Santander Consumer Bank AG - Mortgage Covered Bonds

Covered Bonds / Germany

Overview

<table>
<thead>
<tr>
<th>Year of initial rating assignment</th>
<th>Aaa</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total outstanding liabilities</td>
<td>EUR 1,000,000,000</td>
</tr>
<tr>
<td>Total asset in the Cover Pool</td>
<td>EUR 1,146,021,238</td>
</tr>
<tr>
<td>Issuer name / CR Assessment</td>
<td>Santander Consumer Bank AG</td>
</tr>
<tr>
<td>Group or parent name / CR Assessment</td>
<td>Santander Consumer Finance S.A. / A3(cr)</td>
</tr>
</tbody>
</table>

Ratings

- Covered bonds rating: Aaa
- CR Assessment + 1 notch
- CR Assessment: A3(cr)
- SUR: 7.5%
- Unsecured claim used for Moody’s EL analysis: Yes

II. Value of the Cover Pool

- Collateral quality:
  - Collateral score: 9.0%
  - Collateral Score excl. systemic risk: 1.9%

Cover Pool losses

- Collateral Risk (Collateral Score post-haircut): 3.4% 23%
- Market Risk: 11.2% 7.7%
- 14.6% 30.0%

III. Over-Collateralisation Levels

- Current situation:
  - Committed OC (Stressed NPV): 2.0%
  - Current OC (Unstressed NPV): 23.1%
  - OC consistent with current rating (note 4): 5.2%

- Sensitivity scenario CB anchor:
  - OC consistent with current rating

  - Scenario 1: CB anchor is lowered by 1 notch: 7.5%

IV. Timely Payment Indicator & TPI Leeway

- Timely Payment Indicator (TPI):
  - High

- TPI Leeway: 4

- Extract from TPI table - CB anchor is CR Assessment + 1 notch

<table>
<thead>
<tr>
<th>CR Assessment</th>
<th>Aaa</th>
</tr>
</thead>
<tbody>
<tr>
<td>CR Assessment</td>
<td>A3(cr)</td>
</tr>
<tr>
<td>CR Assessment</td>
<td>A1(cr)</td>
</tr>
<tr>
<td>CR Assessment</td>
<td>A2(cr)</td>
</tr>
<tr>
<td>CR Assessment</td>
<td>A3(cr)</td>
</tr>
<tr>
<td>CR Assessment</td>
<td>A1(cr)</td>
</tr>
<tr>
<td>CR Assessment</td>
<td>A2(cr)</td>
</tr>
<tr>
<td>CR Assessment</td>
<td>A3(cr)</td>
</tr>
<tr>
<td>CR Assessment</td>
<td>A1(cr)</td>
</tr>
<tr>
<td>CR Assessment</td>
<td>A2(cr)</td>
</tr>
</tbody>
</table>

Note: The data reported in this PO is based on information provided by the issuer and may include certain assumptions made by Moody’s. Moody’s accepts no responsibility for the information provided to it and, whilst it believes the assumptions it has made are reasonable, current and have been derived in a consistent manner, there may be differences in the way that certain data is categorised by issuers. The data reporting template (which issuers are requested to use) is available on request. Credit ratings, TPI and TPI Leeway shown in this PO are as of publication date.

For information on how to read this report, see the latest Moody’s Covered Bonds Sector Update.

Santander Consumer Bank AG - Mortgage Covered Bonds

Covered Bond

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NTERNATIONAL STRUCTURED FINANCE

MOODY’S INVESTORS SERVICE

05 August 2020

[Image 67x1628 to 1225x1823]
V. Asset Liability Profile

Interest Rate & Duration Mismatch (note 5)

Fixed rate assets in the cover pool: 85.4%
Fixed rate covered bonds outstanding: 200.0%
WAC of outstanding covered bonds: 7.6 years
WAC of the cover pool: 4.7 years

Interest rate swap(s) in the Cover Pool: No
Intra-group interest rate swap(s) provider(s): No

Currency swap(s) in the Cover Pool: No
Intra-group currency swap(s) provider(s): No

Maximum mismatch: 6.3% in EUR millions

WAL of outstanding covered bonds: 7.0 years

WAL of the cover pool: 4.7 years

Swap Arrangements

Chart 3: Stress test refinancing needs per quarter (% of liabilities)

(note 6) Maximum mismatch: 6.3%

VI. Performance Evolution

This publication does not announce a credit rating action. For any credit ratings referenced in this publication, please see the ratings tab on the issuer/entity page on www.moodys.com for the most updated credit rating action information and rating history.
VII. Cover Pool Information - Residential Assets

Overview

Specific Loan and Borrower characteristics

- Loans with an external guarantee in addition to a mortgage: n/a
- Interest only Loans: 3.2%
- Loans for second homes / Vacation: 0.0%
- Buy to let loans / Non owner occupied properties: 10.5%
- Unintegrated income verified: 0.0%
- Adverse credit characteristics (**): 0.0%

Performance

- Loans in arrears (12 months - < 3 months): 0.0%
- Loans in arrears (< 12 months): 0.0%
- Loans in arrears (>= 12 months): 0.0%
- Loans in a foreclosure procedure: 0.0%

Multi-Family Properties

- Loans to tenants of tenant-owned Housing Cooperatives: n/a
- Other type of Multi-Family loans (**): n/a

Details on LTV

<table>
<thead>
<tr>
<th>WA unindexed LTV (%)</th>
<th>49.9%</th>
</tr>
</thead>
<tbody>
<tr>
<td>WA Indexed LTV (%)</td>
<td>0.0%</td>
</tr>
<tr>
<td>Valuation Type</td>
<td>Lending Value</td>
</tr>
<tr>
<td>LTV threshold (%)</td>
<td>60.0%</td>
</tr>
<tr>
<td>Loans with Prior Ranks</td>
<td>0.0%</td>
</tr>
</tbody>
</table>

Chart A: Balance per LTV-band

Chart B: Percentage of residential assets

Chart C: LTV

Chart D: Interest rate type

Chart E: Main-country regional distribution

Chart F: Seasoning (in months)

(Note *) may be based on property value at time of origination or further advance or borrower refinancing.

(Note **) Typically borrowers with a previous personal bankruptcy or borrowers with record of court claims against them at time of origination.

(Note *** This "other" type refers to loans directly to Housing Cooperatives and to Landlords of Multi-Family properties (not included in Buy to Let).
VIII. Cover Pool Information - Supplementary Assets

Overview

<table>
<thead>
<tr>
<th>Asset Type</th>
<th>Supplementary Assets</th>
</tr>
</thead>
<tbody>
<tr>
<td>Asset Balance</td>
<td>50,000,000</td>
</tr>
<tr>
<td>WA remaining term on maturity</td>
<td>n/d</td>
</tr>
<tr>
<td>Number of assets</td>
<td>n/d</td>
</tr>
<tr>
<td>Percentage of fixed rate assets</td>
<td>0.0%</td>
</tr>
<tr>
<td>Number of borrowers</td>
<td>n/d</td>
</tr>
<tr>
<td>Percentage of bullet assets</td>
<td>0.0%</td>
</tr>
<tr>
<td>Average asset size</td>
<td>n/d</td>
</tr>
<tr>
<td>Percentage of non-domestic currency</td>
<td>0.0%</td>
</tr>
</tbody>
</table>

Specific Loan and Borrower characteristics

- Repo eligible assets: 100.0%
- Percentage of fixed rate assets: 0.0%
- Percentage of bullet assets: 0.0%
- Assets in non-domestic currency: 0.0%
- Assets in arrears (12 months - <4 months): 0.0%
- Assets in arrears (4 months - <12 months): 0.0%
- Assets in arrears (>12 months): 0.0%
- Assets in enforcement procedure: 0.0%

Average assets size: n/d
Average exposure to borrowers: n/d

Chart A: Interest rate type

Chart B: Percentage of supplementary assets

Chart C: Distribution by country rating

Chart D: Distribution by country rating
### IX. Liabilities Information: Last 50 Issuances

<table>
<thead>
<tr>
<th>ISIN</th>
<th>Series Number</th>
<th>Currency</th>
<th>Outstanding Amount</th>
<th>Issue Date</th>
<th>Expected Maturity</th>
<th>Legal Final Maturity</th>
<th>Interest Rate Type</th>
<th>Coupon</th>
<th>Principal Payment</th>
</tr>
</thead>
<tbody>
<tr>
<td>HYPFE0003</td>
<td>n/d</td>
<td>EUR</td>
<td>500,000,000</td>
<td>14/02/2020</td>
<td>14/02/2030</td>
<td>14/02/2030</td>
<td>Fixed rate</td>
<td>0.05%</td>
<td>BULLET</td>
</tr>
<tr>
<td>HYPFE0002</td>
<td>n/d</td>
<td>EUR</td>
<td>500,000,000</td>
<td>05/12/2017</td>
<td>05/12/2024</td>
<td>05/12/2024</td>
<td>Fixed rate</td>
<td>0.25%</td>
<td>BULLET</td>
</tr>
</tbody>
</table>
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