

Covered Bond presentation

2024Q2



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Covered Bond programme

Programme overview

New legal framework that introduces relevant aspects that enhance the product quality

Issuer/ Guarantor

Kutxabank S.A.

Primary assets⁽¹⁾

- i. Loans secured by residential properties up to the 80% of the value of the pledged properties
- ii. Exposures to or guaranteed by central governments, ESCB central banks, public sector entities, regional governments or local authorities in the Union

Substitute assets

Both coverage pools may include substitute assets up to 10% of the principal amount of the covered bonds they back

Liquidity buffer

Both type of cover pool must include at all times a liquidity buffer made up of available high quality liquid assets in accordance with Article 11.3 of RDL 24/2021 to cover the maximum cumulative net liquidity outflow over the next 180 days

Derivative contracts

Both type of cover pool may include derivative contracts in accordance with the requirements set forth in article 12 of RDL 24/2021

OC

Issuances of covered bonds under this Programme will have an OC level equal to the greater of (i) the Legal OC (5%) and (ii) the Voluntary or Contractual OC

Extendable maturity structures

Covered bonds issued under this Programme may have extendable maturity structures when any of the circumstances specified in article 15.2 of RDL 24/2021 occur, provided that such circumstances are adequately specified in the contractual terms and conditions of the covered bonds



Bonds issued under this programme are allowed to use the label

<https://www.bde.es/bde/en/secciones/servicios/autorizacion-de-programas-de-bonos-garantizados-3bec373d9d49181.html>

⁽¹⁾ Under the current program, Kutxabank is authorized to issue both *cédulas hipotecarias* and *cédulas territoriales*. Currently, there is only one active cover pool backing currently outstanding *cédulas hipotecarias* and new potential *cédulas hipotecarias* going forward. The primary assets of this cover pool consist of residential mortgage loans.

Covered Bond programme

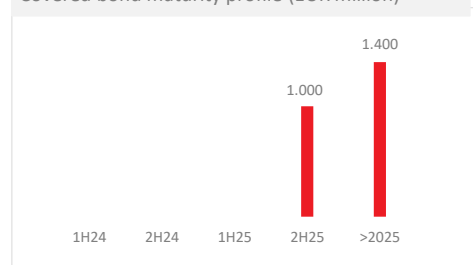
Outstanding bonds

Type of outstanding covered bonds: **Cédulas Hipotecarias**

Outstanding marketable *Cédulas Hipotecarias*

ISIN code	Amount (EUR mn)	Currency	Premium	LCR status	Issue date	Maturity date	Maturity type	Coupon type	Current coupon
ES0443307063	1,000	EUR	✓	Level 1B	09/2015	09/2025	Hard bullet	Fixed	1.25%
ES0443307022	100	EUR	✓	-	05/2013	05/2026	Hard bullet	Fixed	3.68%
ES0443307071	1,300	EUR	✓	Level 1B	02/2024	02/2032	Soft bullet	FRN	4.62%

Covered bond maturity profile (EUR million)



COVERED BOND LABEL

Kb is a labeled issuer since the initiative was launched

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.

Direct links:

coveredbondlabel.com

kutxabank.com/cs/Satellite/kutxabank/en/investor_relations/covered_bonds

[Last template](#)

Covered Bond programme

Cover pool overview

100% prime residential cover pool

WA LTV

54%

90d
past due

0%

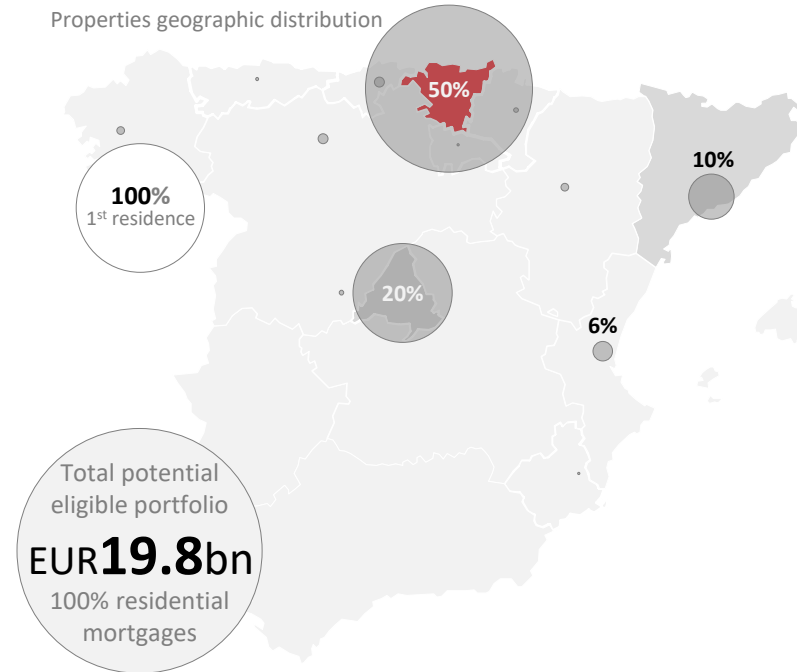
Currency:
EUR

100%

Outstanding balance	EUR million	3,093.13
Number of loans	Units	24,335
Average loan size	EUR thousand	127.1
Number of borrowers	Units	37,591
WA LTV	%	53.56
WA seasoning	Months	69.47
WA contractual maturity	Years	21.29
WA Life	Years	8.00
WA yield	%	3.27
<i>o/w floating-rate loans</i>	%	4.40

Outstanding Bonds	EUR million	2,400.0
<i>o/w retained</i>	EUR million	1,000.0
Nominal OC	%	128.9
Liquidity buffer (LB)	EUR million	27.0
OC including LB	%	130.0
Credit rating	Moody's/DBRS	Aa1/AAA

Properties geographic distribution

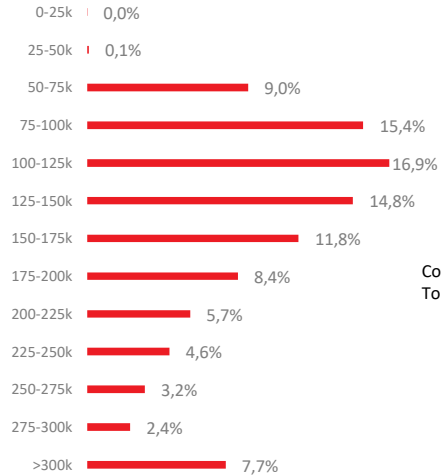


Covered Bond programme

Cover pool stats

100% prime residential cover pool

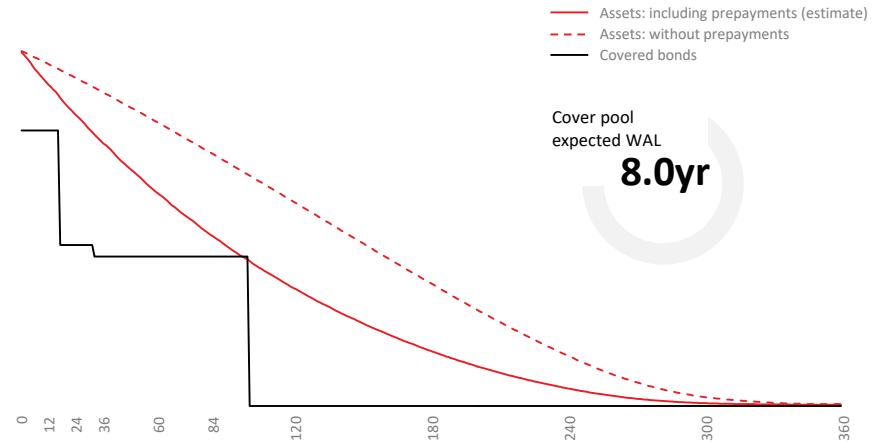
Loan size distribution



Concentration risk
Top 20 borrowers

0.5%

Assets and Liabilities maturity profile on a contractual basis

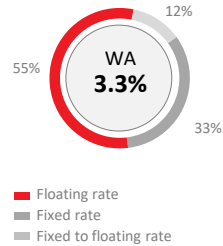


Covered Bond programme

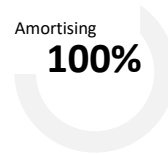
Cover pool stats

100% prime residential cover pool

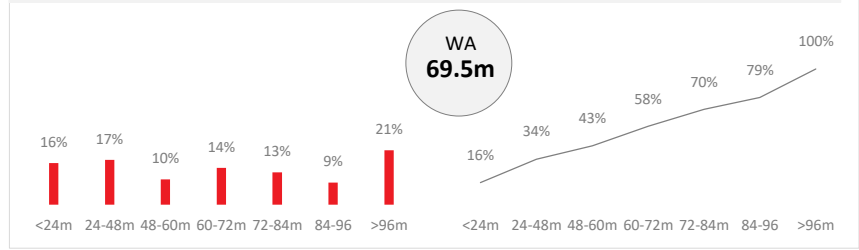
Breakdown by interest rate



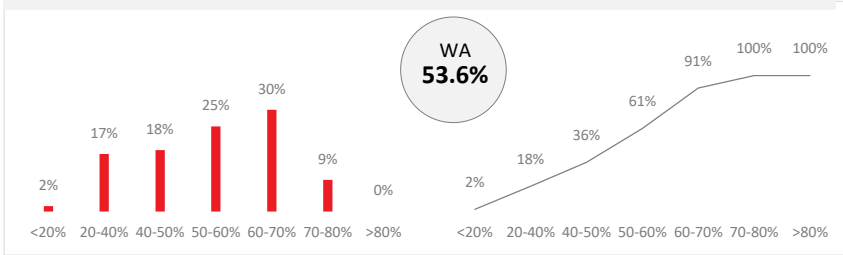
Repayment type



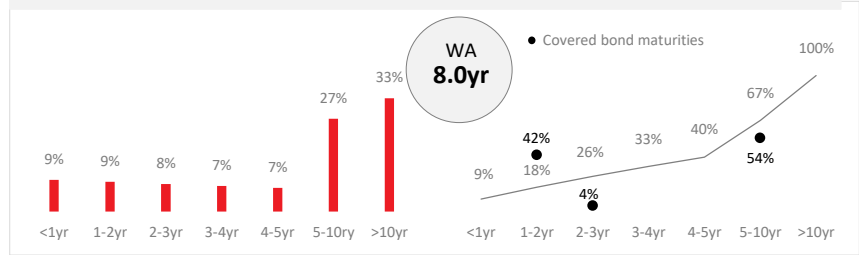
Loan seasoning (months)



Loan to value (LTV)



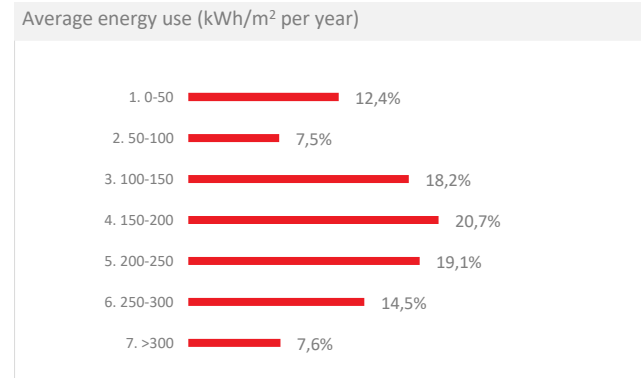
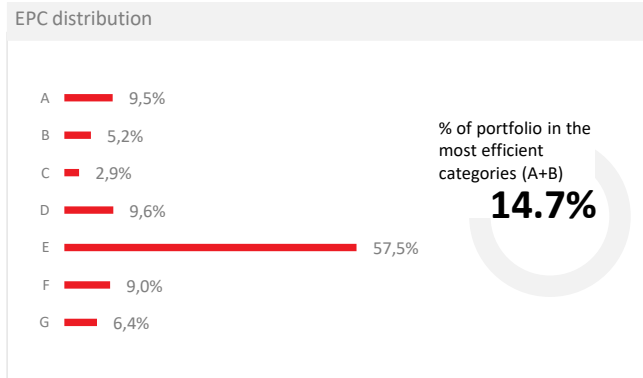
Loan book residual life (expected maturity; years)



Covered Bond programme

Cover pool stats

100% prime residential cover pool. No sustainable strategy is pursued in the Cover pool for the time being.



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