

Credit Rating

Covered Bonds



Compagnie de Financement Foncier SA

Obligations Foncières -

Mixed Covered Bonds

Performance Report - 2023Q1

Summary

The AAA rating with a Stable Outlook assigned to the covered bonds (Obligations Foncières) issued by Compagnie de Financement Foncier SA are based on the bank's issuer rating (A+ / Stable), enhanced by four notches of governance-support based uplift.

Governance support factors, in total, provide an rating uplift of up to six 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 France.

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 nine notches. Considering the regularly provided level of overcollateralisation, the cover pool could provide a five-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+

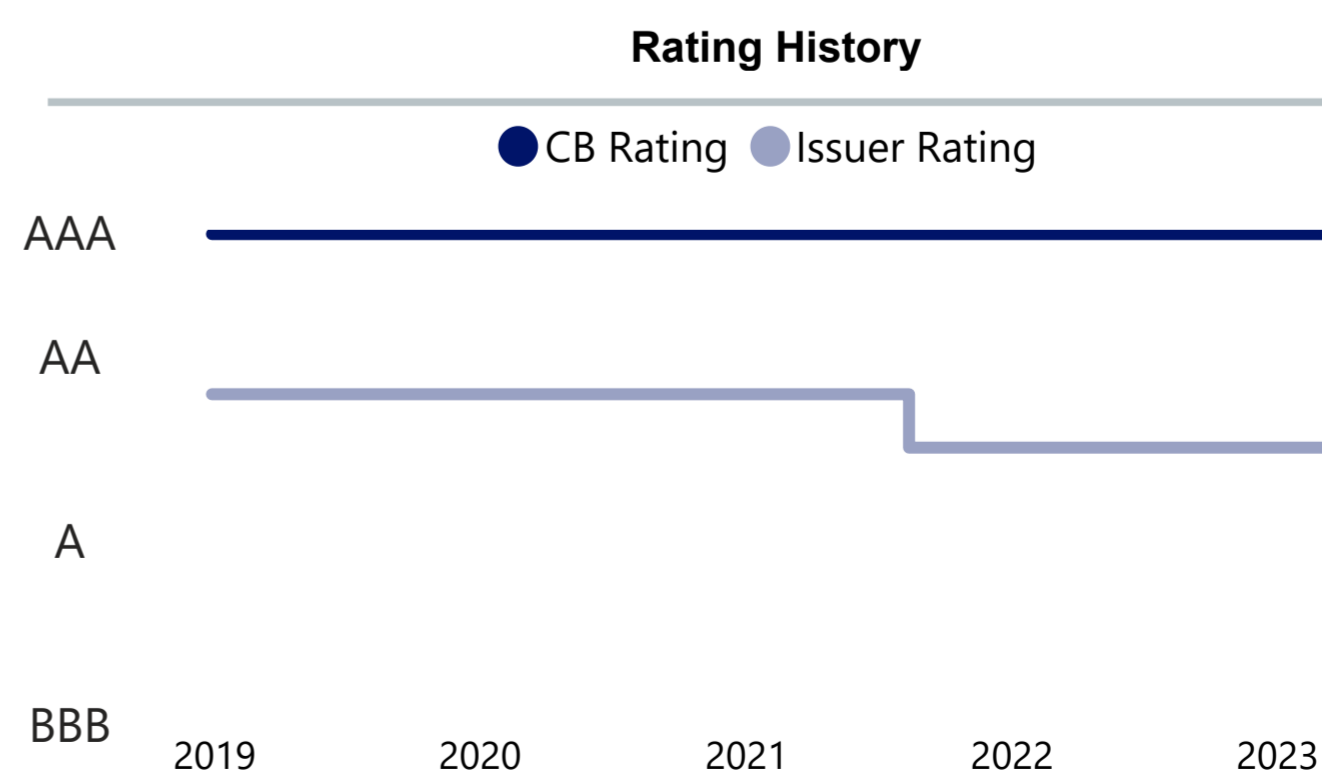
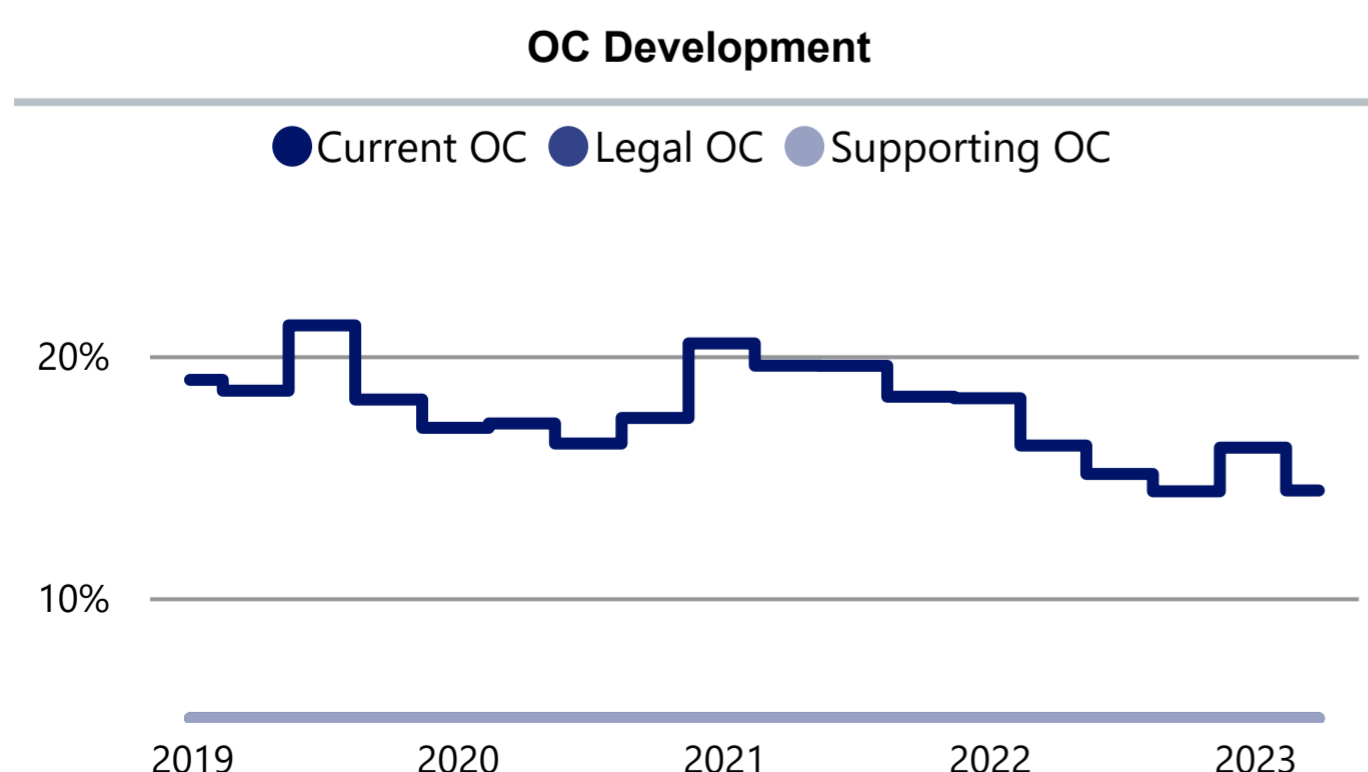
Outlook

Stable

Covered Bonds building blocks

| GOVERNANCE SUPPORT | COVER POOL SUPPORT | MAXIMUM RATING DISTANCE | RATING UPLIFT |
|----------------------|--|-------------------------|---------------|
| | Cover pool support +3 | D9 | (unused) |
| | Cover pool support +2 | D8 | (unused) |
| | Cover pool support +1 | D7 | (unused) |
| Resolution regime +4 | Governance support = Covered bond rating floor | D6 | (unused) |
| Resolution regime +3 | | D5 | (unused) |
| Resolution regime +2 | | D4 | AAA |
| Resolution regime +1 | | D3 | AA+ |
| Legal framework +2 | | D2 | AA |
| Legal framework +1 | | D1 | AA- |
| Issuer Rating | | D0 | A+ |

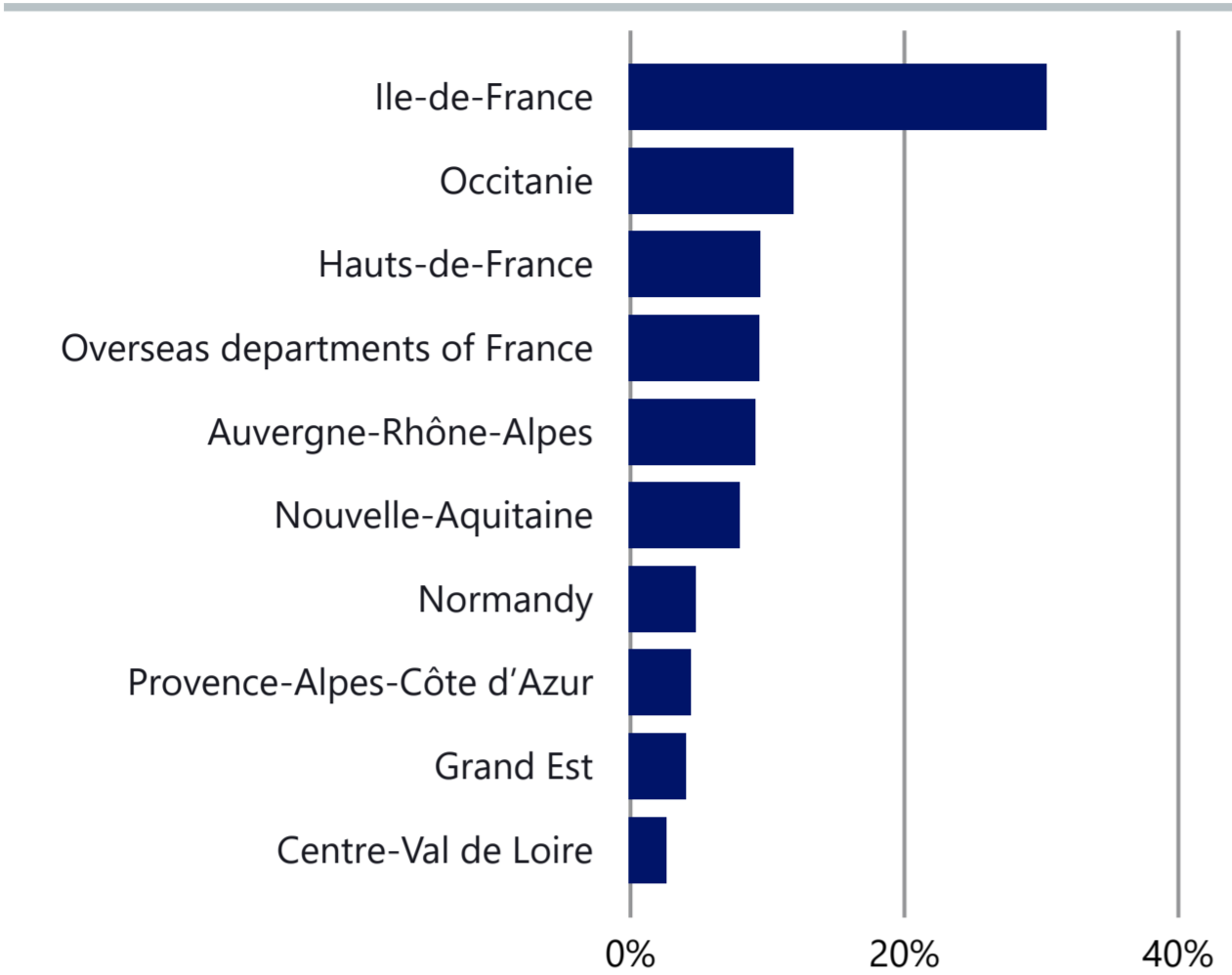
OC & Rating History



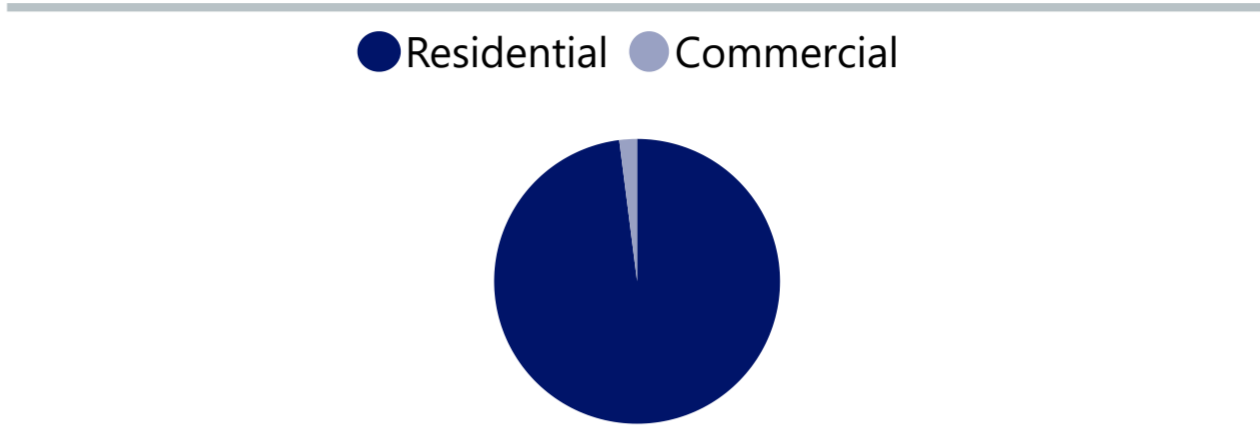
¹The credit rating(s) and outlook(s) provided in this document may not be shared with any unauthorised third party. Data shown is current as of 31 March 2023. This performance report has been created on 17 May 2023 but might have been made available on scoperatings.com on a later date.

Mortgage Pool Credit Risks as of 31 March 2023

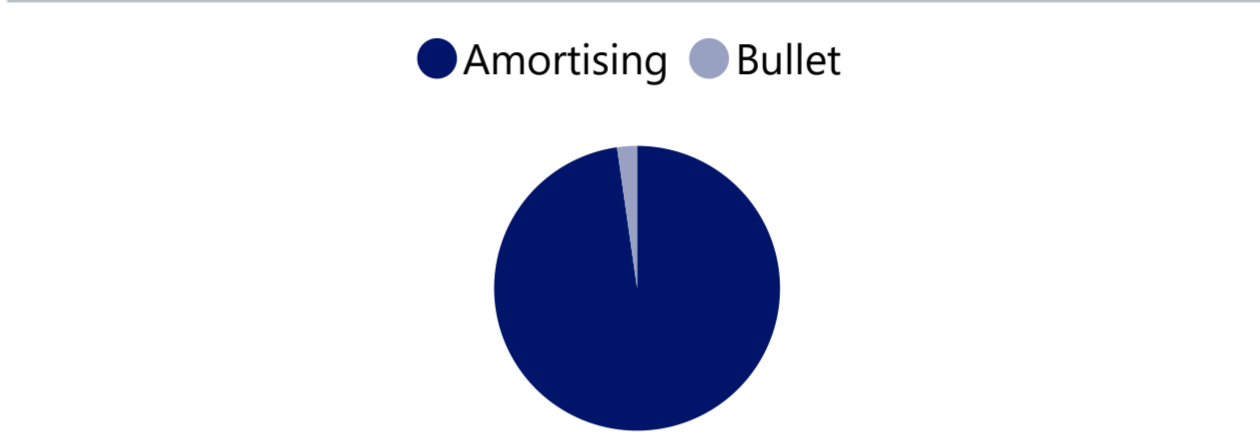
Geographical Distribution



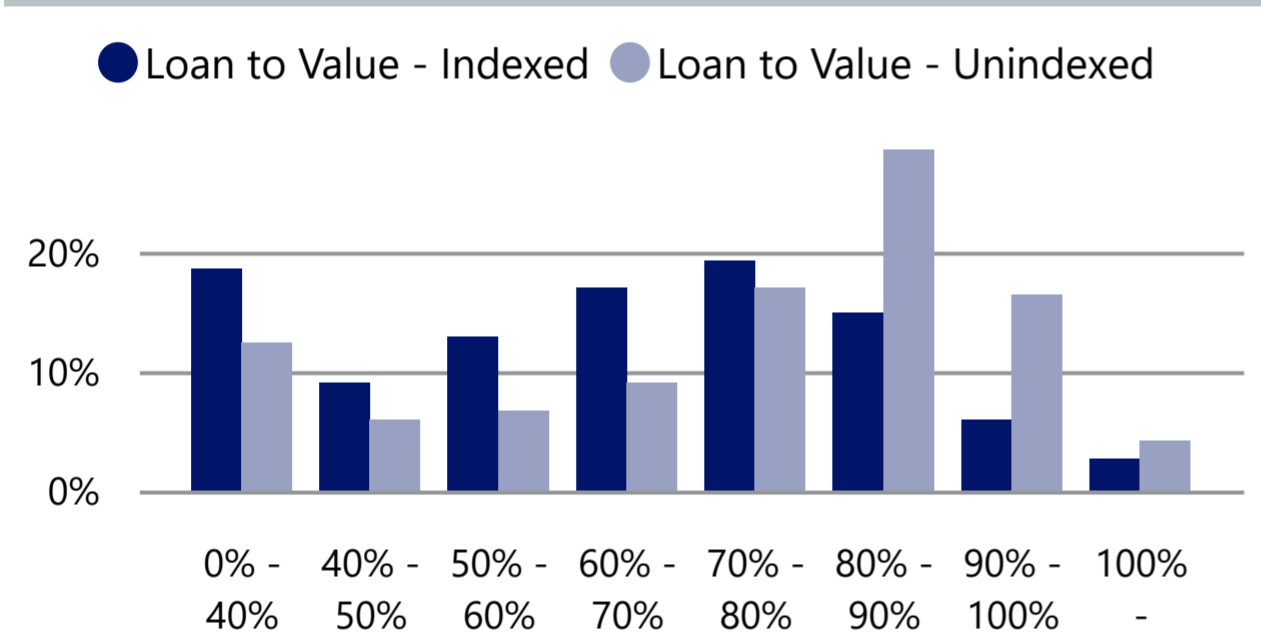
Collateral Type Distribution



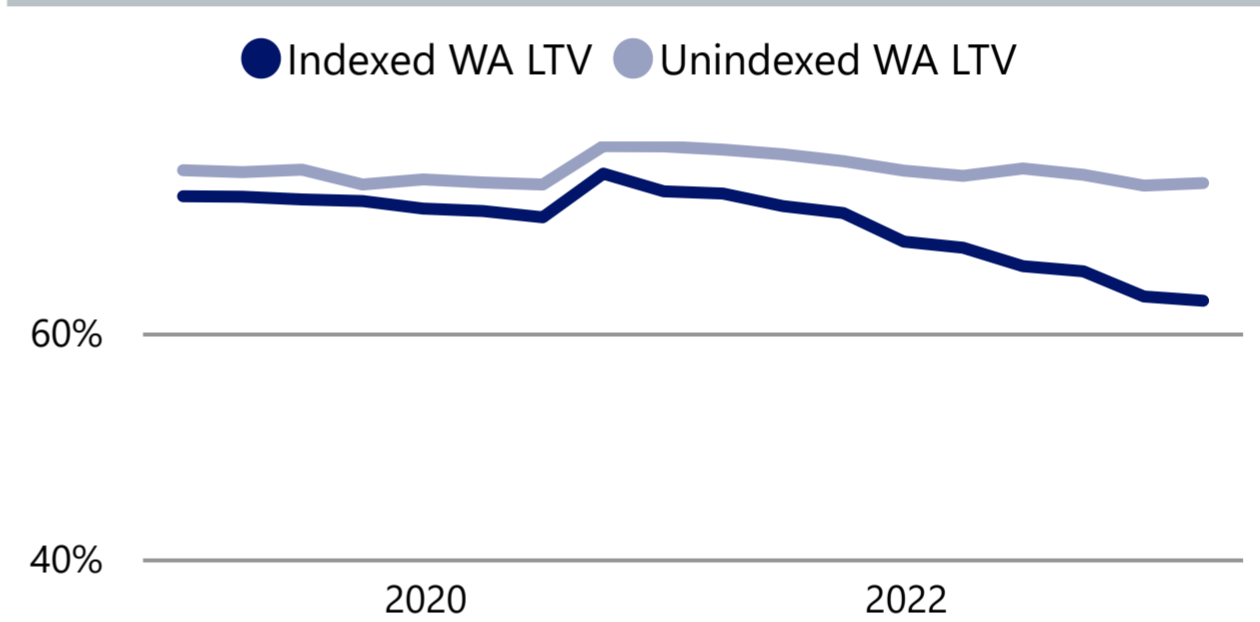
Repayment Type Distribution



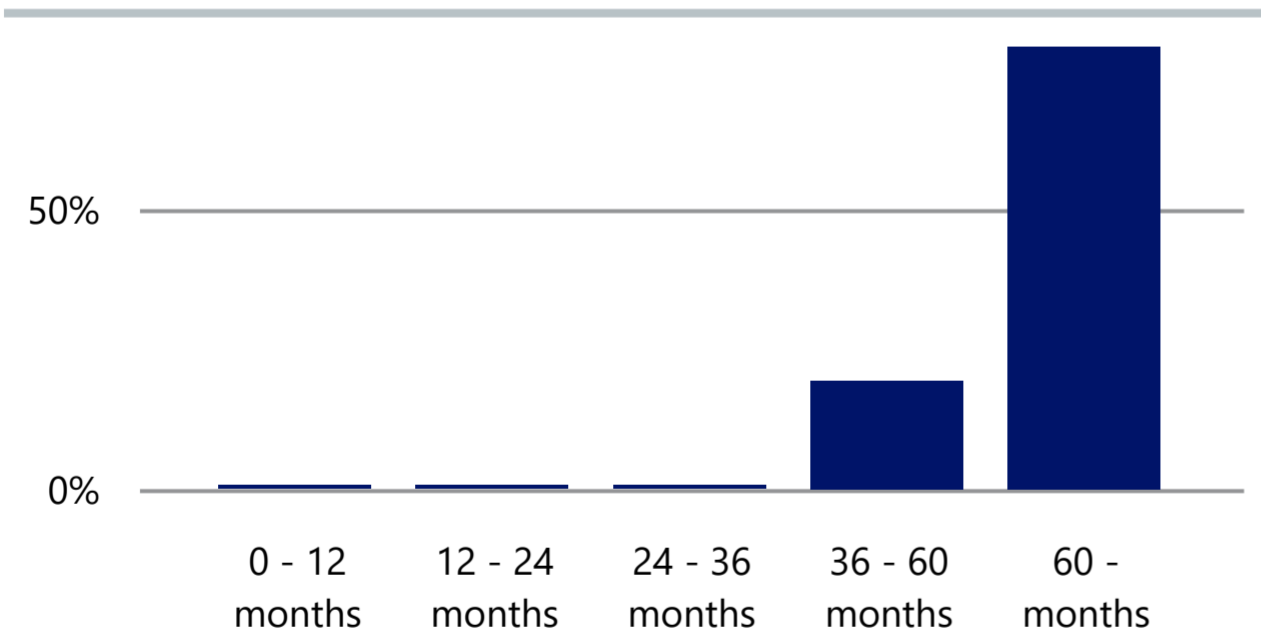
Loan to Value Distribution



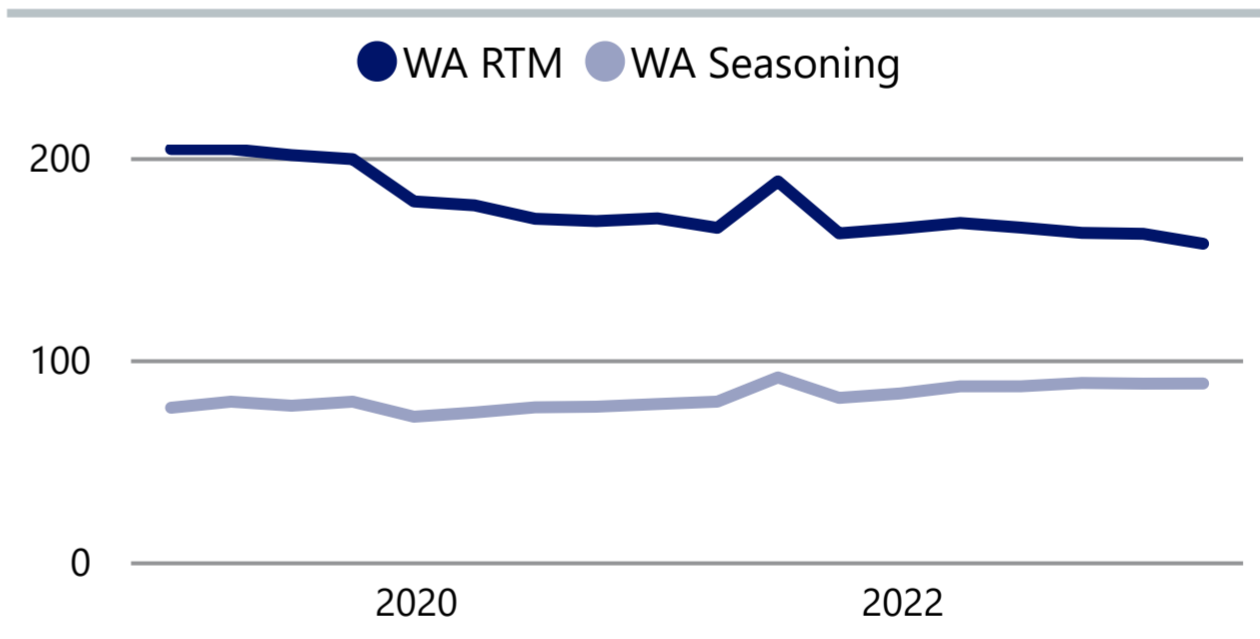
Weighted Average Loan to Value



Seasoning Distribution

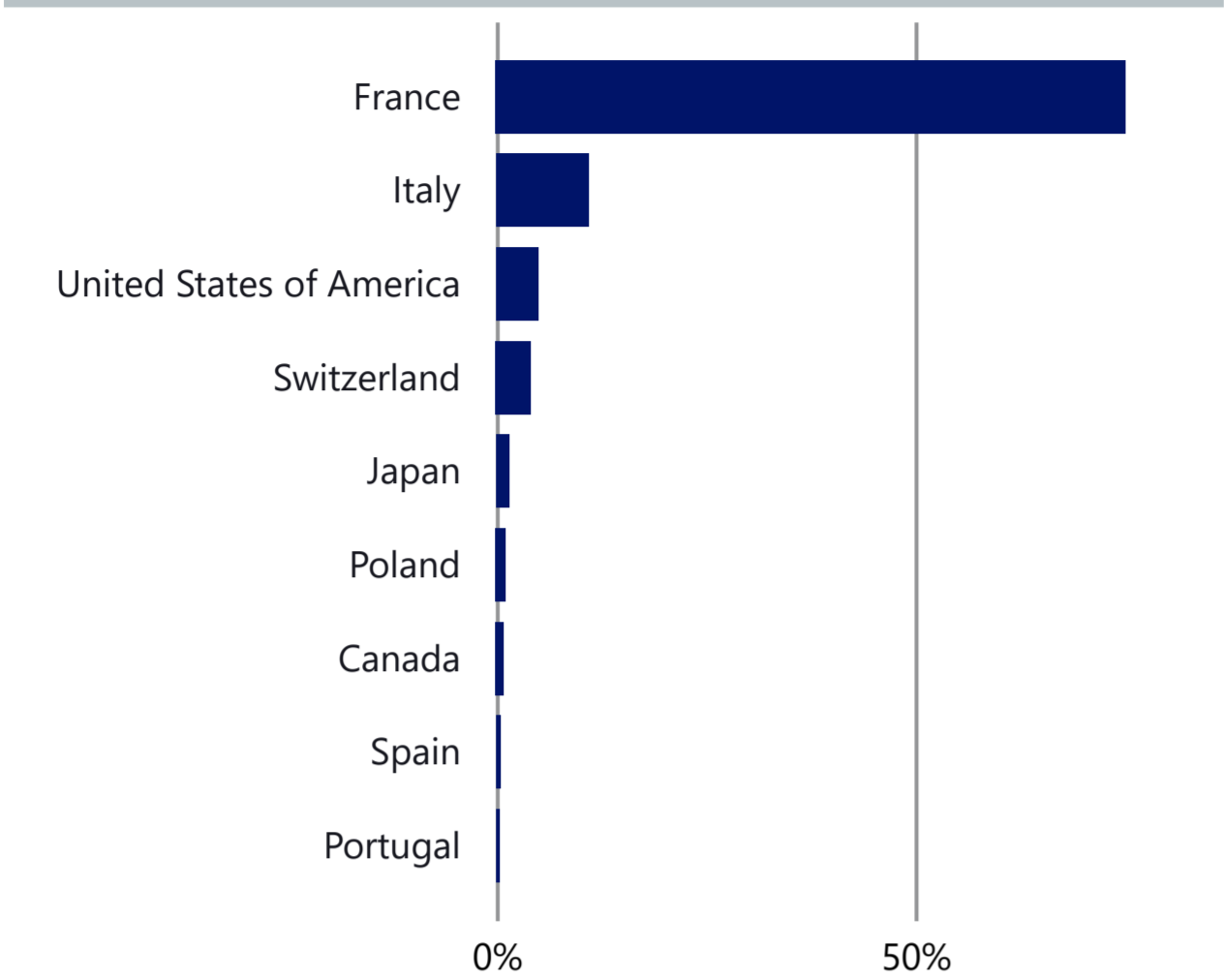


Weighted Average Seasoning & RTM (in months)

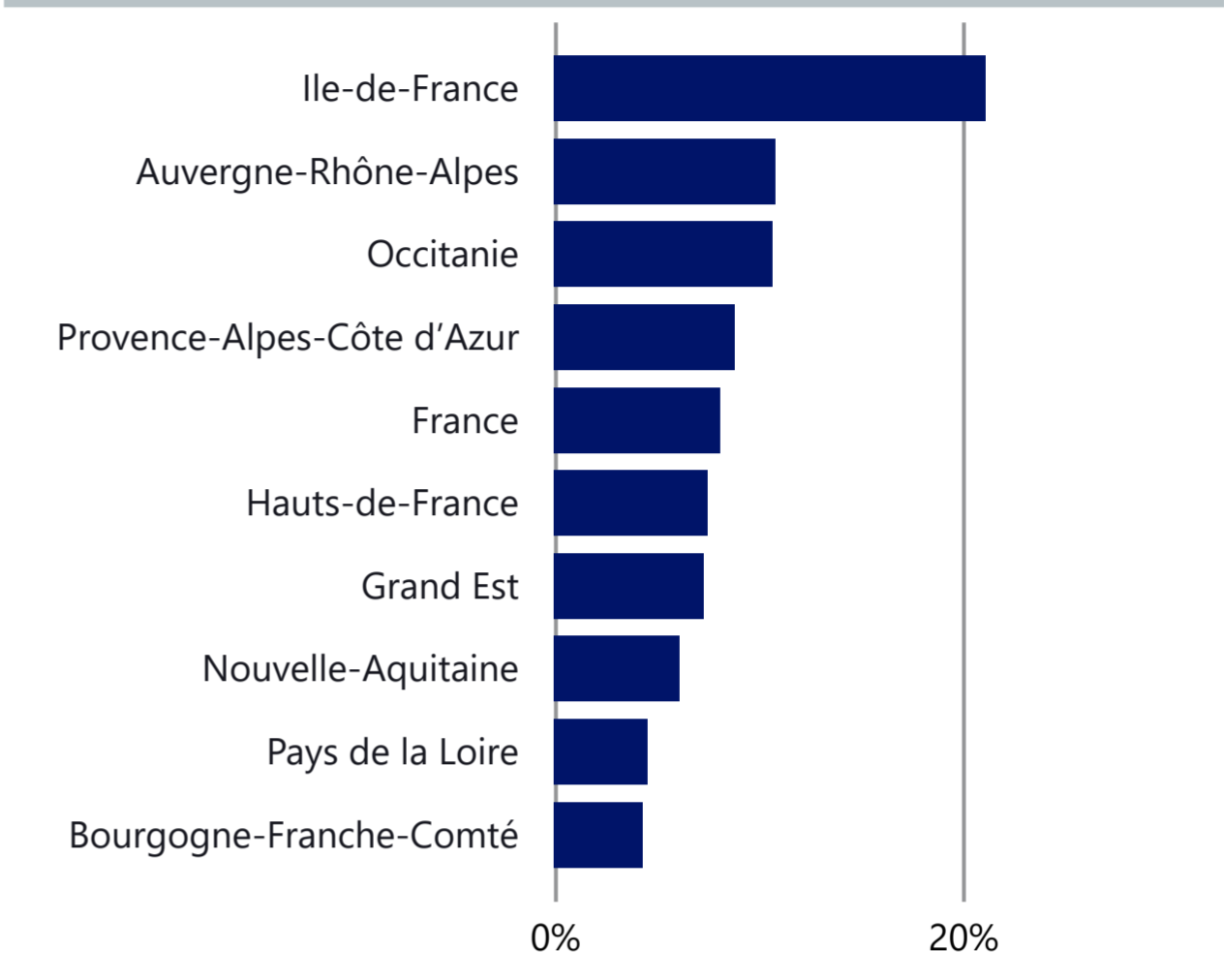


Public Sector Pool Credit Risks as of 31 March 2023

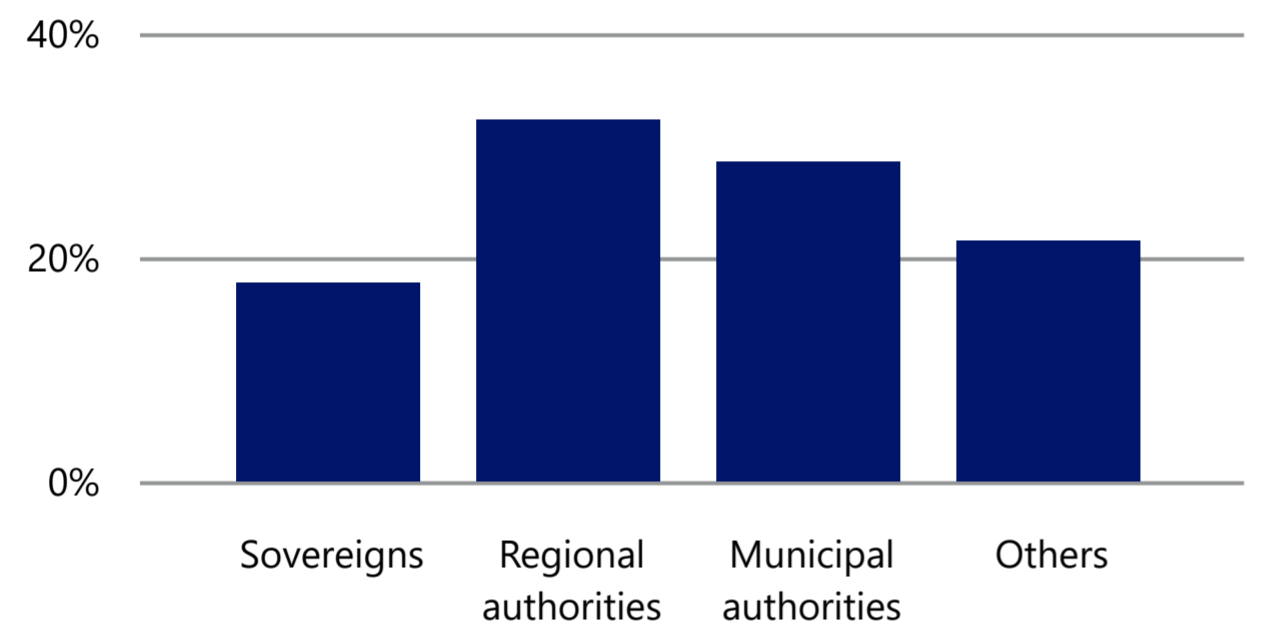
Country Distribution



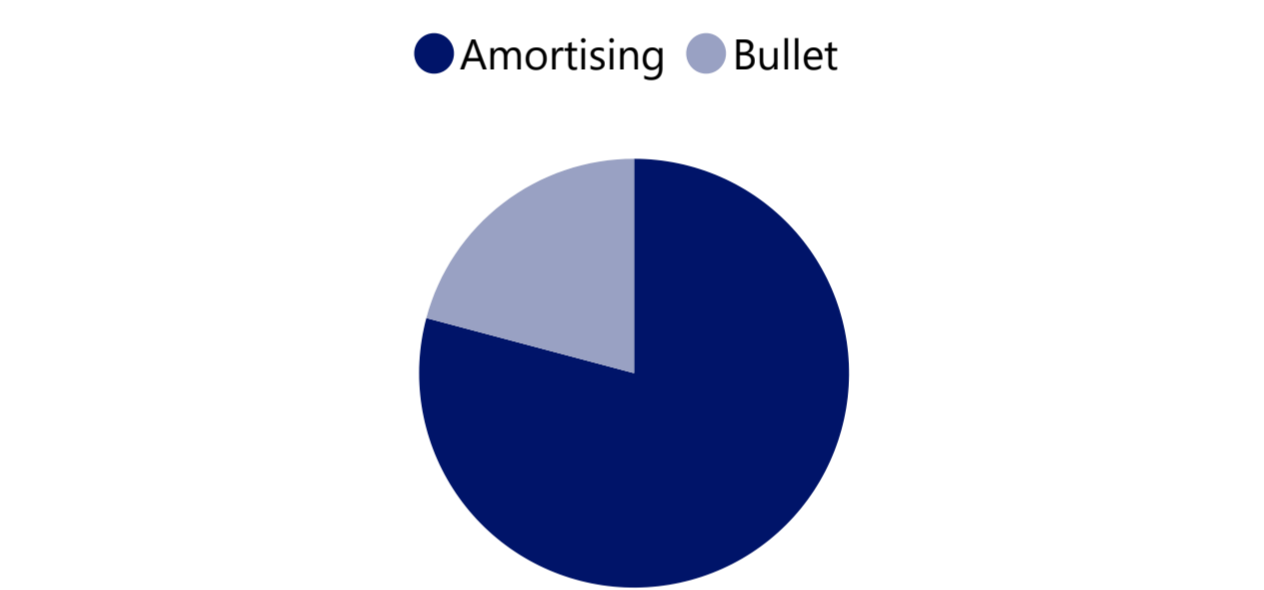
Regional Distribution



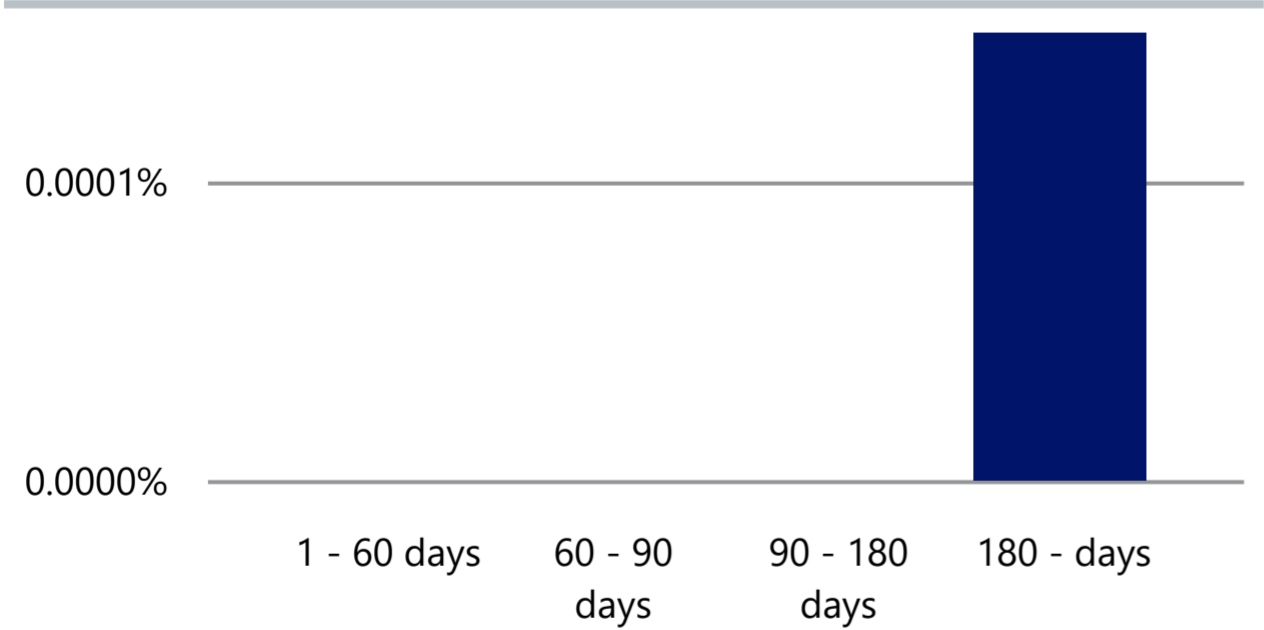
Debtor Type Distribution



Repayment Type Distribution

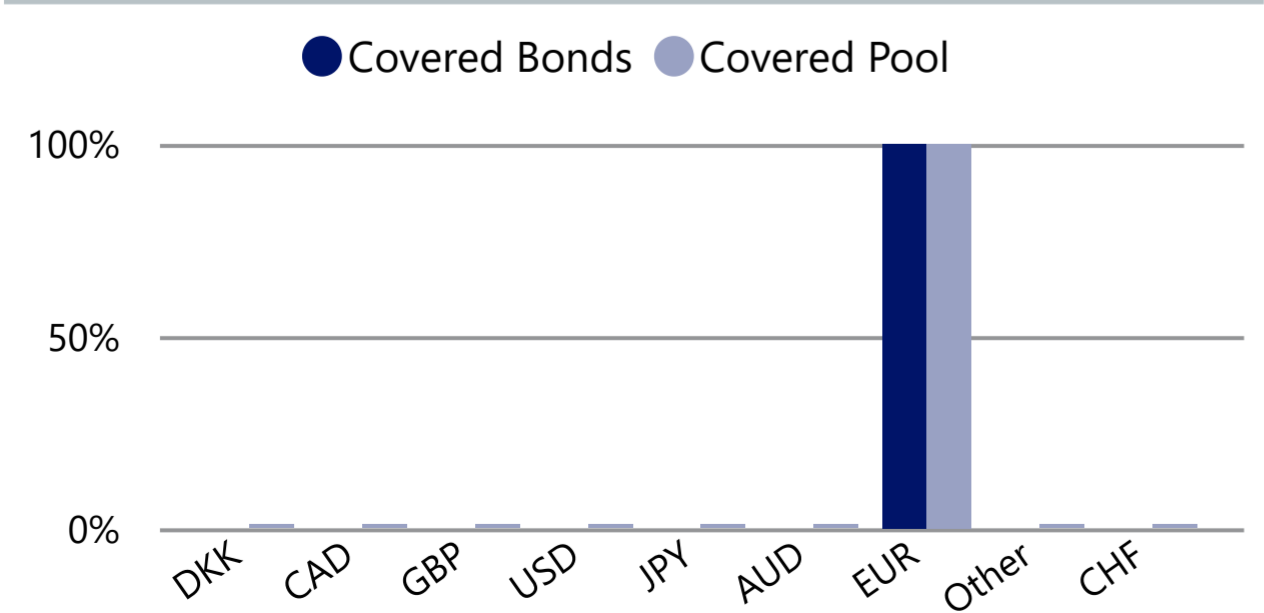


Arrears

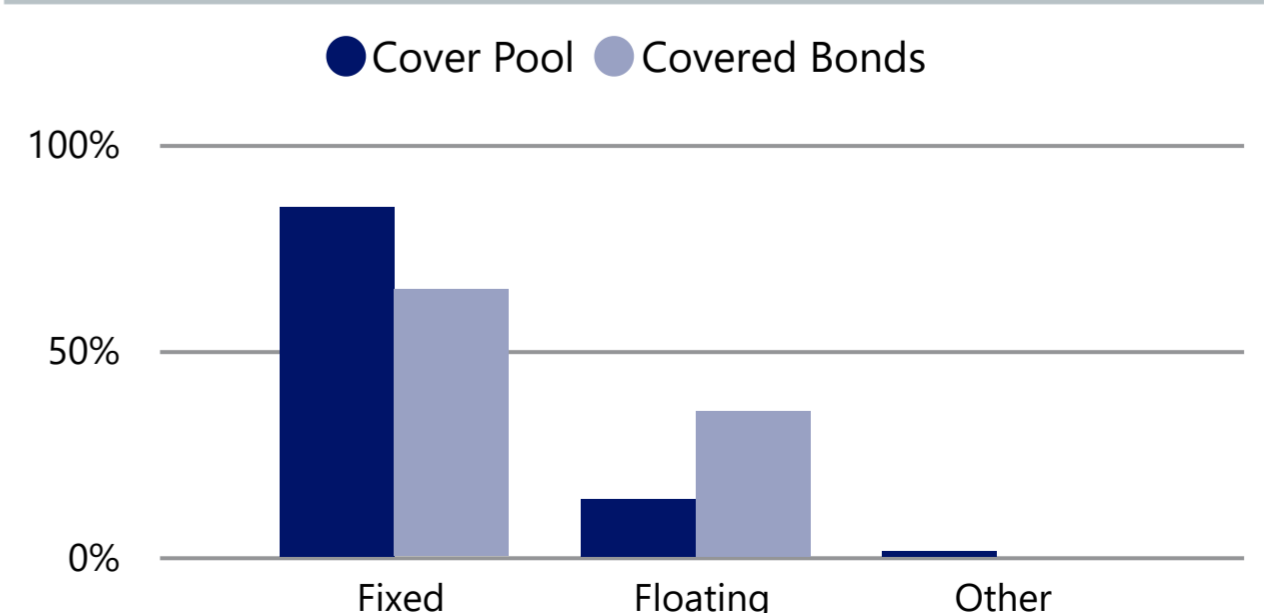


Cover Pool Market Risks as of 31 March 2023

Currency Distribution



Interest Rate Type Distribution



Summary of covered bond characteristics

| Scope Metrics | 2023Q1 | 2022Q1 |
|--|----------------|-------------------------------|
| CB Rating | AAA / Stable | AAA / Stable |
| Issuer Rating | A+ / Stable | A+ / Stable |
| Supporting OC | 5.0% | 5.0% |
| Legal Framework Uplift | 2 | 2 |
| Resolution Regime Uplift | 4 | 4 |
| CPC Category | Low | Low |
| Cover Pool Uplift (Max) | 9 | 9 |
| CoverPoolUplift (Unused) | 5 | 5 |
| General Information - Programme | | |
| Cover Pool Size | 59,901,508,000 | 60,943,416,153 |
| Outstanding Covered Bonds | 52,355,889,000 | 52,416,335,236 |
| Legal OC | 5.0% | 5.0% |
| Current OC | 14.4% | 16.3% |
| Cover Pool Composition | | |
| Mortgages | 45.3% | 50.6% |
| Public Sector | 45.3% | 40.3% |
| Substitute Assets | 9.4% | 9.1% |
| General information - Public Sector | | |
| Number of Loans/Borrowers | 7,699 | 7,412 |
| Average Loan/Borrower Amount ('000) | 3,484.90 | 3,279.54 |
| Top 10 | 11.9% | 10.9% |
| NPL | 0.0% | 0.0% |
| Maturity Profile | | |
| Cover Pool WAL (contractual; in years) | 7.91 | 8.24 |
| Covered Bonds WAL (initial; in years) | 7.08 | 6.96 |
| Covered Bonds WAL (extended; in years) | 7.08 | 6.96 |
| Cover Pool - Interest Rate Types | | |
| Fixed | 84.8% | 84.3% |
| Floating | 13.9% | 15.0% |
| Other | 1.3% | 0.7% |
| Covered Bonds - Interest Rate Types | | |
| Fixed | 64.7% | 63.4% |
| Floating | 35.3% | 36.6% |
| Other | 0.0% | 0.0% |
| Cover Pool - Currencies | | |
| EUR | 100.0% | EUR 100.0% |
| CHF | 0.0% | CHF 0.0% |
| Covered Bonds - Currencies | | |
| EUR | 100.0% | EUR 100.0% |
| Regions (Top 3) | | |
| France | 75.2% | France 71.8% |
| Italy | 11.0% | Italy 12.5% |
| United States of America | 5.1% | United States of America 5.7% |

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Latest related research (see [here](#))

Current methodologies (see [here](#))

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