

National Transparency Template July 2017



Administration

Name of issuer	Coventry Building Society
Name of RCB programme	Coventry Building Society
Name, job title and contact details of person validating this form	Philip Hemsley (Head of Liquidity Planning) Telephone: +44 (0)24 7643 5106 E-mail: Philip.Hemsley@thecoventry.co.uk Mailing Address: Oak Tree Court, Binley Business Park, Harry Weston Road, Coventry, CV3 2UN
Date of form submission	31/08/17
Start Date of reporting period	01/07/17
End Date of reporting period	31/07/17
Web links - prospectus, transaction documents, loan-level data	https://live.rooms.net/CoventryBuildingSociety/

Counterparties, Ratings

	Counterparty/ies	Fitch		Moody's		S&P		DBRS	
		Rating trigger	Current rating	Rating trigger	Current rating	Rating trigger	Current rating	Rating trigger	Current rating
Covered bonds	0								
Issuer	Coventry Building Society	N/A	A	N/A	A2	N/A	N/A	N/A	N/A
Seller(s)	Coventry Building Society	N/A	A	N/A	A2	N/A	N/A	N/A	N/A
Cash manager	Coventry Building Society	BBB	A	Baa1	A2	N/A	N/A	N/A	N/A
Account bank	HSBC Bank plc	F1	F1+	P-1	P-1	N/A	N/A	N/A	N/A
Stand-by account bank	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Service(s)	Coventry Building Society	BBB	A	Baa1	A2	N/A	N/A	N/A	N/A
Stand-by service(s)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Swap provider(s) on cover pool	Coventry Building Society	A	A	A2	A2	N/A	N/A	N/A	N/A
Stand-by swap provider(s) on cover pool	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Swap notional amount(s) (GBP)	4,911,470,249								
Swap notional maturity/ies	24/11/2022								
LLP receive rate/margin	1.44094%								
LLP pay rate/margin	2.35612%								
Collateral posting amount(s) (GBP)	0								

Accounts, Ledgers

	Value as of End Date of reporting period	Value as of Start Date of reporting period	Targeted Value	
Revenue receipts (please disclose all parts of waterfall)	AVAILABLE REVENUE RECEIPTS (a) Revenue Receipts - Interest received from Borrowers: £9,459,717 (a) Revenue Receipts - Fees charged to Borrowers: £330,614 (b) Interest received: £6,329 (c) Excess Reserve Fund: £0 (d) Other Revenue Receipts: £9,469 (e) Excess Required Coupon Amount: £0 (f) Reserve Ledger credit amounts following Notice to Pay: £0 (g) Amounts Belonging to Third Parties: -£330,614 (h) Required Coupon Amount: £0 (i) Interest Accumulation Ledger: £0 Total Available Revenue Receipts: £9,475,515 PRE-ACCELERATION REVENUE PRIORITY OF PAYMENTS (a) Fees due to Bond Trustee and Security Trustee: £0 (b) Fees due to Agent: £0 (c) Amounts due to Servicer, Cash Manager, Standby Account Bank, Corporate Services Provider and Asset Monitor: £0 (d) Amounts due to the Interest Rate Swap Provider: £3,692,323 (e) (i) Amounts due to/from the Covered Bond Swap Providers: £1,701,749 (ii) Amounts due on the Term Advance: £895,440 (f) Transfer to Coupon Payment Ledger following Cash Manager Event: £0 (g) Transfer to Standby GIC Account following Servicer Event of Default: £0 (h) Transfer to Reserve Ledger: £636,964 (i) Excluded Swap Termination Amounts: £0 (j) Indemnity amounts due to the Members: £0 (k) Repayment of Cash Capital Contributions: £0 (l) Deferred Consideration: £2,549,039 (m) Fees due to the Liquidation Member: £0 (n) Members profit amount: £0	AVAILABLE REVENUE RECEIPTS (a) Revenue Receipts - Interest received from Borrowers: £9,266,122 (a) Revenue Receipts - Fees charged to Borrowers: £423,678 (b) Interest received: £8,493 (c) Excess Reserve Fund: £0 (d) Other Revenue Receipts: £9,275 (e) Excess Required Coupon Amount: £0 (f) Reserve Ledger credit amounts following Notice to Pay: £0 (g) Amounts Belonging to Third Parties: -£423,678 (h) Required Coupon Amount: £0 (i) Interest Accumulation Ledger: £0 Total Available Revenue Receipts: £9,283,891 PRE-ACCELERATION REVENUE PRIORITY OF PAYMENTS (a) Fees due to Bond Trustee and Security Trustee: £0 (b) Fees due to Agent: £0 (c) Amounts due to Servicer, Cash Manager, Standby Account Bank, Corporate Services Provider and Asset Monitor: £7,364 (d) Amounts due to the Interest Rate Swap Provider: £4,036,028 (e) (i) Amounts due to/from the Covered Bond Swap Providers: £1,800,810 (ii) Amounts due on the Term Advance: £806,400 (f) Transfer to Coupon Payment Ledger following Cash Manager Event: £0 (g) Transfer to Standby GIC Account following Servicer Event of Default: £0 (h) Transfer to Reserve Ledger: £621,642 (i) Excluded Swap Termination Amounts: £0 (j) Indemnity amounts due to the Members: £0 (k) Repayment of Cash Capital Contributions: £0 (l) Deferred Consideration: £2,011,647 (m) Fees due to the Liquidation Member: £0 (n) Members profit amount: £0		
Principal receipts (please disclose all parts of waterfall)	AVAILABLE PRINCIPAL RECEIPTS (a) Scheduled amounts received from Borrowers: £23,803,277 Unscheduled amounts received from Borrowers: £93,294,662 Less Further Advances made: -£4,230,942 (b) (i) Term Advance: £0 (ii) Cash Capital Contributions: £0 (iii) Sale of Selected Loans: £0 Total Available Principal Receipts: £112,866,997 PRE-ACCELERATION PRINCIPAL PRIORITY OF PAYMENTS (a) Purchase of New Loans or Substitution Assets: £0 (b) Transfer to Principal Ledger: £0 (c) (i) Amounts due to the Covered Bond Swap Providers: £0 (ii) Amounts due on the Term Advance: £0 (d) Capital Distribution to Members: £112,866,997	AVAILABLE PRINCIPAL RECEIPTS (a) Scheduled amounts received from Borrowers: £25,272,194 Unscheduled amounts received from Borrowers: £55,096,698 Less Further Advances made: -£3,925,986 (b) (i) Term Advance: £0 (ii) Cash Capital Contributions: £0 (iii) Sale of Selected Loans: £0 Total Available Principal Receipts: £76,442,906 PRE-ACCELERATION PRINCIPAL PRIORITY OF PAYMENTS (a) Purchase of New Loans or Substitution Assets: £0 (b) Transfer to Principal Ledger: £0 (c) (i) Amounts due to the Covered Bond Swap Providers: £0 (ii) Amounts due on the Term Advance: £0 (d) Capital Distribution to Members: £76,442,906		
Reserve ledger	£ 13,518,859	£ 12,897,218	£ 13,518,859	
Revenue ledger	£ 13,518,859	£ 12,897,218	£ -	
Principal ledger	£ 137,191,986	£ 100,047,693	£ -	
Pre-maturity liquidity ledger	N/A	N/A	N/A	

CBS Covered Bonds

Asset Coverage Test

	Value	Description (please edit if different)
A	£ 4,298,801,990	A: Arrears Adjusted True Balance
B	£ 112,866,997	B: Principal Receipts Retained in Cash
C	£ -	C: Retained Cash Contributions
D	£ 0	D: Substitution Assets - Principal Receipts & D: Substitution Assets - Capital Contributions
E	£ -	
V	£ -	
W	£ -	
X	£ 209,099,406	X: Savings set off balance
Y	£ -	Y: Flexible draw deduction
Z	£ 167,333,062	Z: Negative carry adjustment
Total	£ 4,035,236,519	
Method used for calculating component 'A'	A: Arrears Adjusted True Balance	
Asset percentage (%)	87.0%	
Maximum asset percentage from Fitch (%)	87.0%	
Maximum asset percentage from Moody's (%)	99.5%	
Maximum asset percentage from S&P (%)	N/A	
Maximum asset percentage from DBRS (%)	N/A	
Credit support as derived from ACT (GBP)	£ 412,936,519	
Credit support as derived from ACT (%)	11.4%	

Programme-Level Characteristics

Programme currency	EUR
Programme size	7bn
Covered bonds principal amount outstanding (GBP, non-GBP series converted at swap FX rate)	£ 3,622,300,000
Covered bonds principal amount outstanding (GBP, non-GBP series converted at current spot rate)	£ 3,696,080,000
Cover pool balance (GBP)	£ 4,943,098,726
GIC account balance (GBP)	£ 137,191,986
Any additional collateral (please specify)	£ -
Any additional collateral (GBP)	£ -
Aggregate balance of off-set mortgages (GBP)	£ 1,046,869,496
Aggregate deposits attaching to the cover pool (GBP)	£ 209,099,406
Aggregate deposits attaching specifically to the off-set mortgages (GBP)	£ 175,250,039
Nominal level of overcollateralisation (GBP)	£ 1,457,724,047
Nominal level of overcollateralisation (%)	40.2%
Number of loans in cover pool	42,077
Average loan balance (GBP)	£ 117,477
Weighted average non-indexed LTV (%)	50.3%
Weighted average indexed LTV (%)	43.3%
Weighted average seasoning (months)	49.9
Weighted average remaining term (months)	207.5
Weighted average interest rate (%)	2.4%
Standard Variable Rate(s) (%)	4.5%
Constant Pre-Payment Rate (% current month)	1.8%
Constant Pre-Payment Rate (% quarterly average)	1.3%
Principal Payment Rate (% current month)	2.3%
Principal Payment Rate (% quarterly average)	1.8%
Constant Default Rate (% current month)	0.0%
Constant Default Rate (% quarterly average)	0.0%
Fitch Discontinuity Factor (%)	9.5%
Moody's Timely Payment Indicator	Probable
Moody's Collateral Score (% including/excluding systemic risk)	5.0% / 2.5%

Mortgage collections

Mortgage collections (scheduled - interest)	£ 9,459,717
Mortgage collections (scheduled - principal)	£ 23,803,277
Mortgage collections (unscheduled - interest)	£ -
Mortgage collections (unscheduled - principal)	£ 89,063,720

Loan Redemptions & Replenishments Since Previous Reporting Date

	Number	% of total number	Amount (GBP)	% of total amount
Loan redemptions since previous reporting date	772		£ 82,758,855	1.7%
Loans bought back by seller(s)	78		£ 12,138,408	0.2%
of which are non-performing loans	64		£ 10,134,456	0.2%
of which have breached R&Ws	14		£ 2,003,952	0.0%
Loans sold into the cover pool	622		£ 102,307,985	2.1%

Product Rate Type and Reversionary Profiles

	Number	% of total number	Amount (GBP)	% of total amount	Weighted average				
					Current rate	Remaining teaser period (months)	Current margin	Reversionary margin	Initial rate
Fixed at origination, reverting to SVR	22,096		£ 2,340,511,292	47.4%	2.73%	28.3	1.78%	-0.25%	2.83%
Fixed at origination, reverting to Libor	0		£ 0	0.0%	0.00%	0	0.00%	0.00%	0.00%
Fixed at origination, reverting to tracker	2,424		£ 189,447,196	3.8%	1.05%	0.0	0.80%	0.80%	5.42%
Fixed for life	6		£ 0	0.0%	0.00%	0	0.00%	0.00%	0.00%
Tracker at origination, reverting to SVR	1,582		£ 247,194,619	5.0%	1.69%	11.9	1.02%	-0.31%	1.85%
Tracker at origination, reverting to Libor	0		£ 0	0.0%	0.00%	0	0.00%	0.00%	0.00%
Tracker for life	2,363		£ 158,427,740	3.2%	1.00%	0	0.75%	0.75%	3.76%
SVR, including discount to SVR	20,404		£ 2,007,217,878	41.7%	2.22%	0	2.22%	0.00%	2.51%
Libor	0		£ 0	0.0%	0.00%	0	0.00%	0.00%	0.00%
Total	48,875		£ 4,943,098,726	100.0%	2.35%		1.85%		2.69%

CBS Covered Bonds

Stratifications					
Arrears breakdown	Number	% of total number	Amount (GBP)	% of total amount	
Current	41,869	99.5%	£ 4,918,389,994	99.5%	
0-1 month in arrears	180	0.4%	£ 21,884,518	0.4%	
1-2 months in arrears	28	0.1%	£ 2,824,213	0.1%	
2-3 months in arrears	0	0.0%	£ -	0.0%	
3-6 months in arrears	0	0.0%	£ -	0.0%	
6-12 months in arrears	0	0.0%	£ -	0.0%	
12+ months in arrears	0	0.0%	£ -	0.0%	
Total	42,077	100.0%	£ 4,943,098,726	100.0%	
Current non-indexed LTV					
	Number	% of total number	Amount (GBP)	% of total amount	
0-50%	26,974	64.1%	£ 2,204,110,439	44.6%	
50-55%	3,089	7.3%	£ 475,697,279	9.6%	
55-60%	3,078	7.3%	£ 529,145,433	10.7%	
60-65%	2,837	6.7%	£ 520,451,449	10.5%	
65-70%	2,819	6.7%	£ 552,630,516	10.9%	
70-75%	2,376	5.6%	£ 497,417,625	10.1%	
75-80%	761	1.8%	£ 154,047,901	3.1%	
80-85%	118	0.3%	£ 25,147,558	0.5%	
85-90%	25	0.1%	£ 4,250,526	0.1%	
90-95%	0	0.0%	£ -	0.0%	
95-100%	0	0.0%	£ -	0.0%	
100-105%	0	0.0%	£ -	0.0%	
105-110%	0	0.0%	£ -	0.0%	
110-125%	0	0.0%	£ -	0.0%	
125%+	0	0.0%	£ -	0.0%	
Total	42,077	100.00%	£ 4,943,098,726	100.00%	
Current Indexed LTV					
	Number	% of total number	Amount (GBP)	% of total amount	
0-50%	31,792	75.6%	£ 3,002,399,242	60.7%	
50-55%	3,010	7.2%	£ 510,392,952	10.3%	
55-60%	2,681	6.4%	£ 478,235,873	9.7%	
60-65%	2,195	5.2%	£ 430,960,979	8.7%	
65-70%	1,629	3.9%	£ 335,000,007	6.8%	
70-75%	685	1.6%	£ 167,679,560	3.4%	
75-80%	48	0.1%	£ 11,637,062	0.2%	
80-85%	27	0.1%	£ 5,249,947	0.1%	
85-90%	10	0.0%	£ 1,543,104	0.0%	
90-95%	0	0.0%	£ -	0.0%	
95-100%	0	0.0%	£ -	0.0%	
100-105%	0	0.0%	£ -	0.0%	
105-110%	0	0.0%	£ -	0.0%	
110-125%	0	0.0%	£ -	0.0%	
125%+	0	0.0%	£ -	0.0%	
Total	42,077	100.0%	£ 4,943,098,726	100.0%	
Current outstanding balance of loan					
	Number	% of total number	Amount (GBP)	% of total amount	
0-5,000	809	1.9%	£ 2,024,917	0.0%	
5,000-10,000	897	2.1%	£ 6,758,857	0.1%	
10,000-25,000	3,406	8.1%	£ 60,792,530	1.2%	
25,000-50,000	6,323	15.0%	£ 239,458,002	4.8%	
50,000-75,000	6,193	14.7%	£ 385,748,011	7.8%	
75,000-100,000	5,495	13.1%	£ 477,817,795	9.7%	
100,000-150,000	7,850	18.7%	£ 967,795,824	19.6%	
150,000-200,000	4,573	10.9%	£ 788,265,918	15.9%	
200,000-250,000	2,605	6.2%	£ 579,300,938	11.7%	
250,000-300,000	1,450	3.4%	£ 395,477,833	8.0%	
300,000-350,000	878	2.1%	£ 283,500,532	5.7%	
350,000-400,000	558	1.3%	£ 208,576,734	4.2%	
400,000-450,000	329	0.8%	£ 138,383,271	2.8%	
450,000-500,000	247	0.6%	£ 116,634,062	2.4%	
500,000-600,000	243	0.6%	£ 131,944,800	2.7%	
600,000-700,000	116	0.3%	£ 74,622,502	1.5%	
700,000-800,000	57	0.1%	£ 41,923,437	0.8%	
800,000-900,000	26	0.1%	£ 22,062,043	0.4%	
900,000-1,000,000	22	0.1%	£ 20,870,720	0.4%	
1,000,000 +	0	0.0%	£ 0	0.0%	
Total	42,077	100.0%	£ 4,943,098,726	100.0%	
Regional distribution					
	Number	% of total number	Amount (GBP)	% of total amount	
East Anglia	1,979	4.7%	£ 212,410,380	4.3%	
East Midlands	4,203	10.0%	£ 393,117,766	8.0%	
London	4,051	9.6%	£ 807,856,013	16.3%	
North	1,704	4.0%	£ 133,420,873	2.7%	
North West	3,828	9.1%	£ 367,068,790	7.4%	
Northern Ireland	0	0.0%	£ 0	0.0%	
Outer Metro	5,059	12.0%	£ 829,303,936	16.8%	
South East	4,799	11.4%	£ 618,340,782	12.5%	
South West	4,600	10.9%	£ 513,191,721	10.4%	
Scotland	0	0.0%	£ 0	0.0%	
Wales	1,536	3.7%	£ 138,780,661	2.8%	
West Midlands	6,665	15.8%	£ 602,743,683	12.2%	
Yorkshire	3,653	8.7%	£ 326,924,223	6.6%	
Other	0	0.0%	£ 0	0.0%	
Total	42,077	100.00%	£ 4,943,098,726	100.00%	
Repayment type					
	Number	% of total number	Amount (GBP)	% of total amount	
Capital repayment	38,093	77.9%	£ 3,543,492,253	71.7%	
Part-and-part	297	0.6%	£ 24,936,590	0.5%	
Interest-only	3,249	6.6%	£ 327,800,476	6.6%	
Offset	7,236	14.8%	£ 1,046,869,496	21.2%	
Total	48,875	100.0%	£ 4,943,098,726	100.0%	

CBS Covered Bonds

Seasoning	Number	% of total number	Amount (GBP)	% of total amount
0-12 months	2,629	6.2%	£ 472,973,013	9.8%
12-24 months	5,373	12.8%	£ 912,674,862	18.5%
24-36 months	5,900	14.0%	£ 832,679,758	16.8%
36-48 months	5,572	13.2%	£ 707,538,728	14.3%
48-60 months	4,732	11.2%	£ 539,364,919	10.9%
60-72 months	3,967	9.4%	£ 379,997,710	7.7%
72-84 months	3,113	7.4%	£ 267,232,638	5.4%
84-96 months	2,608	6.2%	£ 225,199,568	4.6%
96-108 months	1,538	3.6%	£ 118,250,618	2.4%
108-120 months	2,484	5.9%	£ 195,958,860	4.0%
120-150 months	4,094	9.7%	£ 287,781,501	5.8%
150-180 months	77	0.2%	£ 3,446,552	0.1%
180+ months	0	0.0%	£ -	0.0%
Total	42,077	100.0%	£ 4,943,098,726	100.0%

Interest payment type	Number	% of total number	Amount (GBP)	% of total amount
Fixed	20,574	42.1%	£ 2,218,323,555	44.9%
SVR	22,317	45.7%	£ 2,153,162,772	43.6%
Tracker	5,984	12.2%	£ 571,612,399	11.6%
Other (please specify), Capped	0	0.0%	£ 0	0.0%
Total	48,875	100.00%	£ 4,943,098,726	100.00%

Loan purpose type	Number	% of total number	Amount (GBP)	% of total amount
Owner-occupied	48,882	100.0%	£ 4,941,147,603	100.0%
Buy-to-let	13	0.0%	£ 1,951,123	0.0%
Second home	0	0.0%	£ 0	0.0%
Total	48,875	100.0%	£ 4,943,098,726	100.0%

Income verification type	Number	% of total number	Amount (GBP)	% of total amount
Fully verified	42,077	100.0%	£ 4,943,098,726	100.0%
Fast-track	0	0.0%	£ 0	0.0%
Self-certified	0	0.0%	£ 0	0.0%
Total	42,077	100.0%	£ 4,943,098,726	100.0%

Remaining term of loan	Number	% of total number	Amount (GBP)	% of total amount
0-30 months	1,769	4.2%	£ 53,503,666	1.1%
30-60 months	3,169	7.5%	£ 134,737,688	2.7%
60-120 months	8,578	20.4%	£ 592,023,437	12.0%
120-180 months	10,657	25.3%	£ 1,120,990,177	22.7%
180-240 months	8,783	20.9%	£ 1,268,670,389	25.7%
240-300 months	6,185	14.7%	£ 1,150,686,151	23.3%
300-360 months	2,055	4.9%	£ 429,722,020	8.7%
360+ months	881	2.1%	£ 192,765,198	3.9%
Total	42,077	100.0%	£ 4,943,098,726	100.0%

Employment status	Number	% of total number	Amount (GBP)	% of total amount
Employed	32,088	76.3%	£ 3,535,690,848	71.5%
Self-employed	8,464	20.1%	£ 1,328,393,251	26.9%
Unemployed	103	0.2%	£ 7,082,263	0.1%
Retired	1,231	2.9%	£ 53,318,560	1.1%
Guarantor	0	0.0%	£ -	0.0%
Other	191	0.5%	£ 18,613,803	0.4%
Total	42,077	100.0%	£ 4,943,098,726	100.0%

Covered Bonds Outstanding, Associated Derivatives (please disclose for all bonds outstanding)

Series	1	2	3	6	7	8
Issue date	22/07/08	20/11/08	19/04/11	03/11/14	17/03/15	12/01/17
Original rating (Moody's/S&P/Fitch/DBRS)	Aaa / NR / AAA	Aaa / NR / AAA	Aaa / NR / AAA	Aaa / NR / AAA	Aaa / NR / AAA	Aaa / NR / AAA
Current rating (Moody's/S&P/Fitch/DBRS)	Aaa / NR / AAA	Aaa / NR / AAA	Aaa / NR / AAA	Aaa / NR / AAA	Aaa / NR / AAA	Aaa / NR / AAA
Denomination	GBP	GBP	GBP	EUR	GBP	EUR
Amount at issuance	1,500,000,000	500,000,000	750,000,000	500,000,000	650,000,000	500,000,000
Amount outstanding	900,000,000	500,000,000	750,000,000	500,000,000	650,000,000	500,000,000
FX swap rate (rate:£1)	1.000	1.000	1.000	0.789	1.000	0.856
Maturity type (hard/soft-bullet/pass-through)	Soft bullet	Soft bullet	Soft bullet	Soft bullet	Soft bullet	Soft bullet
Scheduled final maturity date	24/07/22	24/11/22	19/04/18	03/11/21	17/03/20	12/01/24
Legal final maturity date	24/07/22	24/11/22	19/04/18	03/11/21	17/03/20	12/01/24
ISIN	XS0378817240	XS0400750542	XS0618833635	XS1131109537	XS1203083438	XS1529880368
Stock exchange listing	LSE	LSE	LSE	LSE	LSE	LSE
Coupon payment frequency	Monthly	Monthly	Annually	Annually	Quarterly	Annually
Coupon payment date	24/08/17	24/08/17	19/04/18	03/11/17	18/09/17	12/01/18
Coupon (rate if fixed, margin and reference rate if floating)	0.753%	0.753%	4.625%	0.625%	0.597%	0.500%
Margin payable under extended maturity period (%)	0.500%	0.500%	1.220%	0.030%	0.300%	0.180%
Swap counterparty/ies	N/A	N/A	HSBC plc	HSBC plc	Coventry Building Society	Fixed
Swap notional denomination	N/A	N/A	GBP	EUR	GBP	EUR
Swap notional amount	N/A	N/A	750,000,000	500,000,000	500,000,000	500,000,000
Swap notional maturity	N/A	N/A	19/04/18	03/11/21	17/03/20	12/01/24
LLP receive rate/margin	N/A	N/A	4.625%	0.625%	0.644%	0.500%
LLP pay rate/margin	N/A	N/A	1.885%	0.655%	0.652%	1.763%
Collateral posting amount	£ -	£ -	£ -	£ -	£ -	£ -

CBS Covered Bonds

Programme triggers				
Event (please list all triggers)	Summary of Event	Trigger (S&P, Moody's, Fitch, DBRS; short-term, long-term)	Trigger breached (yes/no)	Consequence of a trigger breach
Issuer Event of Default	Issuer failure to pay on Covered Bonds or issuer insolvency	N/A	No	Activates the Covered Bond Guarantee
Servicer Trigger (1)	Servicer's ratings fall below required levels	NR / N/A / N/A NR / P-2 / F2	No	At initial trigger, direct funds to account held with Stand-by Account Bank
Servicer Trigger (2)	Servicer's ratings fall below required levels	NR / N/A / N/A NR / Baa1 / BBB	No	Replace servicer within 60 days at subsequent breach
Asset Coverage Test	Adjusted Aggregate Loan Amount less than Aggregate Principal Amount Outstanding	N/A	No	If not remedied within three calculation dates, triggers Issuer Event of Default
Interest Rate Shortfall Test	Forecast revenue insufficient to fund the next month's payments	N/A	No	Consider a cash capital contribution
Swap Counterparty Rating Trigger - Interest Rate (Asset) Swap	Breach of ratings trigger	NR / A2 / A NR / P-1 / F1	No	Collateral posting
Swap Counterparty Rating Trigger - Covered Bond (Liability) Swap	Breach of ratings trigger	NR / A2 / A NR / P-1 / F1	No	Collateral posting
Cash Manager (1)	Cash Manager's ratings fall below required levels	NR / N/A / N/A NR / Baa1 / BBB	No	Enter into Back up Cash Manager Agreement
Cash Manager (2)	Cash Manager's ratings fall below required levels	NR / N/A / N/A NR / Baa3 / BBB	No	Appoint Back up Cash Manager
Stand-by Account Bank	Account Bank's ratings fall below required levels	NR / N/A / N/A NR / P-1 / F1	No	Appoint Stand by Account Bank