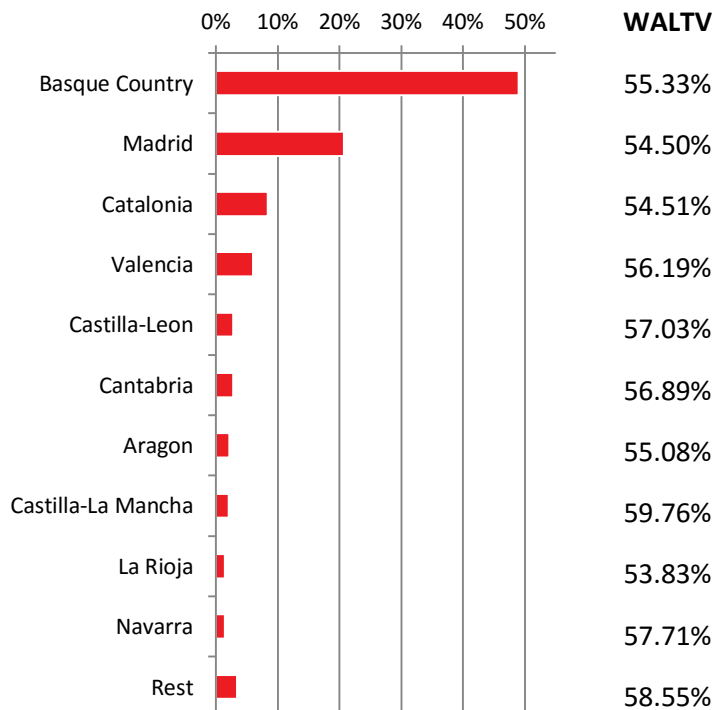
Chart 25. Eligible portfolio: payment frequency.



Kutxabank Covered Bonds Breakdown

CONCENTRATION AND ARREARS RESIDENTIAL PORTFOLIO

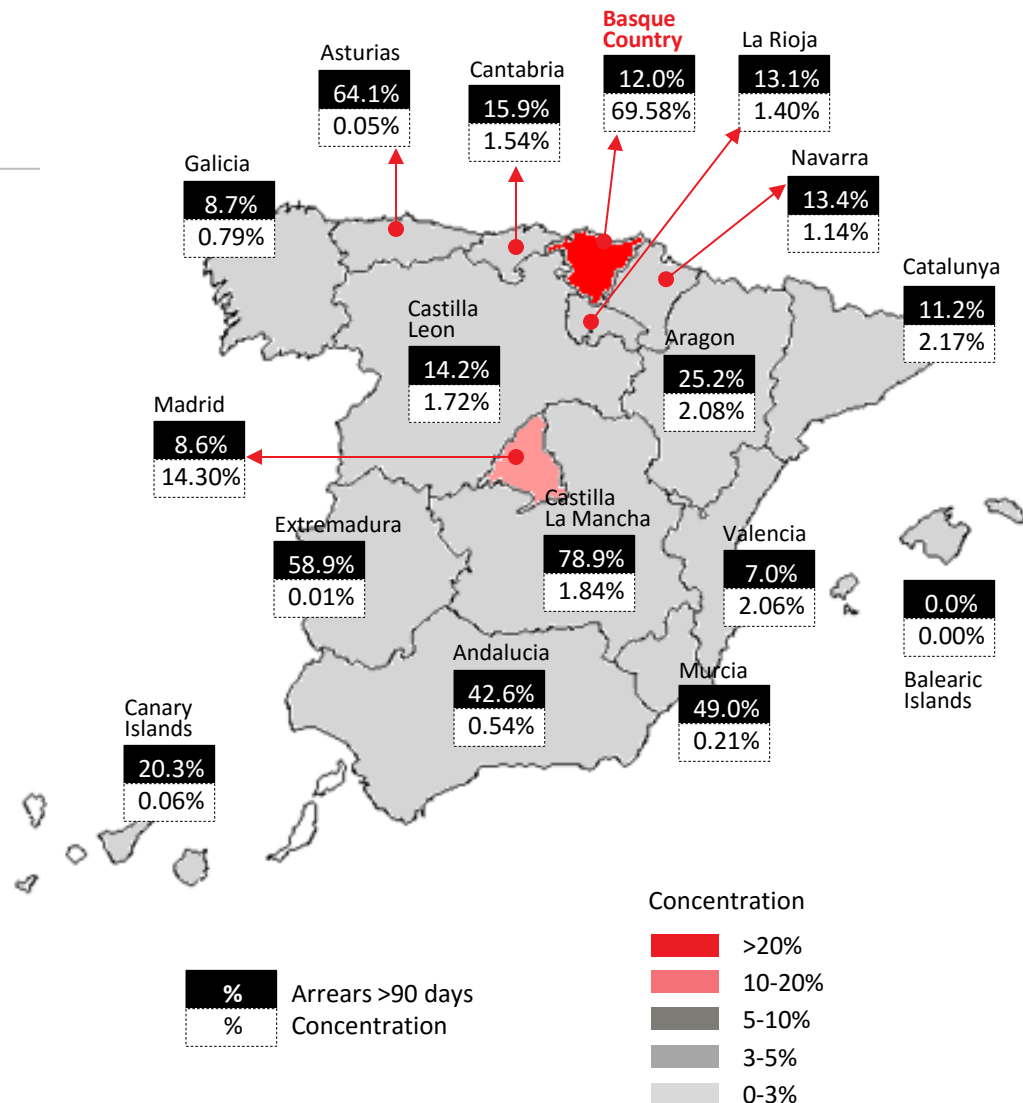
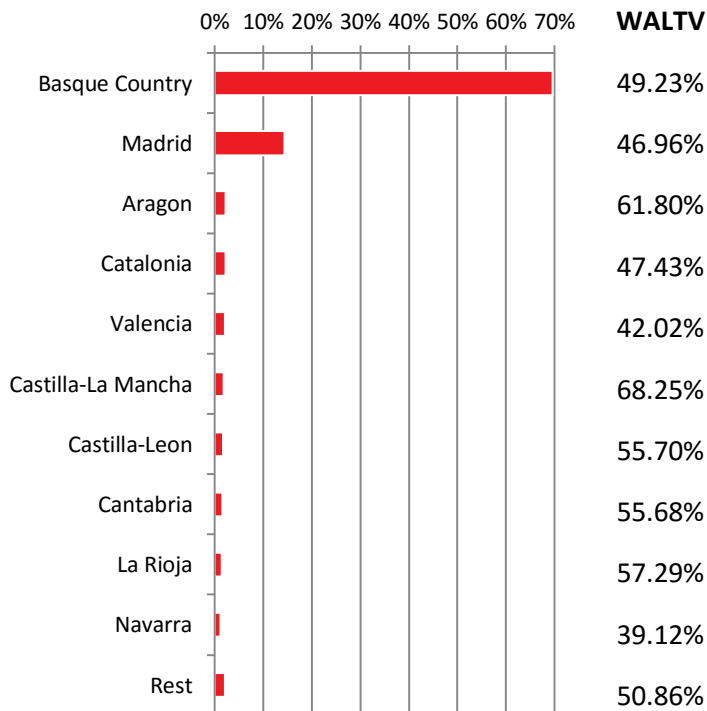
Chart 26. Concentration in the Residential portfolio, main regions.



Kutxabank Covered Bonds Breakdown

CONCENTRATION AND ARREARS COMMERCIAL PORTFOLIO

Chart 27. Concentration in the Commercial portfolio, main regions.



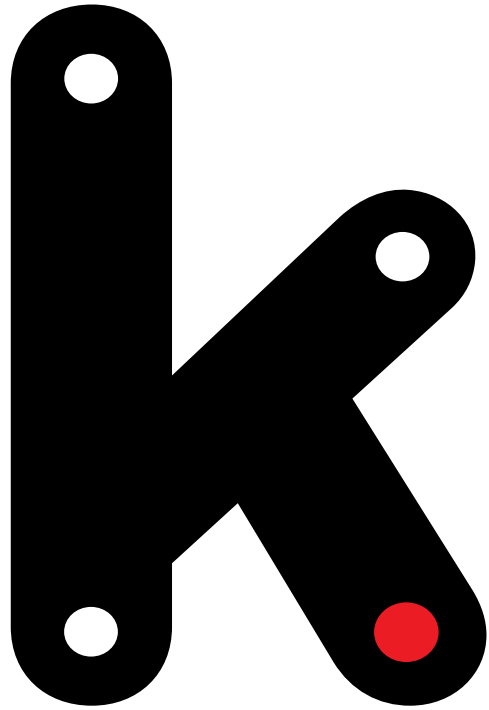
Data as of 2Q2020.

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