

Confidential

EETI Quarterly Review

QUARTER ENDED 30/09/2018

October 2018

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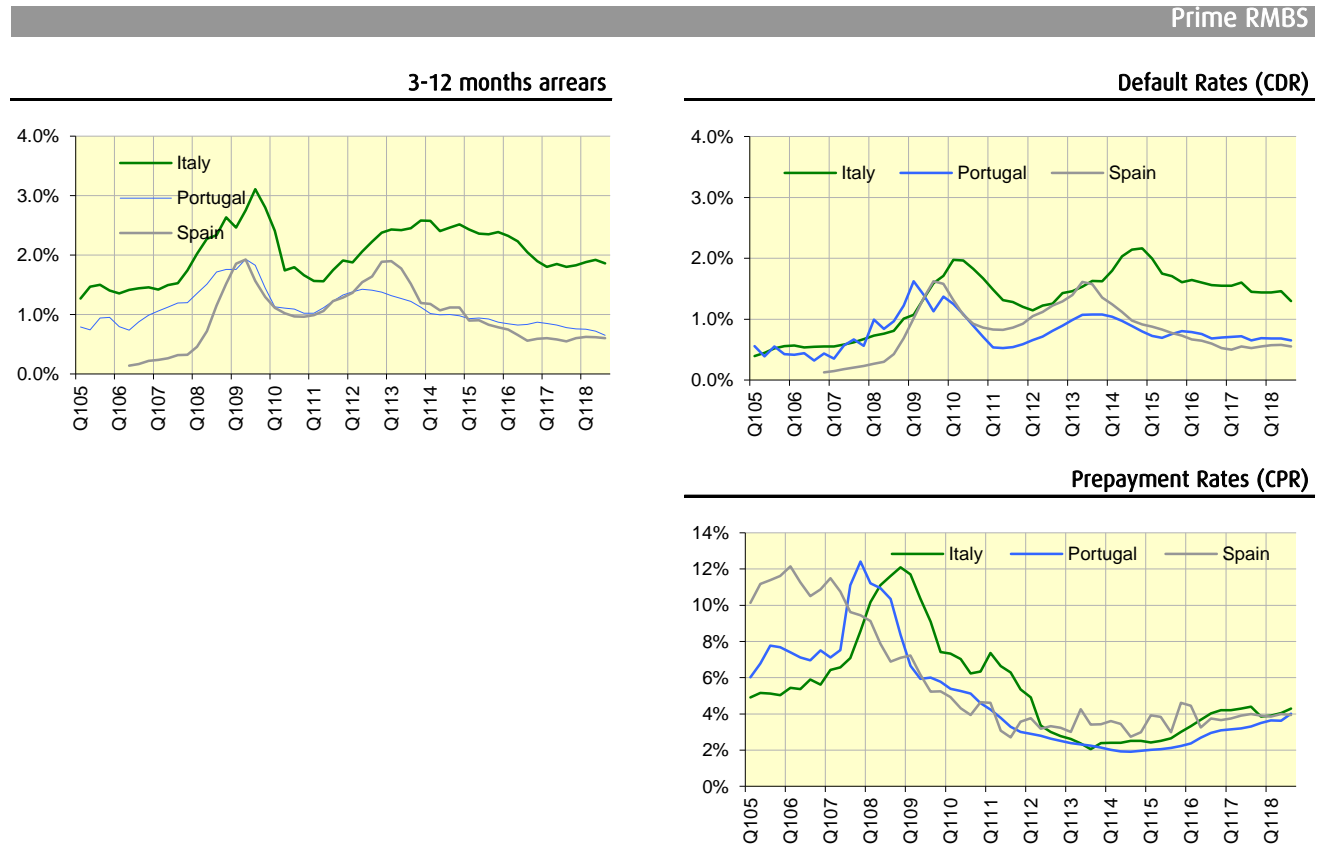
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1 EUROPEAN ABS / RMBS ACTIVITY AND PERFORMANCE

Prime European RMBS performance

- ▶ The credit performance of peripheral RMBS has modestly improved over the quarter while prepayments remained unchanged or slightly decreased in our sample
- ▶ Recent reports suggest a year-on-year increase in residential house prices of over 10% in Portugal and 6% in Spain in 2018, confirming the continued recovery of these markets



Note: Indices based on own data collection of a broad sample of seasoned RMBS transactions.
 Source: Trustee reports and Cartesia.

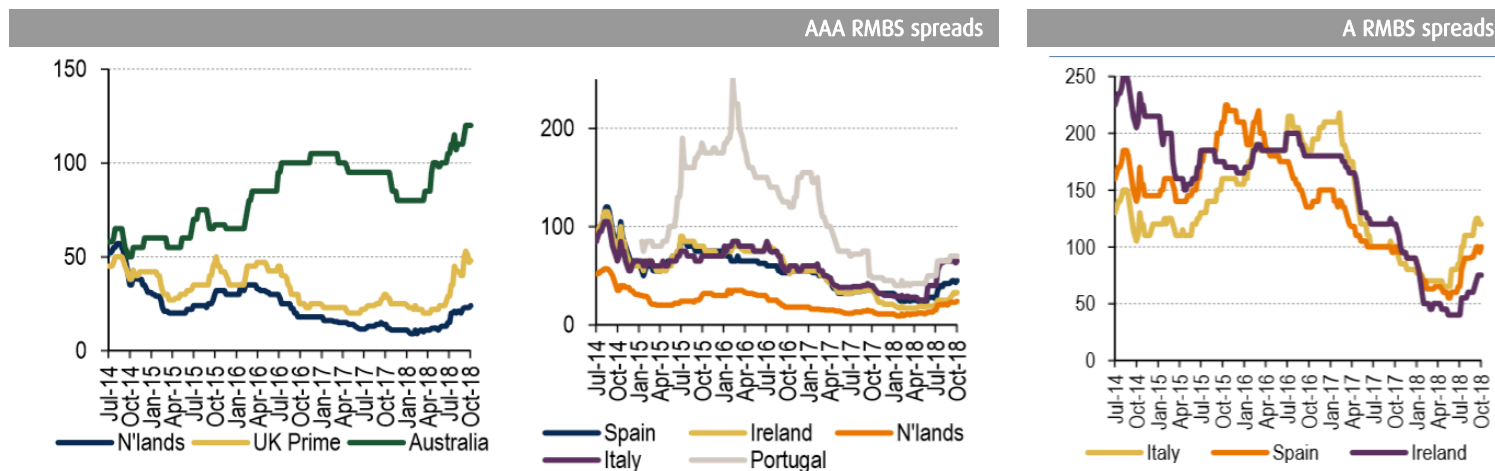
European ABS / RMBS market activity

- ▶ Spreads of core Eurozone RMBS have continued to widen over the quarter, albeit more modestly than at the beginning of the summer, alongside most segments of European fixed income.
 - The underlying drivers remain concerns over the macroeconomic outlook in the context of rising interest rates, global trade disputes and the still uncertain shape of the Brexit agreement;
 - The outcome of recent elections in Italy and Sweden (combined with the “populist” turn across Europe) adds some immediate uncertainty on the Eurozone and some doubt on the institutional stability of the EU.
- ▶ European ABS is also affected by some sector-specific issues, the full impact of which is, according to analysts, still not factored in:
 - The ECB has halved its monthly purchases of bonds (to EUR 15bn) and is expected to wind-down its programme entirely in the foreseeable future;
 - EU securitization rules kicking in on January 1st, 2019 are still being fleshed out but the emerging consensus view is that they will further curtail the ability of banks and insurers to hold legacy ABS;
 - At the same time, these regulations should now apply to *all* EU-based issuers and investors (banks, insurers, UCITS, AIFM) and to *all* securitisations (including private ones as well as loans extended to SPVs secured on receivables), leading to speculations that some market participants will stay away from securitisations altogether until the new framework is fully understood.

European ABS / RMBS market activity

- ▶ Core Eurozone AAA / first-pay bonds currently trade at around 25bps over Euribor for 5-year maturity, 10 to 15 bps wider than at the start of Q2.
- ▶ Peripheral first-pay bonds have started to present more significant tiering, with Spanish issues trading at spreads of 45-65 bps (depending on ECB eligibility), Italian issues at 65-70 bps and Portuguese issues at 70-110 bps.
 - These levels are 20-40 bps wider than at the start of Q2.
- ▶ More subordinated bonds have been more stable over the quarter, after a spread widening of up to 50bps at the beginning of the summer.

EVOLUTION OF RMBS SPREADS OVER EUR3M



Source: Merrill Lynch BOA for 3-5 year WAL bonds.

2 PORTFOLIO PERFORMANCE

A. Cash Flow

Cash flow receipts for the quarter ended 30/09/2018

► Quarterly receipts amounted to EUR 210k from the Lusitano 3 position.

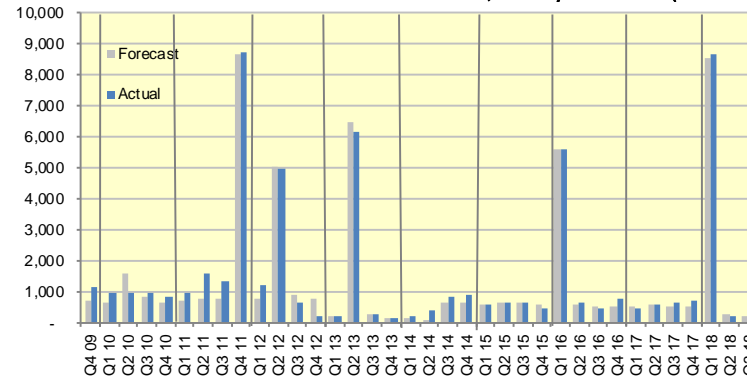
Cash flow receipt for the quarter

(EUR)

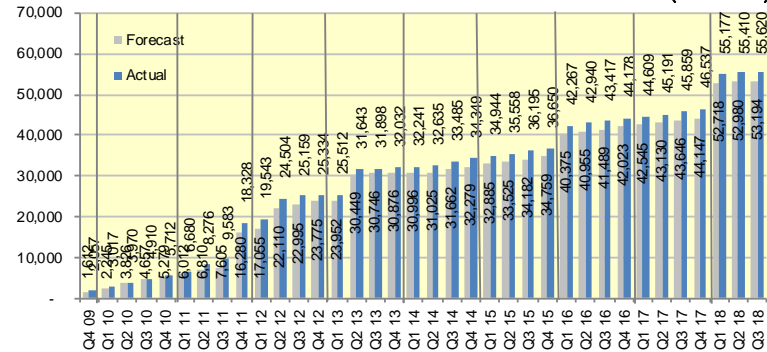
Transactions	Actual	Forecast	Delta
Lusitano 3	209,501	213,071	(3,570)
Lusitano 5	-	-	-
Pastor 2	640	639	1
Pastor 3	-	-	-
Pastor 4	-	-	-
Pastor 5	-	-	-
TOTAL	210,141	213,710	(3,569)

Actual vs. forecast since Q4 2009

Quarterly cash flow (EUR 000s)



Cumulative cash flow (EUR 000s)



Forecast annual cash flow

Forecast cash flow

(EUR 000s)				
Period	Period CF	Cumulative CF	% Total	Cumulative % Total
Q3-Q4 2018	223	223	0.8%	0.8%
2019	6,068	6,291	22.4%	23.2%
2020	1,477	7,768	5.4%	28.7%
2021	6,042	13,810	22.3%	50.9%
2022	5,004	18,814	18.5%	69.4%
Beyond	8,296	27,110	30.6%	100.0%
TOTAL	27,110		100.0%	

Total forecast cash flow of EUR 27.1m, of which 70% by end 2022

Historical cash flow

(EUR 000s)	Spain				Portugal		Italy	NL		Germany		France	UK	Quarterly CF	Annual CF	Cumulative CF
	Pastor 2	Pastor 3	Pastor 4	Pastor 5	Lusitano 3	Lusitano 5	Sestante 4	Memphis	Shield	Gems	Semper	Minotaure	Ludgate			
HISTORICAL																
Q3 2009	86	-	-	-	59	77	-	92	170	25	156	213	13	891		
Q4 2009	430	-	-	-	34	75	-	87	163	19	148	210	-	1,166	2,057	2,057
Q1 2010	337	-	-	-	-	0	-	85	158	18	146	190	26	960		
Q2 2010	235	-	-	-	75	-	-	85	154	17	148	233	6	952		
Q3 2010	59	-	-	-	205	-	-	84	155	18	150	264	6	940		
Q4 2010	160	-	-	-	-	-	-	87	161	20	150	216	8	802	3,655	5,712
Q1 2011	316	-	-	-	85	-	-	89	164	22	151	132	10	968		
Q2 2011	385	-	-	-	529	-	25	88	160	23	158	214	13	1,595		
Q3 2011	222	-	-	-	350	-	25	91	169	27	163	249	11	1,307		
Q4 2011	169	-	-	-	273	-	19	95	7,810	28	162	177	11	8,746	12,616	18,328
Q1 2012	235	-	-	-	487	-	20	95		27	159	189	2	1,215		
Q2 2012	170	-	-	-	388	-	15	4,081		22	149	134	2	4,961		
Q3 2012	91	-	-	-	282	-	14			17	147	99	5	655		
Q4 2012	7	-	-	-	-	-	11			12	139	-	5	175	7,006	25,334
Q1 2013	7	-	-	-	5	-	11			11	137	-	7	178		
Q2 2013	-	-	-	-	-	-	13			12	6,093	-	14	6,131		
Q3 2013	14	-	-	-	203	-	12			11		-	14	255		
Q4 2013	-	-	-	-	110	-	11			12		-	1	134	6,698	32,032
Q1 2014	-	-	-	-	183	-	10			12		-	4	209		
Q2 2014	-	-	-	-	78	-	12			13		-	291	394		
Q3 2014	-	-	-	-	247	-	13			13		-	577	850		
Q4 2014	29	-	-	-	237	-	12			11		-	575	864	2,317	34,349
Q1 2015	4	-	-	-	114	-	11			10		-	456	595		
Q2 2015	4	-	-	-	110	-	11			9		-	479	614		
Q3 2015	3	-	-	-	71	-	13			9		-	541	637		
Q4 2015	-	-	-	-	102	-	13			8		-	331	455	2,301	36,650
Q1 2016	-	-	-	-	179	-	15			5,007		-	416	5,617		
Q2 2016	8	-	-	-	219	-	13					-	432	672		
Q3 2016	-	-	-	-	98	-	14					-	366	477		
Q4 2016	-	-	-	-	393	-	9					-	358	761	7,527	44,177
Q1 2017	-	-	-	-	158	-	-					-	273	432		
Q2 2017	-	-	-	-	200	-	13					-	368	581		
Q3 2017	-	-	-	-	189	-	-					-	480	669		
Q4 2017	3	-	-	-	395	-	-					-	280	677	2,359	46,536
Q1 2018	0	-	-	-	308	-	-					3,410	4,922	8,640		
Q2 2018	0	-	-	-	233	-	-							233		
Q3 2018	1	-	-	-	210	-	-							210	9,084	55,620

Forecast quarterly cash flow

		Spain				Portugal								
		Pastor 2	Pastor 3	Pastor 4	Pastor 5	Lusitano 3	Lusi 4	Lusitano 5						
(EUR 000s)														
Cumulative CF		5,003	-	2,543	-	7,821	-	11,744				27,110		
% Total		18.5%	0.0%	9.4%	0.0%	28.8%	0.0%	43.3%				100.0%		
									Quarterly	Annual	Cumulative			
									CF	CF	CF			
Q4 2018	1	1	-	-	-	222	-	-	223	223	223			
Q1 2019	2	1	-	-	-	208	-	-	209			432		
Q2 2019	3	1	-	-	-	217	-	-	217			649		
Q3 2019	4	5,001	-	-	-	315	-	-	5,315			5,964		
Q4 2019	5	-	-	-	-	327	-	-	327	6,068		6,291		
Q1 2020	6	-	-	-	-	333	-	-	333			6,624		
Q2 2020	7	-	-	-	-	379	-	-	379			7,003		
Q3 2020	8	-	-	-	-	353	-	-	353			7,356		
Q4 2020	9	-	-	-	-	412	-	-	412	1,477		7,768		
Q1 2021	10	-	-	-	-	415	-	97	511			8,279		
Q2 2021	11	-	-	-	-	514	-	2,368	2,881			11,160		
Q3 2021	12	-	-	-	-	512	-	829	1,342			12,502		
Q4 2021	13	-	-	-	-	505	-	803	1,308	6,042		13,810		
Q1 2022	14	-	-	-	-	506	-	801	1,307			15,117		
Q2 2022	15	-	-	-	-	504	-	909	1,413			16,530		
Q3 2022	16	-	-	-	-	303	-	904	1,207			17,737		
Q4 2022	17	-	-	-	-	63	-	1,013	1,076	5,004		18,814		
Q1 2023	18	-	-	-	-	64	-	1,012	1,075			19,889		
Q2 2023	19	-	-	-	-	62	-	647	709			20,598		
Q3 2023	20	-	-	-	-	61	-	61	122			20,720		
Q4 2023	21	-	-	-	-	55	-	59	114	2,021		20,834		
Q1 2024	22	-	-	-	-	55	-	58	113			20,947		
Q2 2024	23	-	-	-	-	53	-	55	109			21,056		
Q3 2024	24	-	-	2,543	-	1,383	-	52	3,978			25,034		
Q4 2024	25	-	-	-	-	-	-	49	49	4,249		25,083		
Q1 2025	26	-	-	-	-	-	-	48	48			25,131		
Q2 2025	27	-	-	-	-	-	-	46	46			25,176		
Q3 2025	28	-	-	-	-	-	-	42	42			25,218		
Q4 2025	29	-	-	-	-	-	-	40	40	176		25,259		
Q1 2026	30	-	-	-	-	-	-	39	39			25,298		
Q2 2026	31	-	-	-	-	-	-	37	37			25,335		
Q3 2026	32	-	-	-	-	-	-	34	34			25,369		
Q4 2026	33	-	-	-	-	-	-	33	33	143		25,401		
Q1 2027	34	-	-	-	-	-	-	1,709	1,709			27,110		
Q2 2027	35	-	-	-	-	-	-	-	-			27,110		
Q3 2027	36	-	-	-	-	-	-	-	-			27,110		
Q4 2027	37	-	-	-	-	-	-	-	-	1,709		27,110		

Net present values at different discount rates

(EUR 000s)

Net present values at different discount rates								
Discount Rate	Pastor 2	Pastor 3	Pastor 4	Pastor 5	Lusitano 3	Lusi 4	Lusitano 5	Total
5.97%	4,721	-	1,795	-	6,543	-	9,122	22,181
10.97%	4,508	-	1,361	-	5,717	-	7,519	19,105
3.97%	4,812	-	2,013	-	6,931	-	9,899	23,654
7.97%	4,633	-	1,604	-	6,190	-	8,428	20,856
8.97%	4,591	-	1,518	-	6,026	-	8,108	20,243
12.97%	4,428	-	1,223	-	5,435	-	6,988	18,073
Valuation	4,721	-	1,361	-	6,543	-	7,519	20,144

Cash flow multiples at different discount rates (total cash flow / net present value)								
Discount Rate	Pastor 2	Pastor 3	Pastor 4	Pastor 5	Lusitano 3	Lusi 4	Lusitano 5	Total
4.00%	1.0x	-	1.3x	-	1.1x --	-	1.2x	1.1x
5.97%	1.1x	-	1.4x	-	1.2x --	-	1.3x	1.2x
10.97%	1.1x	-	1.9x	-	1.4x --	-	1.6x	1.4x
3.97%	1.0x	-	1.3x	-	1.1x --	-	1.2x	1.1x
7.97%	1.1x	-	1.6x	-	1.3x --	-	1.4x	1.3x
8.97%	1.1x	-	1.7x	-	1.3x --	-	1.4x	1.3x
12.97%	1.1x	-	2.1x	-	1.4x --	-	1.7x	1.5x
Valuation	1.1x	-	1.9x	-	1.2x	--	1.6x	1.3x

Note: Net present values presented in the above table marginally differ from accounting book values as their calculation is based on simplified assumptions of end of quarter cash flow receipts and quarterly compounding.

Net present values at different cash flow vs. base case

(EUR 000s)

Net present values at different forecast cash flow

% Actual Cash Flow vs. Base Case	Pastor 2	Pastor 3	Pastor 4	Pastor 5	Lusitano 3	Lusitano 5	Total	Delta
170.0%	8,025	-	2,314	-	11,123	12,782	34,244	70.0%
165.0%	7,789	-	2,246	-	10,796	12,406	33,237	65.0%
160.0%	7,553	-	2,177	-	10,469	12,030	32,230	60.0%
155.0%	7,317	-	2,109	-	10,142	11,654	31,223	55.0%
150.0%	7,081	-	2,041	-	9,815	11,278	30,215	50.0%
145.0%	6,845	-	1,973	-	9,488	10,902	29,208	45.0%
140.0%	6,609	-	1,905	-	9,161	10,526	28,201	40.0%
135.0%	6,373	-	1,837	-	8,833	10,150	27,194	35.0%
130.0%	6,137	-	1,769	-	8,506	9,774	26,187	30.0%
125.0%	5,901	-	1,701	-	8,179	9,398	25,180	25.0%
120.0%	5,665	-	1,633	-	7,852	9,022	24,172	20.0%
115.0%	5,429	-	1,565	-	7,525	8,647	23,165	15.0%
110.0%	5,193	-	1,497	-	7,198	8,271	22,158	10.0%
105.0%	4,957	-	1,429	-	6,870	7,895	21,151	5.0%
100.0%	4,721	-	1,361	-	6,543	7,519	20,144	0.0%
95.0%	4,485	-	1,293	-	6,216	7,143	19,136	-5.0%
90.0%	4,249	-	1,225	-	5,889	6,767	18,129	-10.0%
85.0%	4,013	-	1,157	-	5,562	6,391	17,122	-15.0%
80.0%	3,777	-	1,089	-	5,235	6,015	16,115	-20.0%
75.0%	3,541	-	1,021	-	4,907	5,639	15,108	-25.0%
70.0%	3,305	-	953	-	4,580	5,263	14,101	-30.0%
65.0%	3,068	-	885	-	4,253	4,887	13,093	-35.0%
60.0%	2,832	-	817	-	3,926	4,511	12,086	-40.0%
55.0%	2,596	-	749	-	3,599	4,135	11,079	-45.0%
50.0%	2,360	-	680	-	3,272	3,759	10,072	-50.0%
45.0%	2,124	-	612	-	2,944	3,383	9,065	-55.0%
40.0%	1,888	-	544	-	2,617	3,007	8,057	-60.0%
35.0%	1,652	-	476	-	2,290	2,632	7,050	-65.0%
30.0%	1,416	-	408	-	1,963	2,256	6,043	-70.0%

Note: The table presents the net present value of each investment at its base case discount rate, assuming an increase/decrease in actual cash flow received vs. base case.

B. Performance and Valuation

Quarterly performance indicators

(EUR 000s)

Transactions	90d+ arr.		CDR		CPR		Recoveries		Reserve		
	Act.	Fcast	Act.	Fcast	Act.	Fcast	Act.	Fcast	Act.	Fcast	Min.
Lusitano 3	1.1%	n/a	1.0%	0.7%	3.9%	4.0%	1,002	1,200	5,400	5,400	5,400
Lusitano 5	1.1%	n/a	0.3%	0.8%	4.5%	3.3%	1,623	1,600	(1,128)	(1,069)	11,900
Pastor 2	0.5%	n/a	0.8%	0.4%	4.2%	4.9%	14	210	4,857	5,000	5,000
Pastor 3	0.9%	n/a	1.1%	n/a	4.3%	n/a	174	n/a	(50,205)	n/a	9,000
Pastor 4	0.9%	n/a	1.1%	1.3%	2.4%	4.5%	19	215	(39,509)	(39,400)	5,520
Pastor 5	2.0%	n/a	0.7%	n/a	4.8%	n/a	244	n/a	(31,651)	n/a	10,500

Notes: A negative reserve indicates a principal deficiency to the senior notes (unpaid PDLs). Reserve amounts are highlighted in red when negative or below their minimum required level, even if they are better than forecast.

Higher CPRs than forecast are, all other things equal, a negative for the residual positions in Lusitano 3 and 5 and are therefore depicted in red; higher CPRs are a positive for the other positions and are therefore depicted in green.

EETI also holds the Class D residual position of the Sestante 4 transaction and the junior notes of the levered repackaging vehicles holding the residual positions of the Lusitano 4, Sestante 2 and Sestante 3 transactions. These positions are written off and considered to be irremediably impaired.

Quarterly valuation

- ▶ Quarter-end book value amounts to EUR 20,141k excluding accruals, after a combined write-down of EUR 51k.

Quarter-end portfolio book value excluding accruals amounts to EUR 20,141k

QUARTERLY BOOK VALUES AND REVALUATIONS

(EUR 000s)	31/12/2017		31/03/2018		30/06/2018		30/09/2018	
	Book Value	(Markdown)/Revaluation	Book Value	(Markdown)/Revaluation	Book Value	(Markdown)/Revaluation	Book Value	(Markdown)/Revaluation
Lusitano 3	6,752	(2)	6,736	193	6,635	36	6,543	22
Lusitano 5	6,877	67	7,146	87	7,333	3	7,517	(8)
Pastor 2	4,532	(8)	4,598	2	4,657	(7)	4,721	(4)
Pastor 3	0	0	0	0	0	0	0	0
Pastor 4	1,487	(203)	1,452	(74)	1,386	(104)	1,361	(62)
Pastor 5	0	0	0	0	0	0	0	0
Minotaure	3,405	1,067	<i>sold</i>	0	<i>sold</i>		<i>sold</i>	
Ludgate	4,804	1,023	<i>sold</i>	95	<i>sold</i>		<i>sold</i>	
TOTAL	27,857	1,944	19,932	303	20,012	(72)	20,141	(51)

Note: EETI also holds the Class D residual position of the Sestante 4 transaction and the junior notes of the levered repackaging vehicles holding the residual positions of the Lusitano 4, Sestante 2 and Sestante 3 transactions. These positions are written off and considered to be irretrievably impaired.

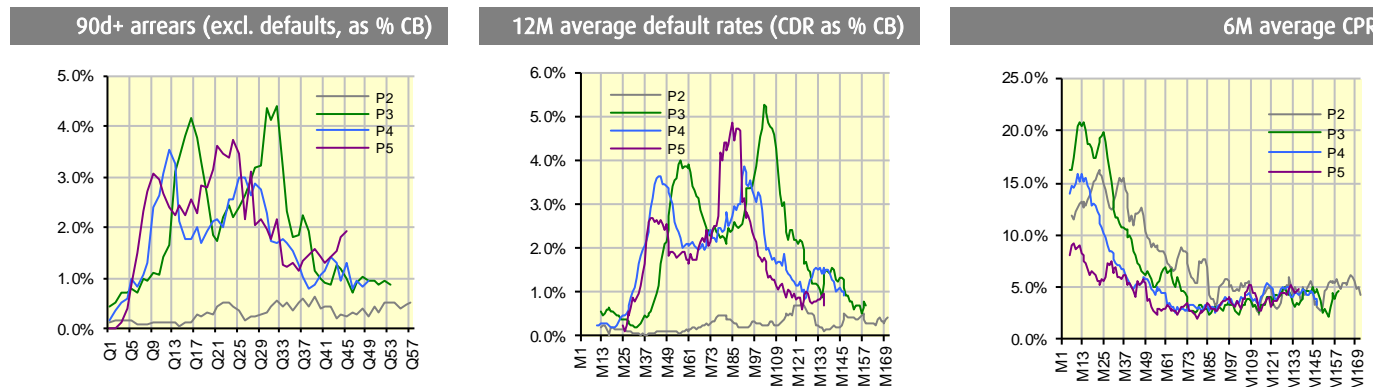
Pastor investments

PERFORMANCE

- ▶ 90-day+ arrears for the Pastor 3 and 4 transactions remained at a 0.8-1.0% level over the quarter while the reading for Pastor 5 has further increased from 1.8% to 2.0%.
- ▶ Default rates for Pastor 3 and 5 increased slightly to 1.1% while that of Pastor 5 declined to 0.7%.
- ▶ Recoveries on defaulted loans remain disappointingly low in relation to unforeclosed loans and to the principal deficiency accumulated in the transactions.

VALUATION

- ▶ Continued lower than forecast recoveries as well as a modestly higher discount rate lead to a EUR 62k write-down of the Pastor 4 position and a EUR 4k write-down on Pastor 2.



Note: Graphs expressed in months since issue except for 90d+ arrears, which are expressed in quarters since issue.

Lusitano investments

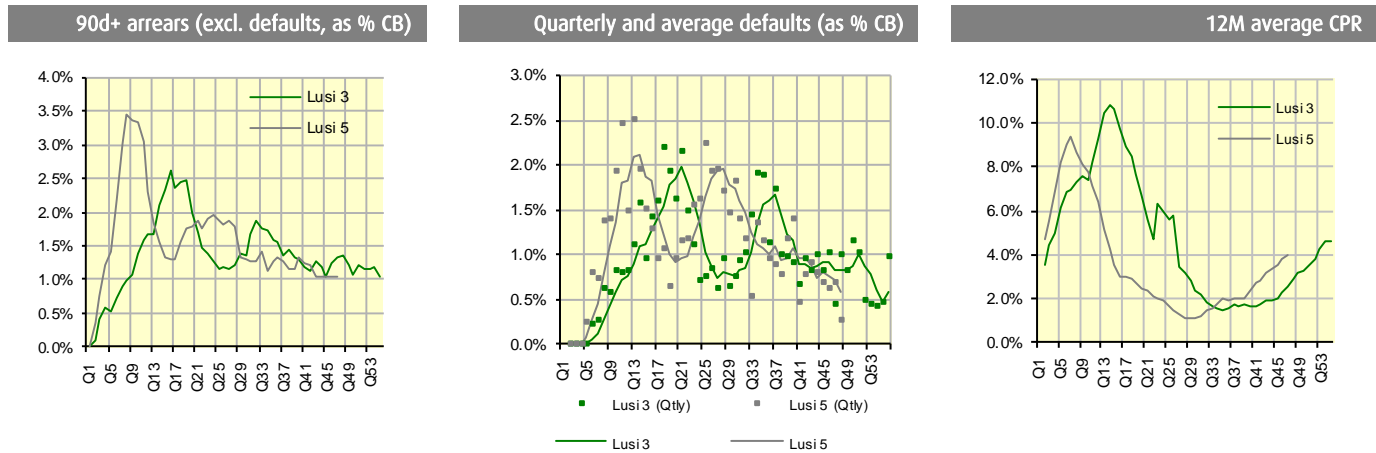
PERFORMANCE

- ▶ 90d+ arrears remained stable at a 1.0% for both transactions while quarterly default displayed exceptional readings of 0.97% for Lusitano 3, well above average, and 0.3% for Lusitano 5, well below previous quarters.
 - Average default rates for both transactions are however expected to remain at their current level of 0.5-0.6% in the foreseeable future.
- ▶ Collections on defaulted mortgage loans were slightly below forecast for Lusitano 3 at EUR 1m and broadly in line with expectations at EUR 1.6m for Lusitano 5.
- ▶ Another quarter of low defaults and sustained recoveries further reduced the principal deficiency of Lusitano 5 to EUR 1.1m, down EUR 0.7m in the quarter, in line with forecast.
 - As previously indicated, this trend supports the expected absorption of principal deficiency and the reconstitution of the reserve over the next two years, which should lead the position to resume cash flowing in 2021.
- ▶ The residual position in Lusitano 3 generated a payment of EUR 210k in line with forecast.

Lusitano investments (cont'd)

VALUATION

- ▶ The valuation of the positions are virtually unchanged with a combined revaluation of EUR 14k.



Note: Graphs expressed in quarters since issue.

Other EETI Investments

OTHER POSITIONS

- ▶ EETI also holds the Class D Notes of Sestante 4 as well as the junior notes of the Citrine refinancing vehicle referencing the residuals of the Sestante 2 and 3 and of the Lusitano 4 transactions. These positions are valued at 0 and considered permanently impaired.

3 PROVISIONAL ACCOUNTING ITEMS

Accounting items for the quarter ended 30/09/2018

EETI QUARTERLY VALUATION REPORT AS AT 30/09/2018

From:	01/07/2018
To:	30/09/2018

All figures in Euros thousands		CF receipts and breakdown			Accounting items			Valuation excl. accruals		Valuation incl. accruals		
Investments	Payment date	Actual CF received	of which: Interest	of which: Principal	Income (ex-accruals)	Capitalised interest	Accruals to report date	(Write-down) / Revaluation	Valuation	(Write-down) / Revaluation	Valuation	% Total
Lusitano 3	16/07/2018	210	95	114	95	0	126	22	6,543	22	6,669	32.5%
Lusitano 5	15/07/2018	-	-	-	191	191	222	(8)	7,517	(8)	7,738	37.7% 70.3%
Pastor 2	22/09/2018	1	1	-	68	67	11	(4)	4,721	(4)	4,732	23.1%
Pastor 3	22/09/2018	-	-	-	0	0	0	0	0	0	0	0.0%
Pastor 4	22/09/2018	-	-	-	37	37	4	(62)	1,361	(62)	1,365	6.7%
Pastor 5	22/09/2018	-	-	-	0	0	0	0	-	0	0	0.0% 29.7%
Total		210	96	114	391	295	363	(51)	20,141	(51)	20,504	100.0% 100.0%

ACCOUNTING INCOME	WRITE-DOWNS / REVALUATIONS	VALUATION RECAP
Actual cash flow received in Q	Sum of write-downs excl. accruals	Valuation excl. accruals
210	(73)	20,141
Plus: Capitalised interest	Sum of revaluations excl. accruals	Valuation incl. accruals
295	22	20,504
Less: Amortisation of principal	Total excl. accruals	<i>check</i>
(114)	(51)	0.0
Income excl. accruals	<i>check</i>	
391	0.0	
<i>check</i>		
0.0		
	Sum of accruals included in write-downs	Last Q valuation excl. accruals
	0	20,012
Less: Previous Q accruals	Sum of accruals included in revaluations	Plus: Capitalised interest
(357)	0	295
Plus: Current Q accruals	Total incl. accruals	Less: Amortisation of principal
363	(51)	(114)
Income incl. accruals	<i>check</i>	Sum write-downs / reval. excl. accruals
397	0.0	(51)
		Plus: Purchased / (Sold) in Q
		0
		Current Q excl. accruals
		20,141
		<i>check</i>
		(0.0)

Note: EETI also holds the Class D residual position of the Sestante 4 transaction and the junior notes of the levered repackaging vehicles holding the residual positions of the Lusitano 4, Sestante 2 and Sestante 3 transactions. These positions are written off and considered to be irretrievably impaired.

APPENDIX: HISTORICAL VALUATION ASSUMPTIONS

Revised valuation assumptions (24-month averages)

SUMMARY OF DEFAULT RATE ASSUMPTIONS

Positions																									CDR
	Q4 2012	Q1 2013	Q2 2013	Q3 2013	Q4 2013	Q1 2014	Q2 2014	Q3 2014	Q4 2014	Q1 2015	Q2 2015	Q3 2015	Q4 2015	Q1 2016	Q2 2016	Q3 2016	Q4 2016	Q1 2017	Q2 2017	Q3 2017	Q4 2017	Q1 2018	Q2 2018	Q3 2018	
Lusitano 3	0.90%	1.04%	1.20%	1.22%	1.35%	1.39%	1.39%	1.38%	1.28%	1.16%	1.03%	1.01%	0.90%	0.90%	0.84%	0.85%	0.87%	0.89%	0.92%	0.85%	0.81%	0.73%	0.73%	0.73%	
Lusitano 5	1.30%	1.41%	1.57%	1.67%	1.71%	1.79%	1.77%	1.72%	1.50%	1.43%	1.33%	1.24%	1.16%	1.03%	1.01%	1.03%	1.02%	0.95%	0.92%	0.90%	0.88%	0.86%	0.80%	0.75%	
Pastor 2	0.20%	0.22%	0.29%	0.30%	0.35%	0.39%	0.47%	0.53%	0.53%	0.51%	0.45%	0.41%	0.38%	0.36%	0.22%	0.29%	0.29%	0.30%	0.33%	0.40%	0.35%	0.38%	0.40%	0.34%	
Pastor 3	2.40%	2.73%	2.91%	3.37%	3.93%	4.11%	4.02%	3.75%	3.61%	3.64%	3.40%	2.69%	2.07%	1.80%	1.65%	1.67%	1.67%	1.34%	n/a	n/a	n/a	n/a	n/a	n/a	
Pastor 4	2.20%	2.33%	2.46%	2.58%	3.06%	3.10%	2.97%	3.10%	2.98%	2.75%	2.54%	2.46%	2.32%	1.95%	1.43%	1.43%	1.31%	1.34%	1.34%	1.27%	1.18%	1.28%	1.30%	1.22%	
Pastor 5	2.00%	2.14%	1.90%	2.12%	3.07%	3.31%	3.50%	3.63%	3.41%	3.50%	3.54%	3.27%	2.42%	2.05%	1.69%	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	
Minotaure	0.20%	0.22%	0.18%	0.22%	0.22%	0.23%	0.26%	0.20%	0.23%	0.24%	0.24%	0.25%	0.24%	0.28%	0.28%	0.26%	0.30%	0.35%	0.35%	0.35%	0.33%	nm	nm	nm	
Ludgate							1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	0.50%	0.50%	0.40%	0.40%	0.40%	0.40%	0.40%	0.40%	0.40%	0.40%	0.40%	nm	

Note: Changes in variables which are supportive to the valuation of a position are depicted in green; changes depicted in red are unsupportive to the valuation of a position.

Revised valuation assumptions (24-month averages)

SUMMARY OF ASSUMED PREPAYMENT RATES

Positions	CPR																							
	Q4 2012	Q1 2013	Q2 2013	Q3 2013	Q4 2013	Q1 2014	Q2 2014	Q3 2014	Q4 2014	Q1 2015	Q2 2015	Q3 2015	Q4 2015	Q1 2016	Q2 2016	Q3 2016	Q4 2016	Q1 2017	Q2 2017	Q3 2017	Q4 2017	Q1 2018	Q2 2018	Q3 2018
Lusitano 3	2.50%	2.25%	1.90%	1.80%	1.70%	1.68%	1.58%	1.56%	1.59%	1.68%	1.70%	1.78%	1.79%	1.82%	2.02%	2.22%	2.42%	2.56%	2.79%	3.04%	3.33%	3.69%	3.95%	4.04%
Lusitano 5	2.20%	2.00%	1.80%	1.60%	1.50%	1.36%	1.27%	1.24%	1.23%	1.32%	1.44%	1.59%	1.67%	1.76%	1.88%	1.98%	2.12%	2.34%	2.40%	2.59%	2.84%	3.13%	3.29%	3.57%
Pastor 2	5.10%	4.90%	4.60%	4.60%	4.60%	4.40%	4.31%	3.97%	4.05%	3.94%	3.94%	4.31%	4.40%	4.40%	4.47%	4.43%	4.40%	4.50%	4.50%	4.60%	4.70%	4.83%	4.88%	5.08%
Pastor 3	3.10%	2.90%	3.10%	3.00%	3.00%	3.00%	3.21%	3.09%	3.15%	3.26%	3.24%	3.53%	3.69%	3.80%	3.75%	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Pastor 4	3.20%	3.00%	3.00%	2.90%	3.00%	3.10%	3.25%	3.17%	3.39%	3.54%	3.67%	3.67%	3.79%	4.09%	4.06%	4.12%	4.43%	4.44%	4.30%	4.56%	4.63%	4.38%	4.52%	4.24%
Pastor 5	3.30%	2.90%	2.90%	2.80%	2.80%	2.80%	2.86%	2.83%	3.06%	2.97%	3.18%	3.11%	3.34%	3.50%	3.74%	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Minotaure	4.58%	4.56%	4.27%	4.07%	4.16%	4.20%	4.30%	4.15%	4.22%	4.29%	4.64%	5.50%	5.24%	5.66%	6.16%	6.66%	7.20%	7.85%	8.24%	8.52%	8.54%	nm	nm	nm
Ludgate							5.00%	5.20%	6.00%	7.00%	7.00%	7.00%	7.00%	8.00%	10.0%	10.0%	10.0%	10.8%	10.8%	10.8%	10.8%	nm	nm	nm

Note: Changes in variables which are supportive to the valuation of a position are depicted in green; changes depicted in red are unsupportive to the valuation of a position. In the case of prepayments / CPR, an increase is favourable for the Pastor positions but unfavourable to the residual positions in Lusitano 3 and 5.

Revised valuation assumptions (cont'd)

SUMMARY OF LOSS SEVERITY ASSUMPTIONS

Positions																								Loss Severity	
	Q4 2012	Q1 2013	Q2 2013	Q3 2013	Q4 2013	Q1 2014	Q2 2014	Q3 2014	Q4 2014	Q1 2015	Q2 2015	Q3 2015	Q4 2015	Q1 2016	Q2 2016	Q3 2016	Q4 2016	Q1 2017	Q2 2017	Q3 2017	Q4 2017	Q1 2018	Q2 2018	Q3 2018	
Lusitano 3	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%
Lusitano 5	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%
Pastor 2	20%	20%	20%	20%	20%	20%	30%	30%	30%	30%	30%	30%	30%	30%	39%	39%	39%	39%	39%	39%	40%	40%	40%	40%	40%
Pastor 3	20%	20%	20%	20%	20%	20%	30%	30%	30%	30%	30%	30%	30%	30%	39%	39%	39%	39%	39%	39%	40%	40%	40%	40%	40%
Pastor 4	20%	20%	20%	20%	20%	20%	30%	30%	30%	30%	30%	30%	30%	30%	39%	39%	39%	39%	39%	39%	40%	40%	40%	40%	40%
Pastor 5	20%	20%	20%	20%	20%	20%	30%	30%	30%	30%	30%	30%	30%	30%	39%	39%	39%	39%	39%	39%	40%	40%	40%	40%	40%
Minotaure	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm
Ludgate							30%	30%	30%	30%	30%	30%	30%	30%	30%	30%	30%	30%	30%	30%	30%	30%	30%	30%	30%

Note: Changes in variables which are supportive to the valuation of a position are depicted in green; changes depicted in red are unsupportive to the valuation of a position.

Revised valuation assumptions (cont'd)

SUMMARY OF RECOVERY LAG ASSUMPTIONS

Positions	Recovery Lag																								
	Q4 2012	Q1 2013	Q2 2013	Q3 2013	Q4 2013	Q1 2014	Q2 2014	Q3 2014	Q4 2014	Q1 2015	Q2 2015	Q3 2015	Q4 2015	Q1 2016	Q2 2016	Q3 2016	Q4 2016	Q1 2107	Q2 2017	Q3 2017	Q4 2017	Q1 2018	Q2 2018	Q3 2018	
Lusitano 3	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10
Lusitano 5	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10
Pastor 2	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10
Pastor 3	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10
Pastor 4	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10
Pastor 5	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10
Minotaure	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm
Ludgate							4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	nm	nm

Note: Changes in variables which are supportive to the valuation of a position are depicted in green; changes depicted in red are unsupportive to the valuation of a position.

Revised valuation assumptions (24-month averages) (cont'd)

SUMMARY OF DISCOUNT RATE ASSUMPTIONS

Positions	Discount Rates																							
	Q4 2012	Q1 2013	Q2 2013	Q3 2013	Q4 2013	Q1 2014	Q2 2014	Q3 2014	Q4 2014	Q1 2015	Q2 2015	Q3 2015	Q4 2015	Q1 2016	Q2 2016	Q3 2016	Q4 2016	Q1 2107	Q2 2017	Q3 2017	Q4 2017	Q1 2018	Q2 2018	Q3 2018
Lusitano 3	10.00%	9.90%	9.78%	9.48%	9.00%	8.77%	8.49%	8.11%	7.87%	7.64%	7.42%	7.26%	7.26%	6.44%	6.35%	6.26%	6.17%	6.16%	6.11%	6.02%	5.92%	5.86%	5.89%	5.97%
Lusitano 5	15.00%	14.90%	14.78%	14.48%	14.00%	13.77%	13.49%	13.11%	12.87%	12.64%	12.42%	12.26%	12.26%	11.44%	11.35%	11.26%	11.17%	11.16%	11.11%	11.01%	10.92%	10.86%	10.89%	10.97%
Pastor 2	10.00%	9.90%	9.78%	9.48%	9.00%	8.77%	8.49%	8.11%	7.87%	7.64%	7.42%	7.26%	7.26%	6.44%	6.35%	6.26%	6.17%	6.16%	6.11%	6.02%	5.92%	5.86%	5.89%	5.97%
Pastor 3	15.00%	14.90%	14.78%	14.48%	14.00%	13.77%	13.49%	13.11%	12.87%	12.64%	12.42%	12.26%	12.26%	11.44%	11.35%	11.26%	11.17%	11.16%	11.11%	11.02%	10.92%	10.86%	10.89%	10.97%
Pastor 4	15.00%	14.90%	14.78%	14.48%	14.00%	13.77%	13.49%	13.11%	12.87%	12.64%	12.42%	12.26%	12.26%	11.44%	11.35%	11.26%	11.17%	11.16%	11.11%	11.02%	10.92%	10.86%	10.89%	10.97%
Pastor 5	15.00%	14.90%	14.78%	14.48%	14.00%	13.77%	13.49%	13.11%	12.87%	12.64%	12.42%	12.26%	12.26%	11.44%	11.35%	11.26%	11.17%	11.16%	11.11%	11.02%	10.92%	10.86%	10.89%	10.97%
Minotaure	15.00%	14.90%	14.78%	14.48%	14.00%	13.77%	13.49%	13.11%	12.87%	12.64%	12.42%	12.26%	12.26%	11.44%	11.35%	11.26%	11.17%	11.16%	11.11%	11.02%	10.92%	nm	nm	nm
Ludgate							13.49%	13.11%	12.87%	12.64%	12.42%	12.26%	12.26%	11.44%	11.35%	11.26%	11.17%	11.16%	11.11%	11.02%	10.92%	nm	nm	nm

Note: Changes in variables which are supportive to the valuation of a position are depicted in green; changes depicted in red are unsupportive to the valuation of a position.