

HYPO-BANK BURGENLAND AG

Hypothekenpfandbriefe (AT) - Residential & Commercial Mortgage Covered Bonds Performance Report - 2022Q3

Summary

The AAA rating with a Stable Outlook assigned to the covered bonds (Hypothekenpfandbriefe (AT)) issued by HYPO-BANK BURGENLAND AG are based on the bank's issuer rating (A- / Stable), enhanced by six notches of cover pool-support based uplift.

Governance support factors, in total, provide an rating uplift of up to four notches and, effectively, a floor against a deterioration in cover pool credit quality. This reflects our assessment of the strong governance support provided by the legal covered bond and resolution framework in Austria.

We have classified the interplay between complexity and transparency with a cover pool complexity (CPC) category of 'Low', allowing for a three-notch uplift on top of governance support factors, which translates into a maximum cover pool uplift of seven notches. Considering the regularly provided level of overcollateralisation, the cover pool could provide a one-notch buffer against an issuer rating downgrade.

The last credit rating action and its supporting rating rationale can be found on scoperatings.com.

Covered Bonds

AAA

Outlook

Stable

Issuer

A-

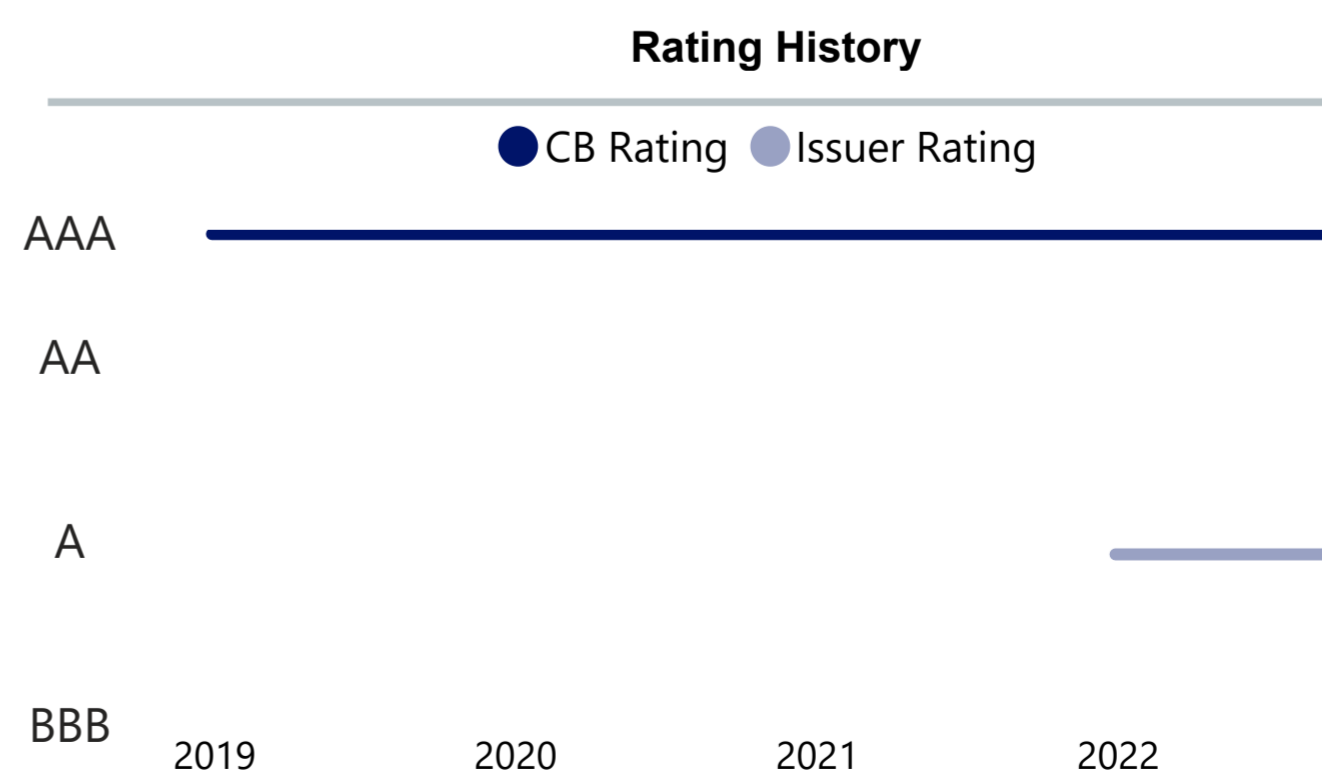
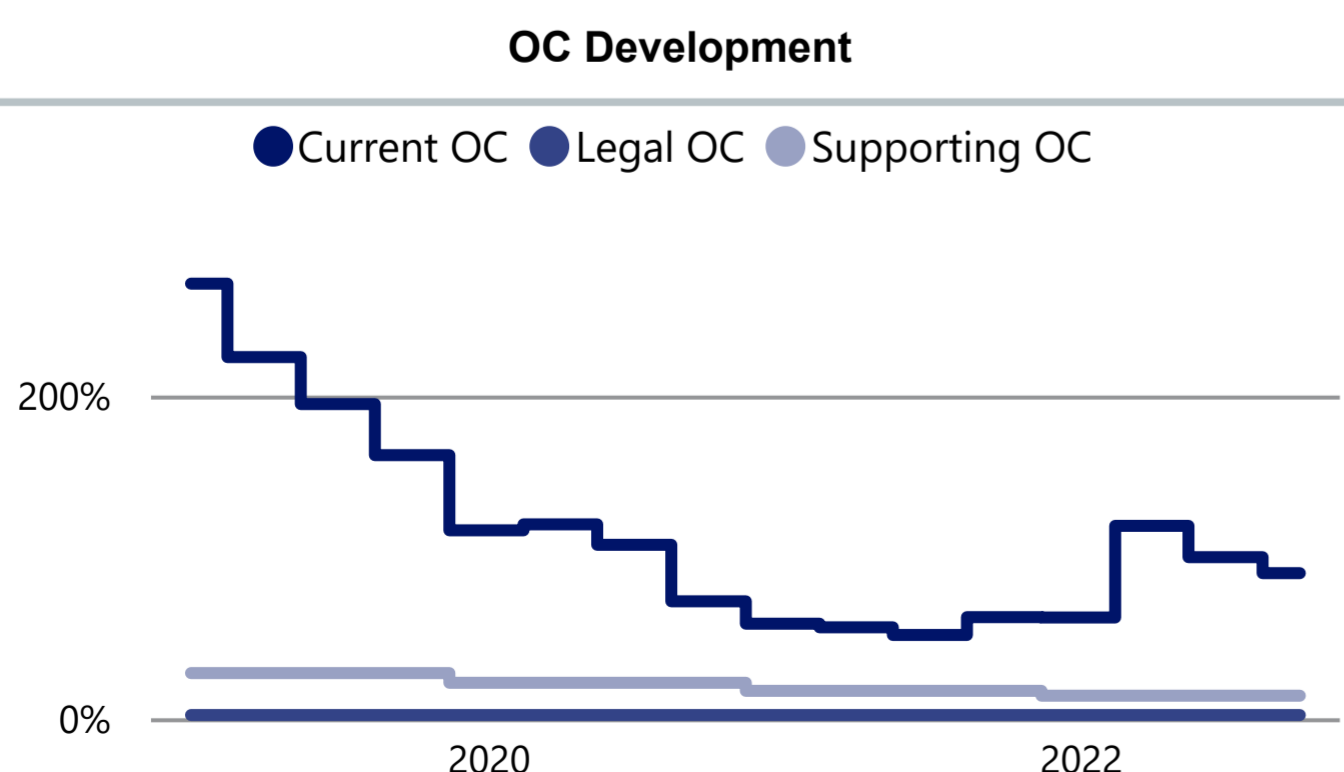
Outlook

Stable

Covered Bonds building blocks

GOVERNANCE SUPPORT	COVER POOL SUPPORT	MAXIMUM RATING DISTANCE	RATING UPLIFT
	Cover pool support +3	D7	(unused)
	Cover pool support +2	D6	AAA
	Cover pool support +1	D5	AA+
Resolution regime +2	Governance support = Covered bond rating floor	D4	AA
Resolution regime +1		D3	AA-
Legal framework +2		D2	A+
Legal framework +1		D1	A
Issuer Rating		D0	A-

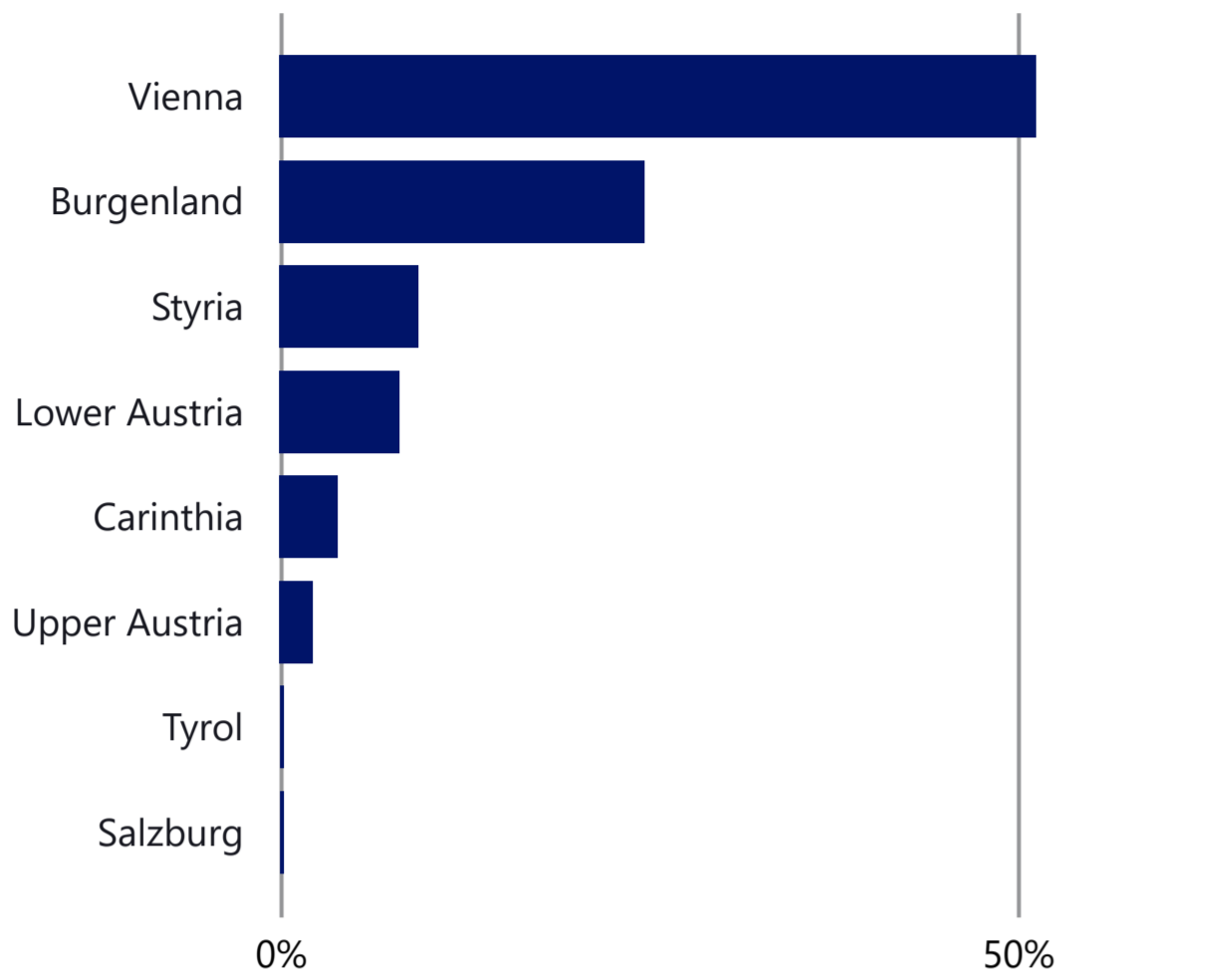
OC & Rating History



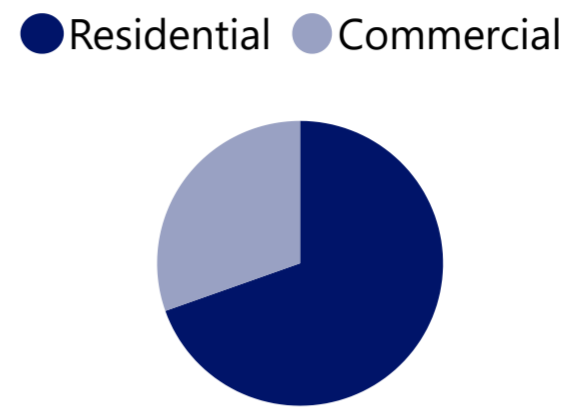
¹The credit rating(s) and outlook(s) provided in this document may not be shared with any unauthorised third party. Data shown is current as of 30 September 2022. This performance report has been created on 05 December 2022 but might have been made available on scoperatings.com on a later date.

Cover Pool Credit Risks as of 30 September 2022

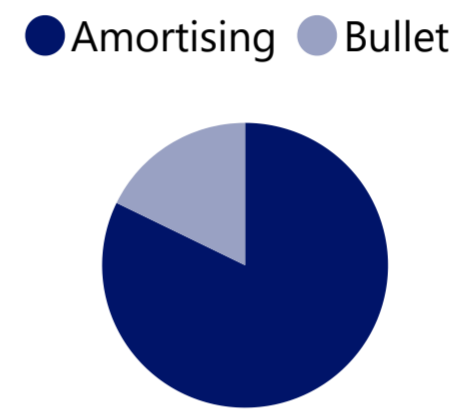
Geographical Distribution



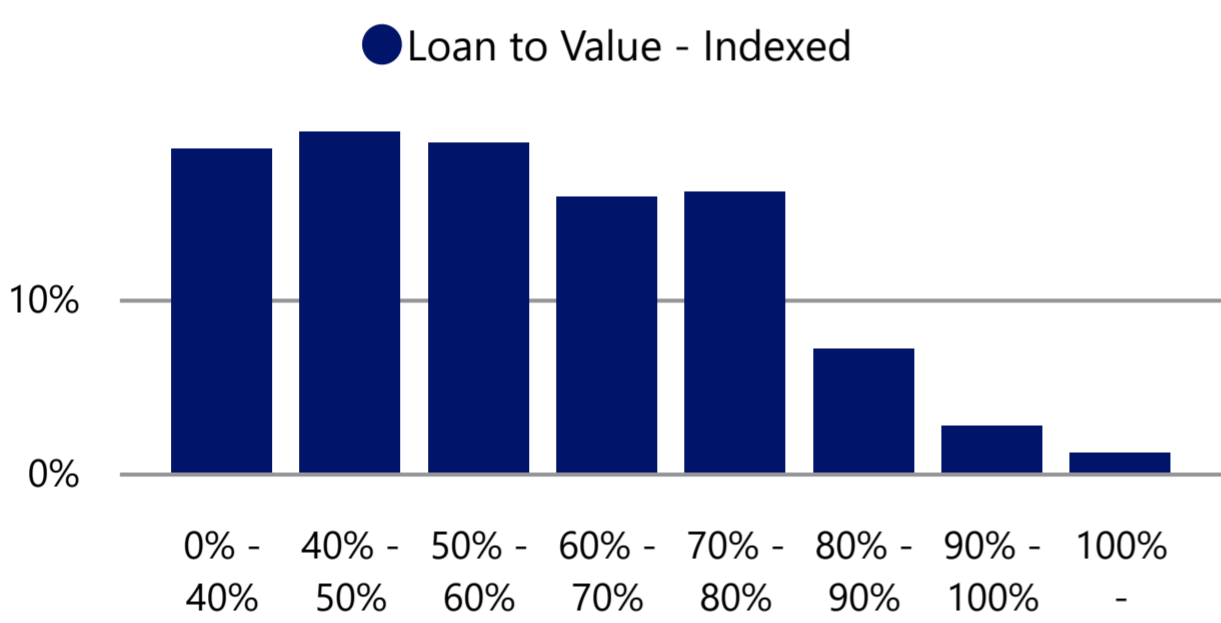
Collateral Type Distribution



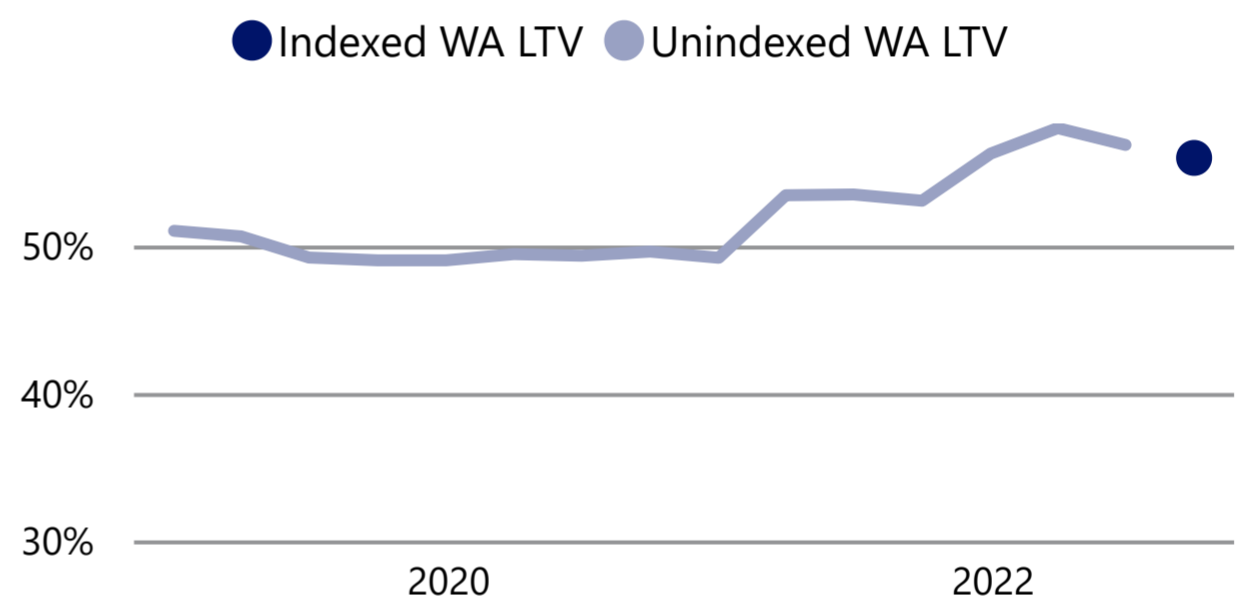
Repayment Type Distribution



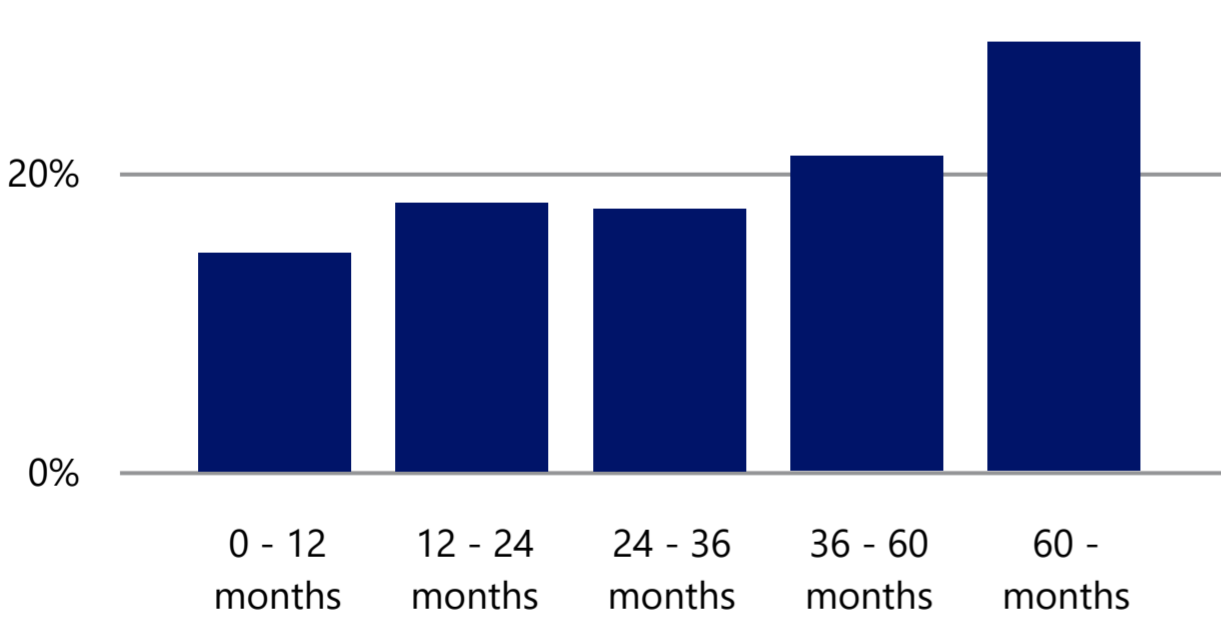
Loan to Value Distribution



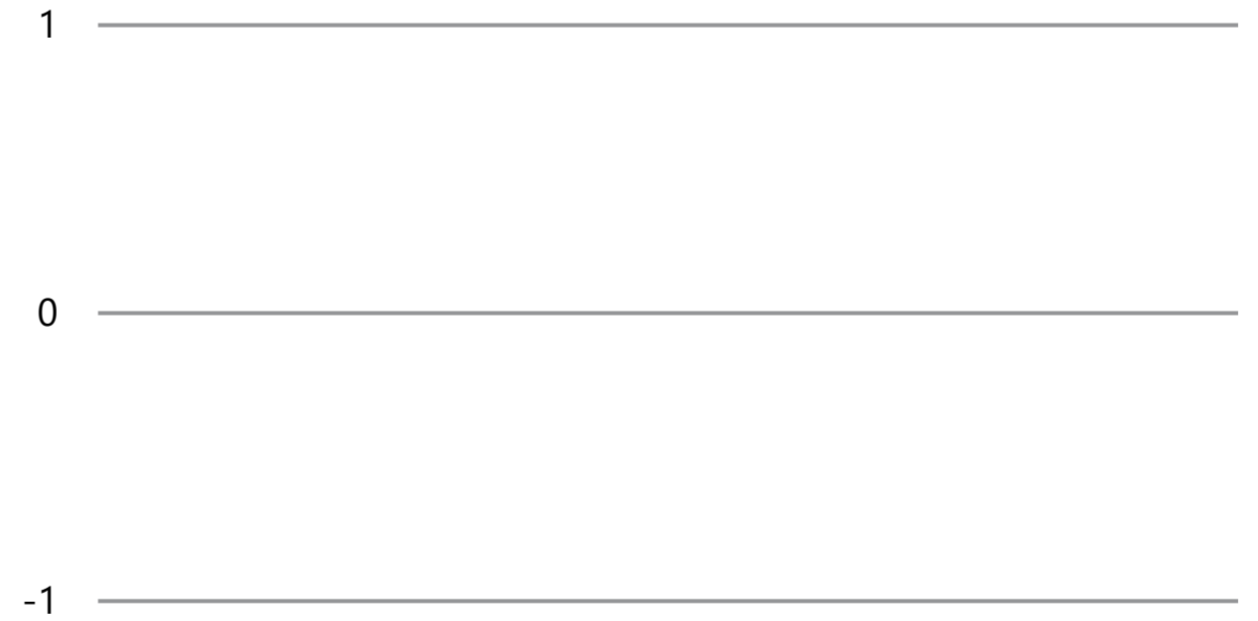
Weighted Average Loan to Value



Seasoning Distribution

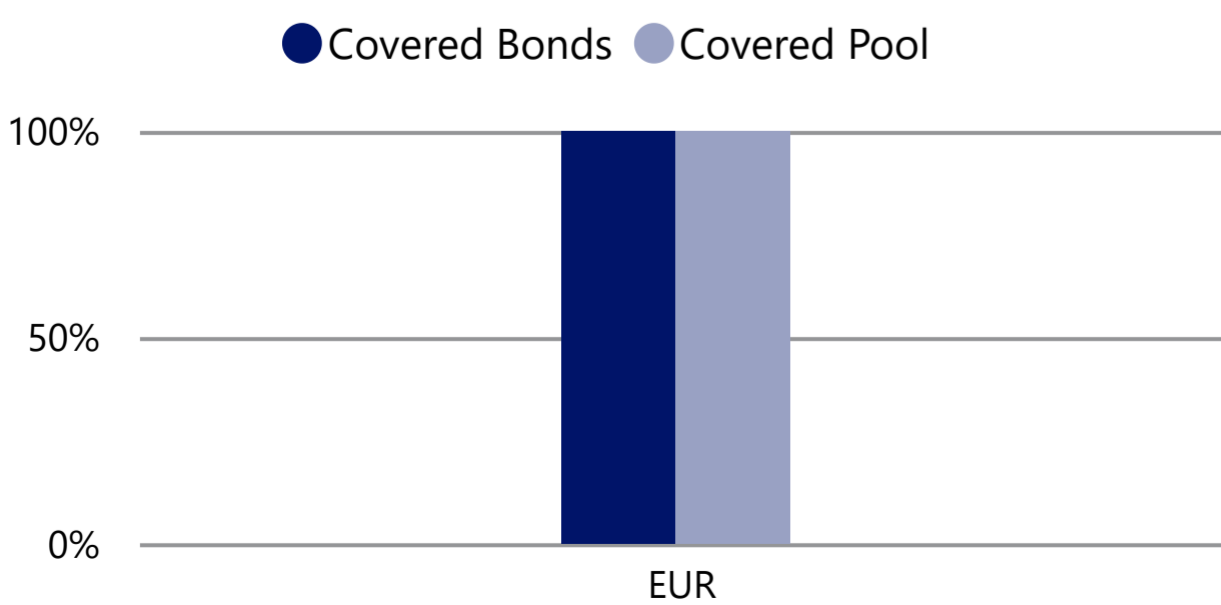


Weighted Average Seasoning & RTM (in months)

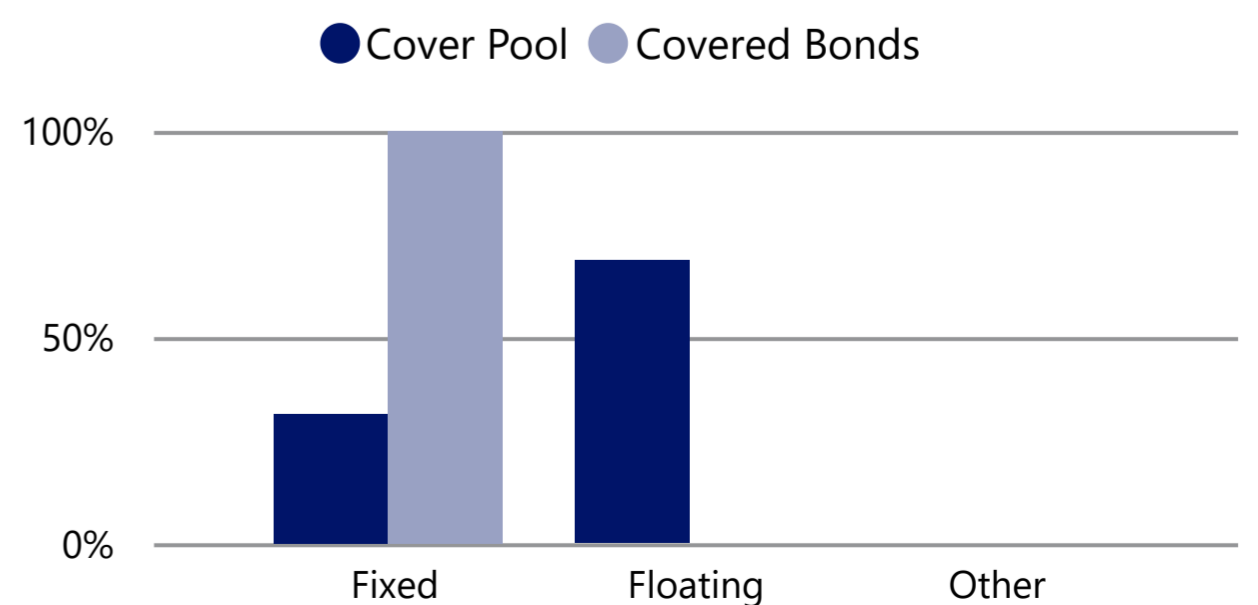


Cover Pool Market Risks as of 30 September 2022

Currency Distribution



Interest Rate Type Distribution



Summary of covered bond characteristics

Scope Metrics	2022Q3	2021Q3
CB Rating	AAA / Stable	AAA / Stable
Issuer Rating	A- / Stable	Conf / Conf
Supporting OC	14.0%	17.0%
Legal Framework Uplift	2	2
Resolution Regime Uplift	2	2
CPC Category	Low	NR
Cover Pool Uplift (Max)	7	7
CoverPoolUplift (Unused)	1	1
General Information - Programme		
Cover Pool Size	1,186,925,137	853,858,209
Outstanding Covered Bonds	624,908,937	524,900,000
Legal OC	2.0%	2.0%
Current OC	89.9%	62.7%
Cover Pool Composition		
Mortgages	98.8%	98.7%
Public Sector	0.0%	0.0%
Substitute Assets	1.2%	1.3%
General information - Mortgage		
Number of Loans/Borrowers	4,565	3,903
Average Loan/Borrower Amount ('000)	256.82	256.52
Top 10	17.5%	14.3%
NPL	0.0%	0.0%
Unindexed WA LTV	NR	53.0%
Indexed WA LTV	55.9%	ND
Maturity Profile		
Cover Pool WAL (contractual; in years)	7.54	6.84
Covered Bonds WAL (initial; in years)	11.37	11.24
Covered Bonds WAL (extended; in years)	NR	ND
Cover Pool - Interest Rate Types		
Fixed	31.4%	27.0%
Floating	68.6%	73.0%
Other	0.0%	0.0%
Covered Bonds - Interest Rate Types		
Fixed	100.0%	100.0%
Floating	0.0%	0.0%
Other	0.0%	0.0%
Cover Pool - Currencies		
	EUR 100.0%	EUR 100.0%
Covered Bonds - Currencies		
	EUR 100.0%	EUR 100.0%
Regions (Top 3)		
Vienna	51.3%	Vienna 47.6%
Burgenland	24.8%	Burgenland 29.5%
Styria	9.4%	Styria 12.7%

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Latest related research (see [here](#))**Current methodologies (see [here](#))****Scope Ratings GmbH**

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