

BANCA POPOLARE DI MILANO
OBLIGAZIONI BANCARIE GARANTITE

BPM COVERED BOND 2 S.r.l.

QUARTERLY TEST PERFORMANCE REPORT (BEFORE AN ISSUER EVENT OF DEFAULT)

COLLECTION PERIOD Q2 2017

Asset Coverage Test PASS/ FAIL PASS

A =	3.015.719.731,30
B =	24.889.839,34
C =	0,00
D =	0,00
Z =	79.506.849,32
W =	55.756.905,88
Total:	A + B + C + D - Z - W
	2.905.345.815,44
Method Used for Calculating "A" ii) "Asset Percentage Adjusted Principal Balance"	
Asset Percentage used	76,30%
Amount of Credit Support	776.331.306,24
Overcollateralisation	7,53%

NPV Test PASS/ FAIL PASS

NPV Pool	3.615.982.570,32
NPV Swaps	12.978.865,38
NPV Covered Bonds	-2.605.026.591,09
Expenses	-4.996.017,21
Total	1.018.938.827,39

Interest Coverage Test PASS/ FAIL PASS

Interest from Pool	767.685.779,56
Net Interest from/to Swaps	12.637.860,19
Interests on Covered Bonds	-182.278.645,83
Expenses	-5.945.842,72
Total	592.099.151,20

BANCO BPM S.p.A.
as Calculation Agent on behalf of BPM Covered Bond 2 S.r.l.



Detail of Outstanding Covered Bonds

Series	Currency	Notional Outstanding	FX Rate	EUR Countervalue	Maturity	Rate	ISIN CODE	Rating
Series 1	EURO	1,000,000,000.00	"1:1"	1,000,000,000.00	14/09/2022	0.875%	IT0005135725	A1 (Moody's)
Series 2	EURO	750,000,000.00	"1:1"	750,000,000.00	02/12/2025	1.50%	IT0005153975	A1 (Moody's)
Series 3	EURO	750,000,000.00	"1:1"	750,000,000.00	08/06/2023	0.625%	IT0005199465	A1 (Moody's)
Series 4								
Series 5								
Series 6								
Series 7								
Series 8								
Series 9								
Series 10								
		TOTAL		2,500,000,000				

Transaction Parties

Role	Name	Ratings
Issuer	BANCO BPM	Ba1/NP (Moody's)
Service	BANCO BPM	Ba1/NP (Moody's)
Calculation Agent	BANCO BPM	Ba1/NP (Moody's)
Series 1 Swap Provider	Barclays	A2/P-1 (Moody's)
Series 2 Swap Provider	HSBC	Aa2/P-1 (Moody's)
Series 3 Swap Provider	HSBC	Aa2/P-1 (Moody's)
Account Bank	BNP Paribas	A1/P-1 (Moody's)
Collection Account Bank	BPM	Ba1/NP (Moody's)
Back-up Service	Zenith Service	Above Average (S&P)

Cash

Transaction Account	16,883,372.10
Interest	108,678,451.58
Principal	373,937.11
Reserve Account	10,000.00
Quota Capital Account	0.00
Term Deposits	125,945,760.89
Total	



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Portfolio Summary

Total Cover Pool	3,276,331,306,24
Residential Loan Balance	3,251,441,466,90
Account Balance (Cash)	24,889,839,34
Average Residential Loan Balance	106,790,21
Number of Loans	30,447
Residential mortgages (% of Res. Pool)	100,00
EUR (% of assets)	100,00
WA Seasoning (months):	32,47
WA Remaining Terms (months):	242,90
WAL Residential Pool (Years)	11,10
WAL Covered Bond (Years)	6,36
WAL LTV (%):	54,56
Fixed Rate loans (% of Res. Pool)	45,31
Variable Rate Loans (% of Res. Pool)	54,69
WAL interest rate of assets (%)	2,03
WAL margin on floating rate loans (%)	1,85
Arrears >90 days (% of Res. Pool)	0,24

Years to Maturity	Amount	Number of Loans	% of Total
up to 5 yrs	25,138,544,14	886	0,77
over 5 - 10 yrs	292,790,021,05	4,678	9,00
over 10 - 15 yrs	497,373,806,91	5,772	15,30
over 15 - 20 yrs	688,660,483,06	6,366	21,18
over 20 - 25 yrs	801,920,273,96	6,095	24,66
over 25 - 30 yrs	945,558,337,78	6,650	29,08
over 30 yrs	0,00	0	0,00
Total	3,251,441,466,90	30,447	100,00

Current Loan to Value	Amount	Number of Loans	% of Total
up to 10%	19,257,816,47	739	0,59
over 10% - 20%	110,061,756,71	2,081	3,39
over 20% - 30%	235,616,951,22	3,204	7,25
over 30% - 40%	347,012,344,79	3,334	10,67
over 40% - 50%	486,123,322,46	4,670	14,95
over 50% - 60%	603,365,716,64	4,966	18,56
over 60% - 70%	662,720,189,90	5,176	20,38
over 70% - 80%	743,619,938,91	5,358	22,87
over 80% - 90%	32,540,169,83	239	1,00
over 90% - 95%	5,525,912,74	38	0,17
over 95% - 100%	5,597,347,23	42	0,17
Total	3,251,441,466,90	30,447	100,00

Current Balance	Amount	Number of Loans	% of Total
0,00 < 4,999,99	211,931,39	83	0,01
5,000,00 < 99,999,99	1,045,403,923,15	16,532	32,15
100,000,00 < 149,999,99	1,019,865,983,53	8,307	31,37
150,000,00 < 199,999,99	578,604,575,72	3,375	17,80
200,000,00 < 249,999,99	257,310,317,72	1,163	7,91
250,000,00 < 299,999,99	131,027,521,87	483	4,03
300,000,00 < 349,999,99	64,972,431,93	203	2,00
350,000,00 < 399,999,99	39,894,415,76	107	1,23
400,000,00 < 449,999,99	28,417,788,94	67	0,87
450,000,00 < 499,999,99	15,557,619,43	33	0,48
500,000,00 < 749,999,99	38,708,491,18	65	1,19
750,000,00 < 999,999,99	12,629,870,71	15	0,39
Over 1,000,000,00	18,836,595,57	14	0,58
Total	3,251,441,466,90	30,447	100,00

Borrower Region	Amount	Number of Loans	% of Total
ABRUZZO	12,720,461,44	135	0,39
BASILICATA	5,014,847,04	45	0,15
CALABRIA	5,308,839,54	60	0,16
CAMPANIA	47,680,589,91	428	1,47
EMILIA ROMAGNA	137,061,839,20	1,370	4,22
FRILUNI VENETIA GIULIA	10,049,587,54	111	0,31
LIGURIA	797,885,819,26	6,502	24,54
LAZIO	57,947,011,27	582	1,78
LOMBARDIA	1,613,677,970,09	14,977	49,63
MARCHE	22,228,185,77	205	0,68
MOLISE	2,614,475,34	33	0,08
PIEMONTE	207,971,582,01	2,568	6,40
PUGLIA	90,973,109,08	1,053	2,80
SARDEGNA	24,472,400,81	239	0,75
SICILIA	20,985,163,41	256	0,65
TOSCANA	94,369,322,41	866	2,90
TRENTINO ALTO ADIGE	6,839,965,23	51	0,21
UMBRIA	9,286,859,44	99	0,29
VALLE D'AOSTA	1,615,041,44	17	0,05
VENETO	82,410,809,31	844	2,53
STATO ESTERO	327,587,36	4	0,01
Total	3,251,441,466,90	30,447	100,00

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