

Investor Report

Report Reference Date: **2016-03-31**  
Report Frequency: Quarterly

1. Current Credit Ratings		Long Term			Short Term		
Mortgage Covered Bond Programme		A3/AH (Moody's / DBRS)			N/A		
Caixa Geral de Depósitos		B1/BB-/BB-/BBBL (Moody's / S&P / Fitch / DBRS)			NP/B/B/R-2M (Moody's / S&P / Fitch / DBRS)		
Portugal		Ba1/BB+/BB+/BBBL (Moody's / S&P / Fitch / DBRS)			NP/B/B/R-2M (Moody's / S&P / Fitch / DBRS)		
2. Covered Bonds Issues		Issue Date	Coupon	Maturity Date	Soft Bullet Date <sup>1</sup>	Remaining Term	Nominal Amount
<b>Covered Bonds Outstanding</b>						<b>3.75</b>	<b>6,851,450,000</b>
<b>Syndicated Covered Bonds Issues</b>							
Series 1	(ISIN PTCGF11E0000)	2006-12-06	Fixed Rate	2016-12-06	2017-12-06	0.68	1,406,450,000
Series 15	(ISIN PTCGHUOE0015)	2013-01-18	Fixed Rate	2018-01-18	2019-01-18	1.80	750,000,000
Series 16	(ISIN PTCGHAOE0019)	2014-01-15	Fixed Rate	2019-01-15	2020-01-15	2.79	750,000,000
Series 10	(ISIN PTCG2YOE0001)	2010-01-27	Fixed Rate	2020-01-27	2021-01-27	3.83	1,000,000,000
Series 17	(ISIN PTCGH1OE0014)	2015-01-27	Fixed Rate	2022-01-27	2023-01-27	5.83	1,000,000,000
<b>Private Placements Covered Bonds Issues</b>							
Series 9	(ISIN PTCG2NOE0004)	2009-10-08	FRN	2016-09-15	2017-09-15	0.46	175,000,000
Series 4	(ISIN PTCGFD1E0019)	2007-06-28	FRN	2022-06-28	2023-06-28	6.25	250,000,000
Series 14	(ISIN PTCGHOOE0013)	2012-07-31	FRN	2022-07-31	2023-07-31	6.34	1,500,000,000
Series 8	(ISIN PTCGFH1E0010)	2008-10-01	Fixed Rate	2038-10-01	2039-10-01	22.52	20,000,000
<b>CRD Compliant (Yes/No)</b>							<b>Yes</b>
3. Asset Cover Test					Remaining Term	Nominal Amount	
<b>Mortgage Credit Pool</b>					<b>23.19</b>	<b>10,209,135,291</b>	
<b>Other Assets<sup>2</sup> (Deposits and Securities at market value)</b>					<b>5.04</b>	<b>123,187,500</b>	
Cash and Deposits					0.00	0.00	
RMBS					0.00	0.00	
Other securities <sup>a</sup>					5.04	123,187,500	
<b>Total Cover Pool</b>					<b>22.98</b>	<b>10,332,322,791</b>	
% of Other Assets in Cover Pool						1.19%	
<b>Overcollateralization<sup>3</sup> with cash collateral (Current OC)</b>						<b>50.80%</b>	
<b>Required Overcollateralization (Moody's)</b>						<b>8.00%</b>	
<b>Required Overcollateralization (DBRS) - Minimum OC level to keep the current Mortgage Covered Bond Programme rating</b>						<b>28.00%</b>	
<b>Legal Minimum Overcollateralization</b>						<b>5.26%</b>	
<sup>a</sup> Includes the Liquidity Cushion amount (see section 8)							
4. Other Triggers							
Net Present Value of Assets (incl. derivatives) <sup>4</sup>						9,237,263,824	
Net present value of liabilities (incl. derivatives) <sup>4</sup>						6,639,423,083	
Net Present Value of Assets (incl. derivatives) - Net present value of liabilities (incl. derivatives) ≥ 0						OK	
Net Present Value of Assets (incl. derivatives) - Net present value of liabilities (incl. derivatives) ≥ 0 (stress of +200bps)						OK	
Net Present Value of Assets (incl. derivatives) - Net present value of liabilities (incl. derivatives) ≥ 0 (stress of -200bps)						OK	
Other Assets ≤ 20% (Cover Pool + Other Assets)						OK	
Deposits with a remaining term > 100 days ≤ 15% Covered Bonds Nominal						OK	
Estimated Interest from Mortgage Credit and Other Assets - Estimated Interest from Covered Bonds ≥ 0						OK	
Mortgage Credit + Other Assets WA Remaining Term - Covered Bonds WA Remaining Term ≥ 0						OK	
5. Currency Exposure							
<b>Cover Pool Includes</b>							
Assets in a currency different than Euro (yes/no)						No	
Liabilities in a currency different than Euro (yes/no)						No	
Cross currency swaps in place (yes/no)						No	
<b>Currency Exposure Detail</b>						<b>n/a</b>	
6. Mortgage Credit Pool							
<b>Main Characteristics</b>							
Number of Loans						236,870	
Aggregate Original Principal Balance (EUR)						16,119,408,115.82	
Aggregate Current Principal Balance (EUR)						10,209,135,291.18	
Average Original Principal Balance per loan (EUR)						68,051.71	
Average Current Principal Balance per loan (EUR)						43,100.16	
Current principal balance of the 5 largest borrowers (EUR)						4,050,315.23	
Weight of the 5 largest borrowers (current principal balance) %						0.04	
Current principal balance of the 10 largest borrowers (EUR)						7,352,197.94	
Weight of the 10 largest borrowers (current principal balance) %						0.07	
Weighted Average Seasoning (months)						121.55	
Weighted Average Remaining Term (months)						278.31	
Weighted Average Current Unindexed LTV <sup>5</sup> (%)						51.08	
Weighted Average Current Indexed LTV <sup>5</sup> (%)						57.76	
Weighted Average Interest Rate (%)						0.98	
Weighted Average Spread (%)						1.03	
Max Maturity Date (yyyy-mm-dd)						2066-05-11	

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6. Mortgage Credit Pool (continued)				
<b>Subsidized Loans</b>				
	<b>Number of Loans</b>	<b>% Total Loans</b>	<b>Amount of Loans</b>	<b>% Total Amount</b>
Yes	0	0.00%	0	0.00%
No	236,870	100.00%	10,209,135,291	100.00%
<b>Insured Property<sup>6</sup></b>				
	<b>Number of Loans</b>	<b>% Total Loans</b>	<b>Amount of Loans</b>	<b>% Total Amount</b>
Yes	236,870	100.00%	10,209,135,291	100.00%
No	0	0.00%	0	0.00%
<b>Interest Rate Type</b>				
	<b>Number of Loans</b>	<b>% Total Loans</b>	<b>Amount of Loans</b>	<b>% Total Amount</b>
Fixed	213	0.09%	9,421,897	0.09%
Floating	236,657	99.91%	10,199,713,395	99.91%
<b>Repayment Type</b>				
	<b>Number of Loans</b>	<b>% Total Loans</b>	<b>Amount of Loans</b>	<b>% Total Amount</b>
Annuity / French	236,870	100.00%	10,209,135,291	100.00%
Linear	0	0.00%	0	0.00%
Increasing instalments	0	0.00%	0	0.00%
Bullet	0	0.00%	0	0.00%
Interest-only	0	0.00%	0	0.00%
Other	0	0.00%	0	0.00%
<b>Seasoning</b>				
	<b>Number of Loans</b>	<b>% Total Loans</b>	<b>Amount of Loans</b>	<b>% Total Amount</b>
Up to 1 year	0	0.00%	0	0.00%
1 to 2 years	188	0.08%	11,419,108	0.11%
2 to 3 years	1,428	0.60%	80,041,552	0.78%
3 to 4 years	1,554	0.66%	84,251,071	0.83%
4 to 5 years	4,666	1.97%	323,840,621	3.17%
5 to 6 years	11,923	5.03%	873,606,992	8.56%
6 to 7 years	14,915	6.30%	987,482,217	9.67%
7 to 8 years	17,915	7.56%	1,002,154,844	9.82%
8 to 9 years	21,627	9.13%	1,139,311,386	11.16%
9 to 10 years	16,915	7.14%	859,058,629	8.41%
10 to 11 years	20,583	8.69%	1,043,701,441	10.22%
11 to 12 years	18,614	7.86%	823,518,826	8.07%
More than 12 years	106,542	44.98%	2,980,748,603	29.20%
<b>Remaining Term</b>				
	<b>Number of Loans</b>	<b>% Total Loans</b>	<b>Amount of Loans</b>	<b>% Total Amount</b>
Up to 5 years	24,841	10.49%	178,344,485	1.75%
5 to 8 years	24,465	10.33%	448,674,516	4.39%
8 to 10 years	17,714	7.48%	445,601,587	4.36%
10 to 12 years	13,661	5.77%	437,654,565	4.29%
12 to 14 years	15,458	6.53%	545,780,300	5.35%
14 to 16 years	18,917	7.99%	742,428,529	7.27%
16 to 18 years	18,971	8.01%	816,684,746	8.00%
18 to 20 years	12,021	5.07%	603,510,098	5.91%
20 to 22 years	9,386	3.96%	504,636,510	4.94%
22 to 24 years	10,641	4.49%	598,372,637	5.86%
24 to 26 years	9,681	4.09%	574,120,511	5.62%
26 to 28 years	11,446	4.83%	668,141,873	6.54%
28 to 30 years	11,454	4.84%	731,962,349	7.17%
30 to 40 years	35,232	14.87%	2,675,181,175	26.20%
More than 40 years	2,982	1.26%	238,041,409	2.33%
<b>Current Unindexed LTV</b>				
	<b>Number of Loans</b>	<b>% Total Loans</b>	<b>Amount of Loans</b>	<b>% Total Amount</b>
Up to 40%	112,415	47.46%	2,727,191,354	26.71%
40 to 50%	33,152	14.00%	1,598,825,724	15.66%
50 to 60%	35,898	15.16%	2,013,287,744	19.72%
60 to 70%	35,738	15.09%	2,358,524,135	23.10%
70 to 80%	19,667	8.30%	1,511,306,333	14.80%
More than 80%	0	0.00%	0	0.00%
<b>Loan Purpose</b>				
	<b>Number of Loans</b>	<b>% Total Loans</b>	<b>Amount of Loans</b>	<b>% Total Amount</b>
Owner-Occupied	171,313	72.32%	8,435,366,949	82.63%
Second Home	13,144	5.55%	549,623,781	5.38%
Buy to Let	0	0.00%	0	0.00%
Other	52,413	22.13%	1,224,144,561	11.99%
<b>Property Type</b>				
	<b>Number of Loans</b>	<b>% Total Loans</b>	<b>Amount of Loans</b>	<b>% Total Amount</b>
<b>Residential</b>	<b>236,870</b>	<b>100.00%</b>	<b>10,209,135,291</b>	<b>100.00%</b>
Flat	136,639	57.69%	5,516,353,667	54.03%
House	99,909	42.18%	4,684,371,812	45.88%
Other	322	0.14%	8,409,812	0.08%
<b>Commercial</b>	<b>0</b>	<b>0.00%</b>	<b>0</b>	<b>0.00%</b>

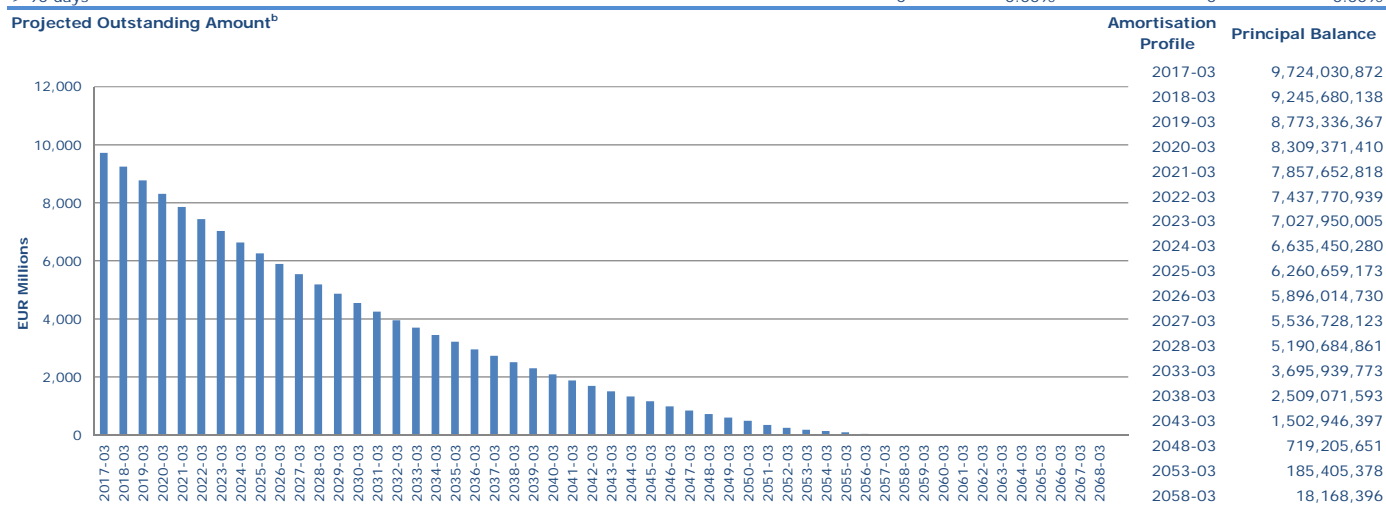
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6. Mortgage Credit Pool (continued)

Geographical Distribution	Number of Loans	% Total Loans	Amount of Loans	% Total Amount
<b>Portugal</b>	<b>236,870</b>	<b>100.00%</b>	<b>10,209,135,291</b>	<b>100.00%</b>
Norte	67,308	28.42%	2,776,018,869	27.19%
Center	53,859	22.74%	2,264,553,894	22.18%
Lisbon	74,783	31.57%	3,404,061,400	33.34%
Alentejo	19,612	8.28%	760,845,922	7.45%
Algarve	11,055	4.67%	491,328,586	4.81%
Madeira	4,556	1.92%	248,831,146	2.44%
Azores	5,697	2.41%	263,495,475	2.58%
<b>Delinquencies<sup>7</sup></b>	<b>Number of Loans</b>	<b>% Total Loans</b>	<b>Amount of Loans</b>	<b>% Total Amount</b>
> 30 to 60 days	308	0.13%	12,161,119	0.12%
> 60 to 90 days	10	0.00%	282,218	0.00%
> 90 days	0	0.00%	0	0.00%

Projected Outstanding Amount<sup>b</sup>



<sup>b</sup> Includes mortgage pool; assumes no prepayments

7. Expected Maturity Structure

In EUR	0-1 Years	1-2 Years	2-3 Years	3-4 Years	4-5 Years	5-10 Years	>10 Years
Residencial Mortgages <sup>b</sup>	485,104,419	478,350,734	472,343,772	463,964,957	451,718,592	1,961,638,087	5,896,014,730
Commercial Mortgages	0	0	0	0	0	0	0
Other Assets <sup>2</sup>	0	0	0	0	0	0	123,187,500
<b>Cover Pool</b>	<b>485,104,419</b>	<b>478,350,734</b>	<b>472,343,772</b>	<b>463,964,957</b>	<b>451,718,592</b>	<b>1,961,638,087</b>	<b>6,019,202,230</b>
<b>Covered Bonds</b>	<b>1,581,450,000</b>	<b>750,000,000</b>	<b>750,000,000</b>	<b>1,000,000,000</b>	<b>0</b>	<b>2,750,000,000</b>	<b>20,000,000</b>

<sup>b</sup> Includes mortgage pool; assumes no prepayments

8. Liquidity Cushion

Liquidity Cushion (according to Fitch's definition) <sup>c</sup>	Nominal Amount
Liquidity Cushion	<b>123,187,500.00</b>
Deposits with eligible financial institutions	0.00
Eligible securities	123,187,500.00
<b>Liquidity Cushion requirement calculation</b>	
Required Liquidity Cushion	<b>2,240,875.00</b>
Interest due month 1	2,240,875.00
Interest due month 2	
Interest due month 3	

<sup>c</sup> At least equal to the interest payments due on the Covered Bonds Outstanding before swaps for the next 3 months

9. Derivative Financial Instruments

Total Amount of Derivatives in the Cover pool	Nominal Amount
<b>Of Which Interest Rate Derivatives<sup>d</sup></b>	<b>0.00</b>
Fixed to Floating Swaps	0.00
Interest Basis Swaps	0.00
<b>Of Which Currency Swaps</b>	<b>0.00</b>

<sup>d</sup> External Counterparties (No)

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### 10. Contacts

Financial Markets Division - Funding

[dmf-fch@cqd.com](mailto:dmf-fch@cqd.com)

Other Reports on CGD website

<https://www.cqd.pt/English/Investor-Relations/Investor-Information/Announcements/Investor-Reports/Pages/Investor-Reports.aspx>

ECBC Label website

<https://coveredbondlabel.com>

### Notes

#### <sup>1</sup> Soft Bullet Date (Extended Maturity)

If the covered bonds are not redeemed on the relevant maturity date, the maturity will automatically be extended on a monthly basis up to one year. In that event, the covered bonds can be redeemed in whole or in part on a monthly basis up to and including the Extended Maturity Date.

#### <sup>2</sup> Other Assets

In addition to the mortgage assets, other assets (or substitution assets) may be included in the cover pool up to an amount equal to 20% of the cover pool, subject to the following eligibility criteria:

- Deposit with the Bank of Portugal in cash or ECB eligible securities, or
- Deposits held with credit institutions rated at least A-

#### <sup>3</sup> Overcollateralisation

The overcollateralisation ratios are calculated by dividing (i) the total outstanding balance of the assets included in the cover pool by (ii) the total nominal amount of the covered bonds (both excluding accrued interest). For clarification purposes, all assets included in the covered pool are eligible assets.

#### <sup>4</sup> Net Present Value (NPV)

The NPV of the assets is obtained by discounting all future cash flows with the IRS curve plus average spread for new transactions.

The NPV of the liabilities is obtained by discounting all future cash flows based on the funding curve of the issuer.

Substitution assets as well as any derivatives in the pool are marked at their market value.

NPV of liabilities cannot exceed the NPV of the portfolio assigned to the bond, including derivatives.

Stress testing - Net present value is also calculated for a 200 bps shift upwards and downwards of the discounting curve.

#### <sup>5</sup> Loan-to-Value

The Current LTV is calculated by dividing the outstanding balance of the loan by the value of the underlying property (last physical valuation).

The Current indexed LTV is calculated by dividing the outstanding balance of the loan by the latest valuation amount of the underlying property (i.e. indexed value or last physical valuation).

A full valuation of the underlying properties must have been performed by an independent appraiser, at origination or after, prior to the inclusion of the mortgage loan in the cover pool.

Properties (both residential and commercial) should also be revalued regularly:

- For commercial assets this must be done on an annual basis;
- Residential properties must be revalued at least every 3 years - if the individual mortgage credit value exceeds € 500.000
- Also the value of the mortgage property should be checked on a frequent basis, at least every three years, in order to identify the properties that require appraisal by an expert (this procedure can be done using statistical models approved by the Bank of Portugal).

#### <sup>6</sup> Insured Property

All mortgages must have property damage insurance covering fire and floods.

#### <sup>7</sup> Delinquencies

A loan is considered to be delinquent if any payment is in arrears by more than 30 days. According to the Portuguese covered bonds legislation, any loan which is in arrears by more than 90 days must be removed from the pool and substituted by another loan which fulfills the eligibility criteria. Therefore, there are no NPL's included in the cover pool.