

# BPM COVERED BOND 2 S.r.l.

*Guarantor of:*  
**Banco BPM S.p.A.**

€10,000,000,000 Covered Bond Programme

## Quarterly Test Performance Report

Calculation Period	01/07/2020	30/09/2020
Guarantor Payment Date	19/10/2020	
CB Payment Date	19/10/2020	
Test Performance Report Date	30/09/2020	

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## Disclaimer

This Test Performance Report is based on the following information:

- Results of Tests performed by the Calculation Agent
- Calculations in relation to the interest accrued and payable on the Covered Bonds by Principal Paying Agent
- Other information according to the Transaction Documents.
- All assets and liabilities reported on the Report are in Euro

Terms and expressions used in this Report have the respective meanings given to them in the Transaction Documents.

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## 1. Details of the issuer

Bank	Rating Agency	Short Term Ratings	Long Term Ratings (outlook)	Other
Banco BPM S.p.A.	Moody's Investors Service	P-3	<b>Baa3</b> (negative)	CRA Baa3; BCA ba3

## 2. Details of the Transaction Parties

Role	Party
Issuer	Banco BPM S.p.A.
Servicer	Banco BPM S.p.A.
Calculation Agent	Banco BPM S.p.A.
Series 1 Swap Provider	Barclays, HSBC
Series 2 Swap Provider	HSBC
Cash Manager	Banco BPM S.p.A.
Principal Paying Agent	BNP Paribas
Cover Pool Swap Provider	-
Account Bank	BNP Paribas
Back-up Account Bank	Banco BPM S.p.A.
Back-up Servicer	-

### 3. Details of the Pool

#### Pool Summary

Total Cover Pool	6.149.292.650
Aggregate current Principal Outstanding Balance	6.055.774.868
Account Balance (Cash)	93.517.782
Average current Principal Outstanding Balance	97.188
Total number of loans	62.310
% Residential mortgages (By Out. Bal.)	100
EUR (% of assets)	100
Weighted Average Seasoning (Years)	4,33
Weighted Average Remaining (Years)	18,77
WAL Mortgage Pool (years)	10,09
WAL Covered Bonds (years)	3,57
WA LTV	55,77
% of Floating Rate Assets (By Out. Bal.)	38,18%
% of Fixed Rate Assets (By Out. Bal.)	61,82%
WA Interest Rate of Fixed Rate Assets	2,04%
WA Spread of Floating Rate Assets	1,55%
WA Interest Rate of Assets	1,74%
Arrears >90 days (% of Res. Pool)	1,10%

Current Loan to Value	Number of Loans	%	Current Balance	%
<= 10%	2.026	3,25%	48.597.928,90	0,80%
> 10% - <= 20%	4.714	7,57%	209.156.889,09	3,45%
> 20% - <= 30%	6.338	10,17%	406.126.804,07	6,71%
> 30% - <= 40%	7.380	11,84%	579.737.128,08	9,57%
> 40% - <= 50%	8.312	13,34%	782.738.863,91	12,93%
> 50% - <= 60%	9.584	15,38%	1.016.470.759,98	16,79%
> 60% - <= 70%	12.296	19,73%	1.457.193.834,87	24,06%
> 70% - <= 80%	10.846	17,41%	1.444.050.138,93	23,85%
> 80% - <= 90%	657	1,05%	90.048.662,73	1,49%
> 90%	157	0,25%	21.653.857,32	0,36%
<b>Total</b>	<b>62.310</b>	<b>100,00%</b>	<b>6.055.774.868</b>	<b>100,00%</b>

Outstanding Loan Amount	Number of Loans	%	Current Balance	%
<=20.000	2.310	3,71%	28.010.446,29	0,46%
> 20.000 - <= 40.000	7.179	11,52%	224.494.044,29	3,71%
> 40.000 - <= 60.000	10.024	16,09%	500.910.283,91	8,27%
> 60.000 - <= 80.000	9.569	15,36%	669.006.599,22	11,05%
> 80.000 - <= 100.000	9.237	14,82%	829.193.805,09	13,69%
> 100.000 - <= 200.000	20.366	32,68%	2.748.361.073,08	45,38%
> 200.000 - <= 300.000	2.704	4,34%	634.186.651,50	10,47%
> 300.000 - <= 400.000	544	0,87%	185.307.502,61	3,06%
> 400.000 - <= 500.000	170	0,27%	75.292.688,86	1,24%
> 500.000 - <= 600.000	86	0,14%	46.531.942,75	0,77%
> 600.000 - <= 700.000	44	0,07%	28.411.465,01	0,47%
> 700.000 - <= 800.000	21	0,03%	15.529.459,97	0,26%
> 800.000	56	0,09%	70.538.905,30	1,16%
<b>Total</b>	<b>62.310</b>	<b>100,00%</b>	<b>6.055.774.868</b>	<b>100,00%</b>

Remaining Term (in years)	Number of Loans	%	Current Balance	%
<=5	3.633	5,83%	99.525.176,82	1,64%
> 5 - <= 10	9.934	15,94%	561.018.001,68	9,26%
> 10 - <= 15	12.151	19,50%	966.091.630,92	15,95%
> 15 - <= 20	14.710	23,61%	1.531.403.856,14	25,29%
> 20 - <= 25	13.624	21,86%	1.710.948.925,74	28,25%
> 25 - <= 30	8.257	13,25%	1.186.561.444,02	19,59%
> 30	1	0,00%	225.832,56	0,00%
<b>Total</b>	<b>62.310</b>	<b>100,00%</b>	<b>6.055.774.868</b>	<b>100,00%</b>

Seasoning (in years)	Number of Loans	%	Current Balance	%
<=1	2	0,00%	209.665	0,00%
>1 - <= 2	7.684	12,33%	942.070.294	15,56%
> 2 - <= 4	25.088	40,26%	2.530.052.057	41,78%
> 4 - <= 6	17.000	27,28%	1.554.857.544	25,68%
> 6 - <= 7	2.360	3,79%	201.822.532	3,33%
> 7 - <= 8	1.590	2,55%	130.558.220	2,16%
> 8 - <= 9	1.563	2,51%	130.144.190	2,15%
> 9 - <= 10	3.074	4,93%	276.596.175	4,57%
> 10	3.949	6,34%	289.464.192	4,78%
<b>Total</b>	<b>62.310</b>	<b>100,00%</b>	<b>6.055.774.868</b>	<b>100,00%</b>

### 3. Details of the Pool

Interest Rate - % - (Fixed loans)	Number of Loans	%	Current Balance	%
<=1,0	768	1,97%	67.695.953	1,81%
> 1,0 - <= 1,5	6.272	16,12%	575.969.222	15,39%
> 1,5 - <= 2,0	13.724	35,28%	1.431.832.947	38,25%
> 2,0 - <= 2,5	10.678	27,45%	1.052.681.443	28,12%
> 2,5 - <= 3,0	4.457	11,46%	419.835.482	11,22%
> 3,0 - <= 3,5	1.387	3,57%	108.402.168	2,90%
> 3,5 - <= 4,0	674	1,73%	45.785.077	1,22%
> 4,0 - <= 4,5	231	0,59%	11.971.931	0,32%
> 4,5 - <= 5,0	300	0,77%	11.985.733	0,32%
> 5,0	408	1,05%	17.321.201	0,46%
<b>Total</b>	<b>38.899</b>	<b>100,00%</b>	<b>3.743.481.158</b>	<b>100,00%</b>

Spread - bps - (Floating loans)	Number of Loans	%	Current Balance	%
<= 50	170	0,73%	14.372.431	0,62%
> 50 - <= 75	152	0,65%	15.063.227	0,65%
> 75 - <= 100	4.374	18,68%	433.967.566	18,77%
> 100 - <= 125	4.241	18,12%	502.315.202	21,72%
> 125 - <= 150	4.090	17,47%	398.727.867	17,24%
> 150 - <= 175	3.183	13,60%	335.217.905	14,50%
> 175 - <= 200	2.230	9,53%	199.717.473	8,64%
> 200 - <= 225	1.491	6,37%	143.351.094	6,20%
> 225 - <= 250	945	4,04%	80.754.753	3,49%
> 250	2.535	10,83%	188.806.191	8,17%
<b>Total</b>	<b>23.411</b>	<b>100,00%</b>	<b>2.312.293.710</b>	<b>100,00%</b>

Arrears	Number of Loans	%	Current Balance	%
>0 - <30	10	1,04%	549.065,42	0,54%
=>30 - <60	241	25,10%	22.761.287,48	22,26%
=>60 - <90	112	11,67%	12.567.128,76	12,29%
=>90	597	62,19%	66.358.477,44	64,91%
<b>Total</b>	<b>960</b>	<b>100,00%</b>	<b>102.235.959,10</b>	<b>100,00%</b>

Payment Frequency	Number of Loans	%	Current Balance	%
Monthly☐	61490	98,68%	5.972.303.112	98,62%
Bi - Monthly☐	0	0,00%	-	0,00%
Quarterly☐	413	0,66%	44.415.922	0,73%
Semi-annual☐	407	0,65%	39.055.835	0,64%
Annual☐	0	0,00%	-	0,00%
<b>Total</b>	<b>62.310</b>	<b>100,00%</b>	<b>6.055.774.868</b>	<b>100,00%</b>

Geografical Distribution	Number of Loans	%	Current Balance	%
Abruzzo	270	0,43%	19.052.185,05	0,31%
Basilicata	41	0,07%	3.627.041,52	0,06%
Calabria	79	0,13%	5.399.386,13	0,09%
Campania	1.049	1,68%	103.645.008,28	1,71%
Emilia Romagna	4.292	6,89%	387.945.542,73	6,41%
Friuli Venezia Giulia	314	0,50%	25.640.331,61	0,42%
Lazio	8.593	13,79%	992.735.983,30	16,39%
Liguria	2.401	3,85%	224.206.247,67	3,70%
Lombardia	26.100	41,89%	2.559.440.439,76	42,26%
Marche	308	0,49%	28.198.765,76	0,47%
Molise	140	0,22%	10.291.087,91	0,17%
Piemonte	5.250	8,43%	410.693.473,85	6,78%
Puglia	1.479	2,37%	112.200.780,85	1,85%
Sardegna	463	0,74%	42.962.391,96	0,71%
Sicilia	1.676	2,69%	145.477.525,81	2,40%
Toscana	4.132	6,63%	437.752.136,16	7,23%
Trentino Alto Adige	307	0,49%	34.932.301,37	0,58%
Umbria	242	0,39%	19.187.336,57	0,32%
Valle D'Aosta	168	0,27%	17.601.747,67	0,29%
Veneto	5.006	8,03%	474.785.153,92	7,84%
<b>Total</b>	<b>62.310</b>	<b>100,00%</b>	<b>6.055.774.868</b>	<b>100,00%</b>

Please note that as of Report Date 30/09/2017, the Geographical Distribution table has been populated using the location of the property instead of the borrower residency.

## Quarterly Test Performance Report

30/09/2020

ACT			
A =	5.547.468.517	The lower of the aggregate of the LTV Adjusted Principal Balance and the aggregate Asset Percentage Adjusted Principal Balance of the Mortgage Loans in the Cover Pool	
B =	93.517.782	Aggregate amount of all amounts standing to the credit of Accounts	
C =	-	Aggregate amount of any proceed advanced under the Subordinated Loan Agreement	
D =	-	Aggregate outstanding amount of any Eligible Assets	
Z =	75.883.562	Amount resulting from the multiplication of (i) the weighted average remaining maturity of all Covered Bonds then outstanding expressed in days and divided by 365, (ii) the Euro Equivalent amount of the aggregate Principal Amount Outstanding of the Covered Bond and (iii) 0,50% (the Negative Carry Factor)	
W =	93.871.371	Potential Commingling Amount	
F =	4.250.000.000	Principal Amount Outstanding of all Series of Covered Bonds	
Method Used for Calculating "A"		ii) "Asset Percentage Adjusted Principal Balance"	
Total A+B+C+D-Z-W >= F		Pass	Pass/Fail
ASSET PERCENTAGE	93,00%		
OVERCOLLATERALIZATION	7,53%		
AMOUNT OF CREDIT SUPPORT	1.825.790.154	Eligible Cover Pool - Outstanding Covered Bonds	

\* A+ min( B ; item (b)(1+2+3) of NVT \* 15% ) +C+D-Z-W-F

NPV TEST				
(a) NPV COVERED BOND		4.501.464.899		Equal to the product of each relevant Discount Factor and expected principal and interest payments in respect of the outstanding Series
(b) NPV COVER POOL (1 + 2 - 3 + 4)		7.396.372.340		
1) NPV Cover Pool	7.272.167.480			Equal to the product of each relevant Discount Factor and expected future principal and future interest payments from the Cover Pool
2) NPV Swaps <sup>1</sup>	46.489.617			Equal to the product of each relevant Discount Factor and expected payments to be received or to be effected by the Guarantor under
3) NPV Expenses	15.802.539			Equal to the product of each relevant Discount Factor and any amount expected to be paid by the Guarantor in priority to the hedging
4) NPV Principal on Accounts	93.517.782			
Test (b) >= (a)			Pass	Pass/Fail

<sup>1</sup> Net present value is calculated as the sum of Mortgage Pool Swap and Covered Bond Swap

INTEREST COVERAGE TEST				
(a) INTEREST ON COVERED BOND		168.437.500		Sum of Interest payment scheduled to be due in respect of all outstanding Series of Covered Bond
(b) INTEREST FROM COVER POOL (1 + 2 - 3)		1.156.465.309		
1) Interest on Cover Pool	1.125.986.446			Sum of interest payments from the Cover Pool received, or expected to be received, in each and all respective Collection Periods
2) Net interest from/to Swaps <sup>1</sup>	45.919.010			Net amounts to be received or paid by the Guarantor as payments under the hedging arrangements prior to or on each and all
3) Expenses	15.440.147			Payments to be effected in accordance with the relevant Priority of Payments, by the Guarantor in priority to any amount to be paid on
Test (b) >= (a)			Pass	Pass/Fail

<sup>1</sup> Net interest is calculated as the sum of Mortgage Pool Swap and Covered Bond Swap

NOMINAL VALUE TEST				
(a) COVERED BOND OUTSTANDING		4.250.000.000		Aggregate Principal Amount of all series of Covered Bonds
(b) COVER POOL PRINCIPAL BALANCE (1 + 2 + min( 3 ; (1+2+3) * 15% )		6.075.790.154		Outstanding aggregate principal balance of the Cover Pool
1) Eligible Assets	5.982.272.372			
2) Integration Assets	-			
3) Principal on Accounts	93.517.782			
Test (b) > (a)			Pass	Pass/Fail



## 6. Covered Bonds

[illegible]

## 7. Cash

Transaction Account	Interests	24.785.530,69
	Capital	239.516.955,94
Reserve Account		561.634,56
Quota Capital Account		10.000
Term Deposit		0
Total		264.874.121,19