

## HYPO-BANK BURGENLAND AG

### Hypothekenpfandbriefe (AT) - Residential & Commercial Mortgage Covered Bonds Performance Report - 2022Q4

#### 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 five 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 eight notches. Considering the regularly provided level of overcollateralisation, the cover pool could provide a two-notch buffer against an issuer rating downgrade.

The last credit rating action and its supporting rating rationale can be found on [scoperatings.com](https://scoperatings.com).

Covered Bonds

# AAA

Outlook

# Stable

Issuer

# A-

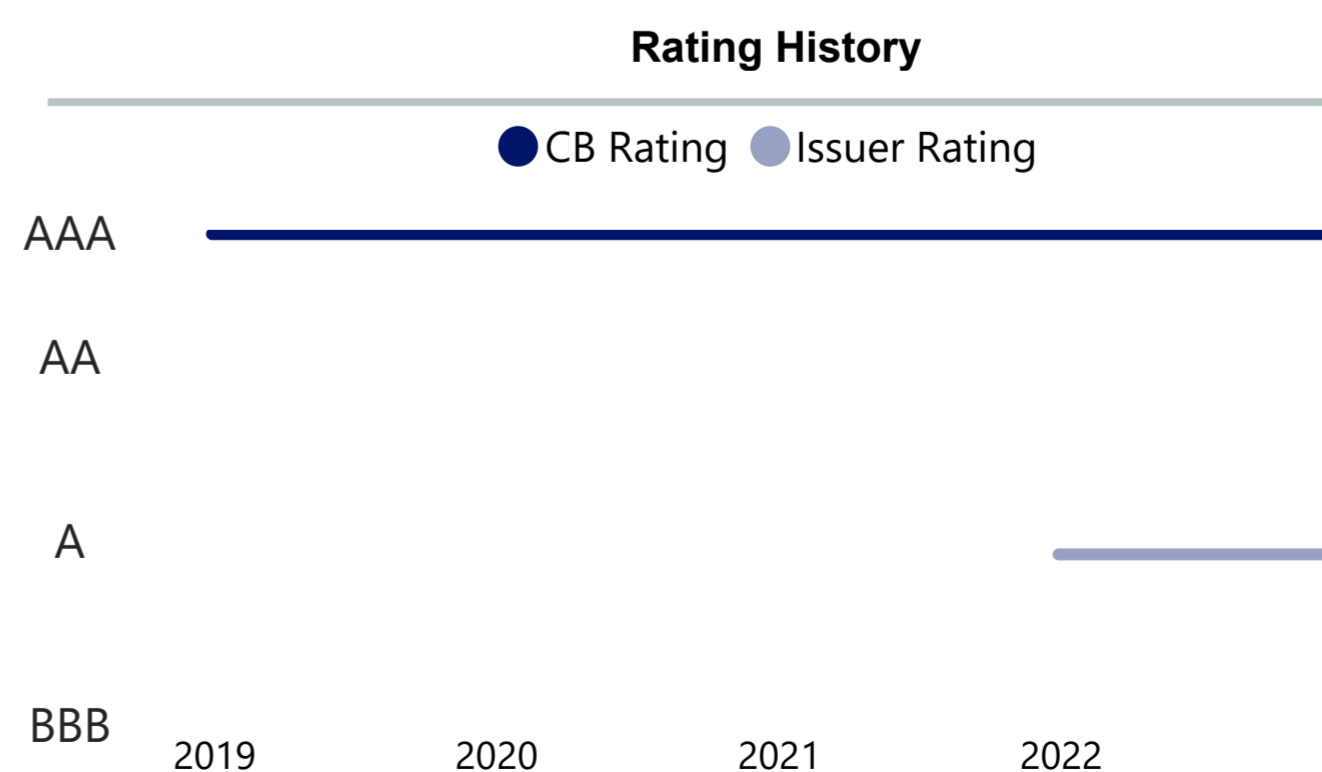
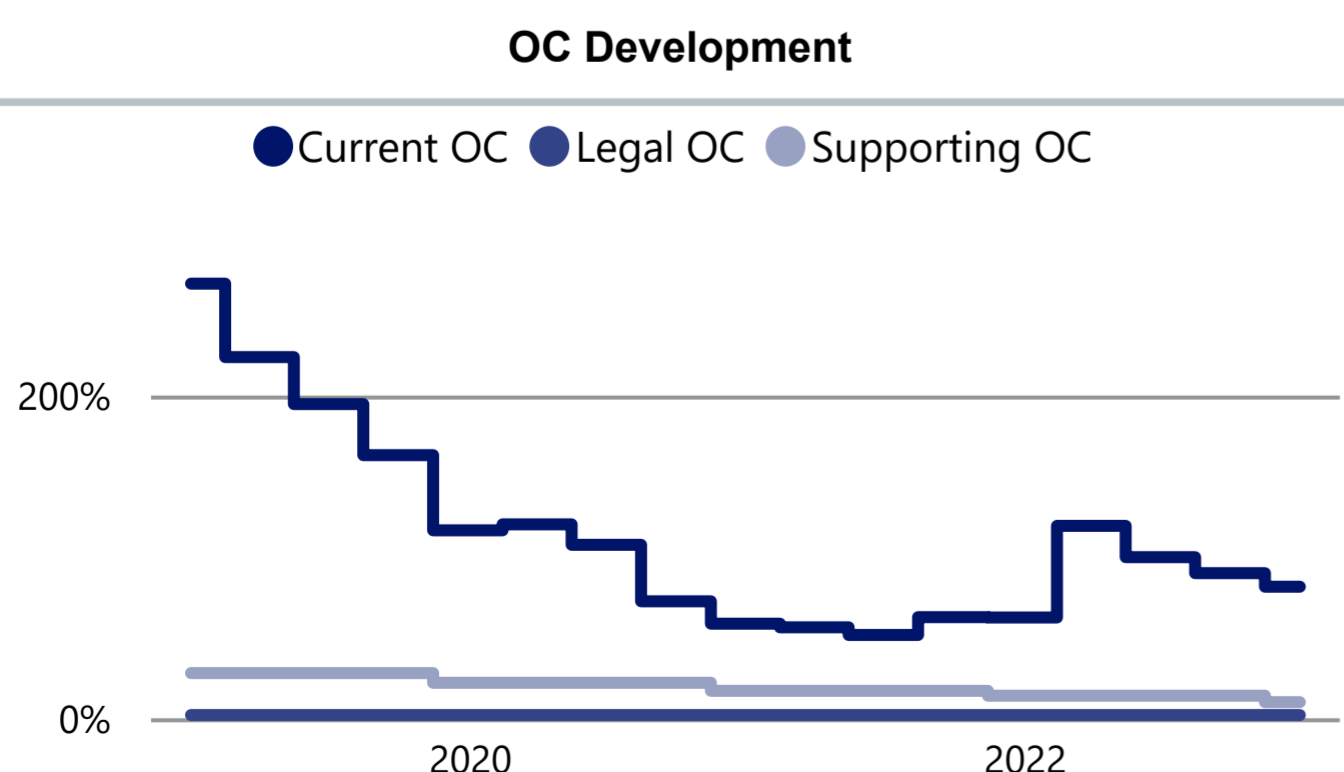
Outlook

# Stable

#### Covered Bonds building blocks

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

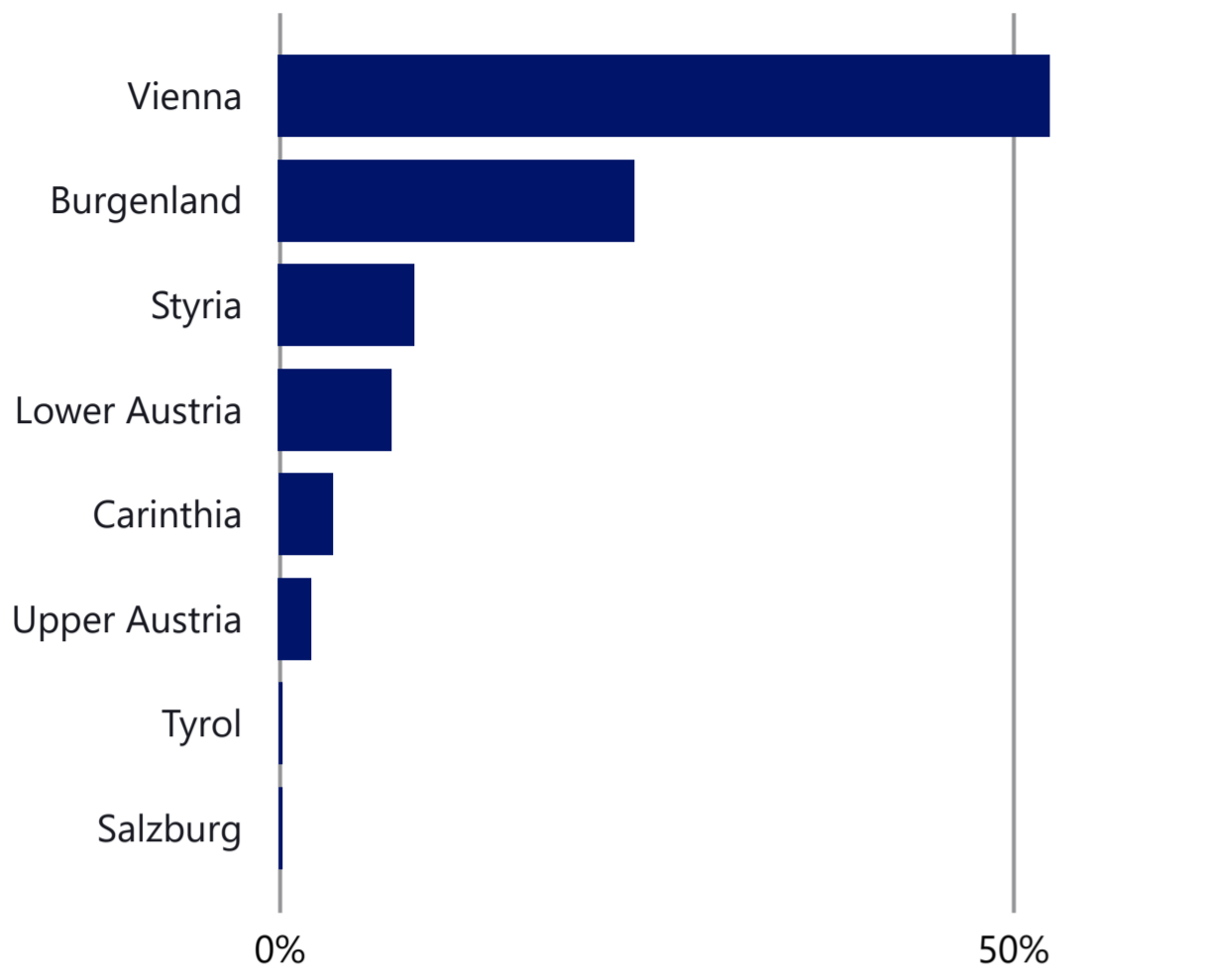
#### OC & Rating History



<sup>1</sup>The 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 December 2022. This performance report has been created on 13 March 2023 but might have been made available on [scoperatings.com](https://scoperatings.com) on a later date.

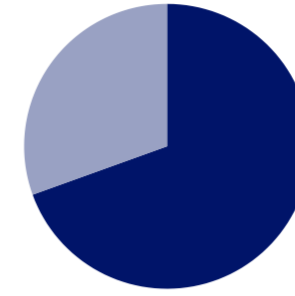
**Cover Pool Credit Risks as of 31 December 2022**

**Geographical Distribution**



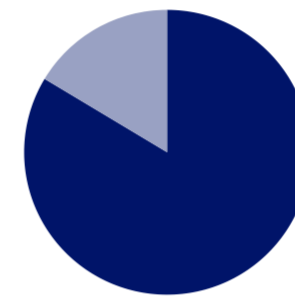
**Collateral Type Distribution**

● Residential ● Commercial



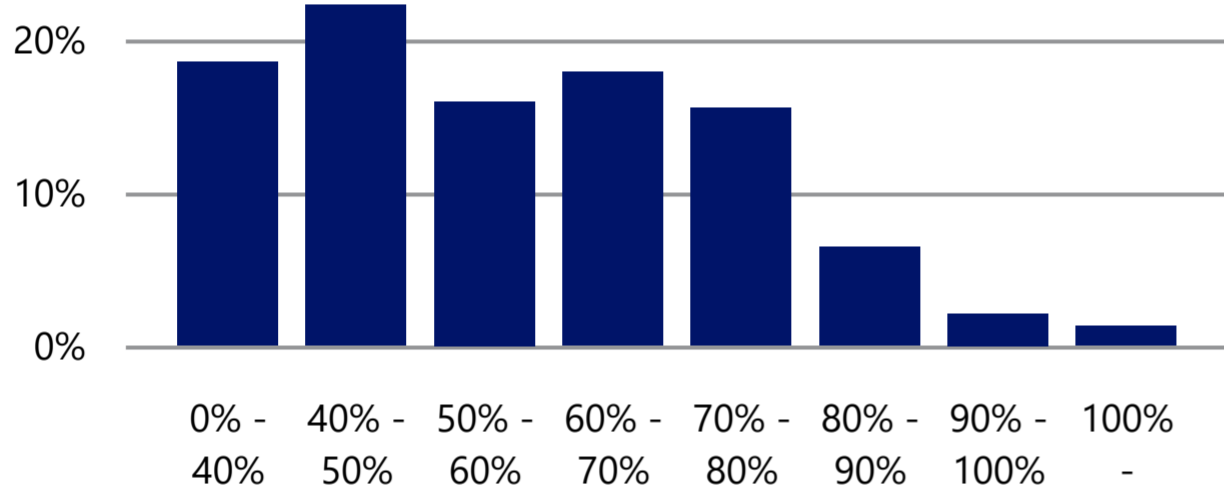
**Repayment Type Distribution**

● Amortising ● Bullet



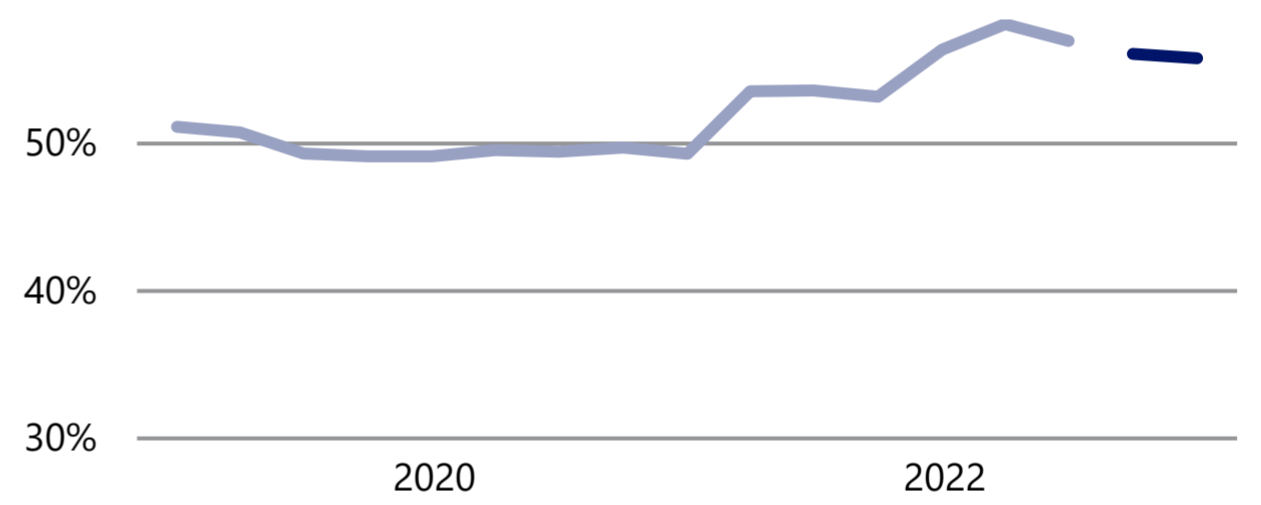
**Loan to Value Distribution**

● Loan to Value - Indexed

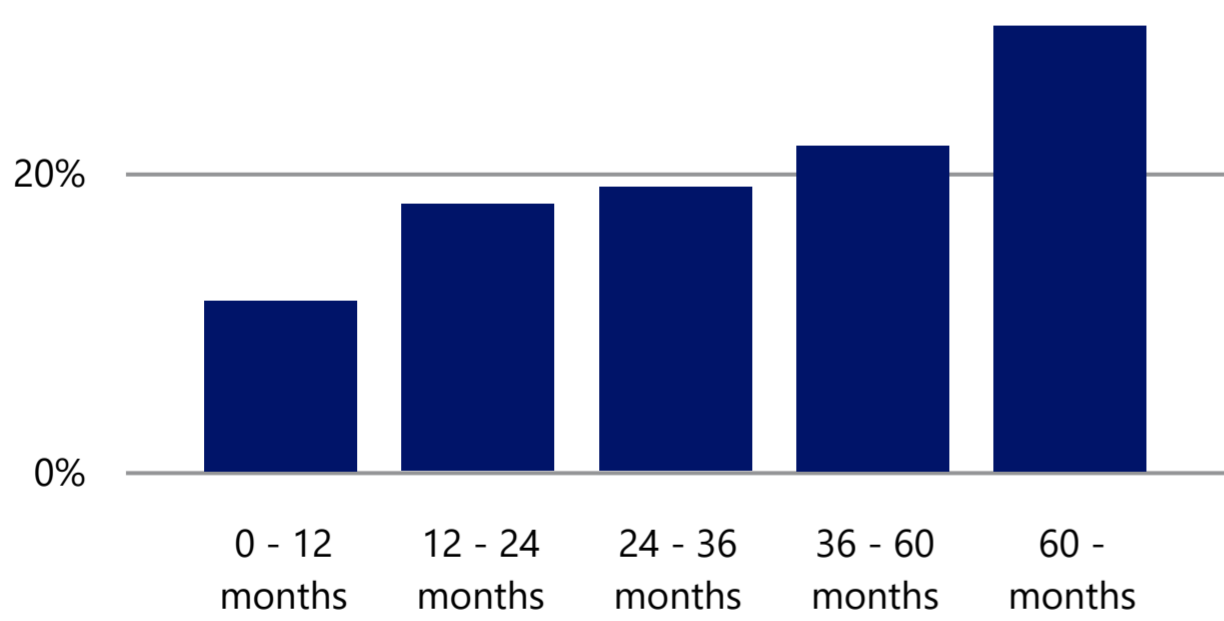


**Weighted Average Loan to Value**

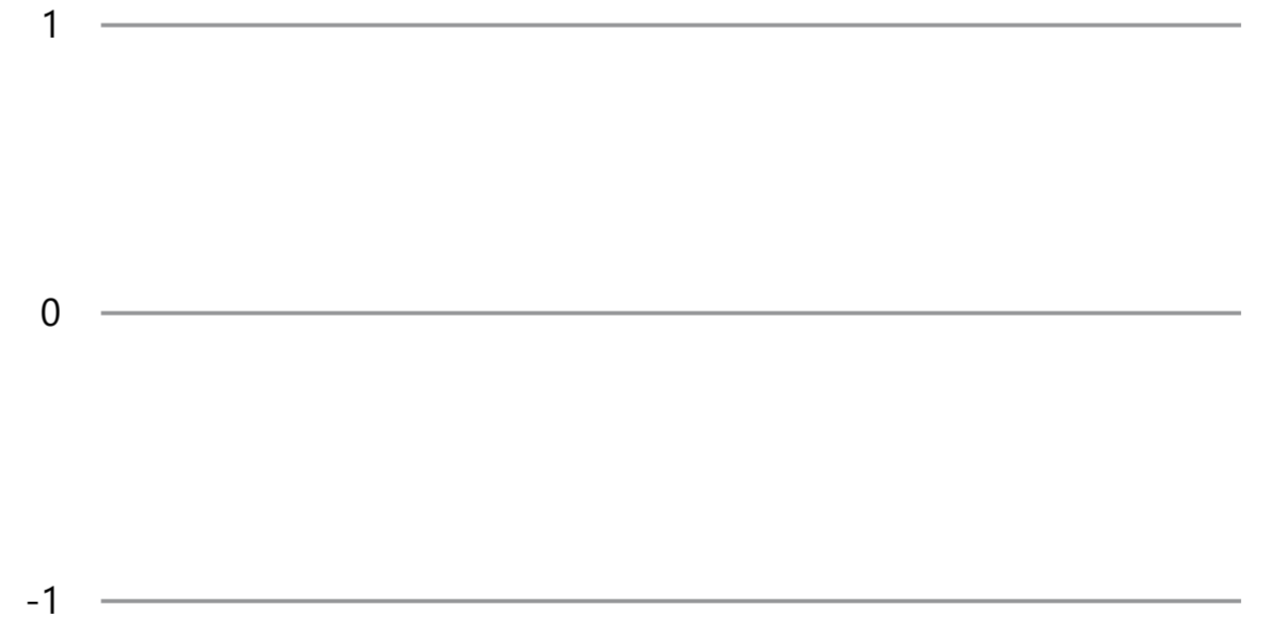
● Indexed WA LTV ● Unindexed WA LTV



**Seasoning Distribution**



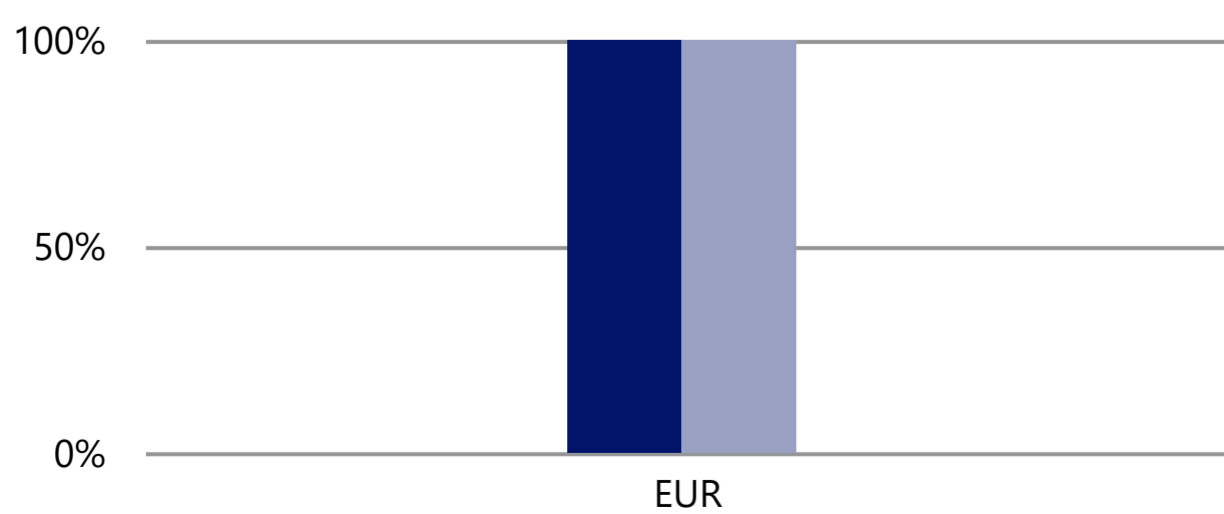
**Weighted Average Seasoning & RTM (in months)**



**Cover Pool Market Risks as of 31 December 2022**

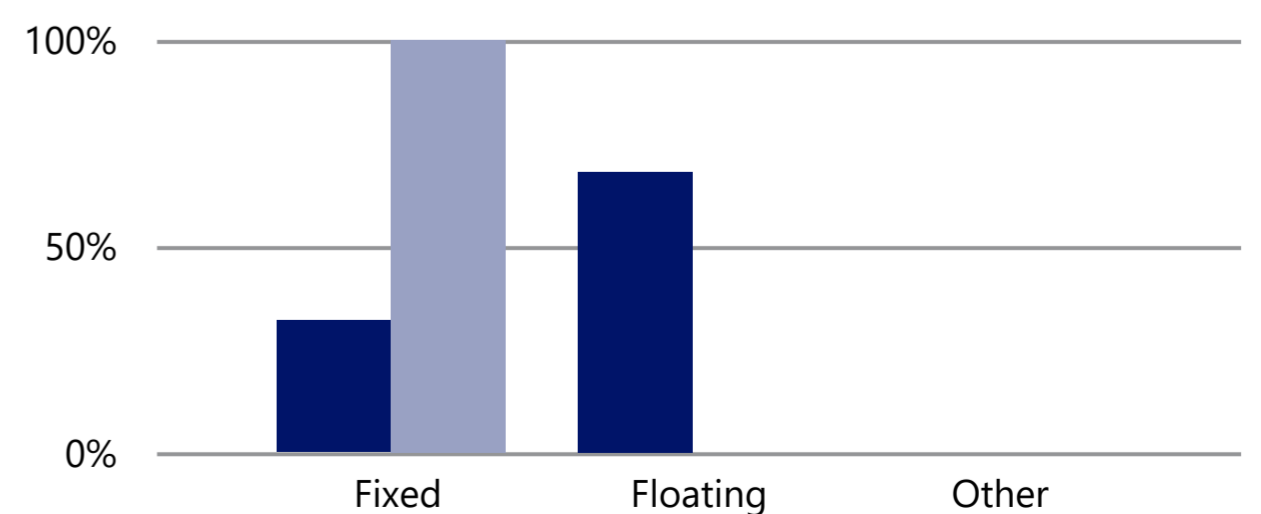
**Currency Distribution**

● Covered Bonds ● Covered Pool



**Interest Rate Type Distribution**

● Cover Pool ● Covered Bonds



## Summary of covered bond characteristics

Scope Metrics	2022Q4	2021Q4
CB Rating	AAA / Stable	AAA / Stable
Issuer Rating	A- / Stable	A- / Stable
Supporting OC	10.0%	14.0%
Legal Framework Uplift	2	2
Resolution Regime Uplift	3	2
CPC Category	Low	Low
Cover Pool Uplift (Max)	8	7
CoverPoolUplift (Unused)	2	1
General Information - Programme		
Cover Pool Size	1,174,409,768	852,775,670
Outstanding Covered Bonds	646,908,937	524,900,000
Legal OC	2.0%	2.0%
Current OC	81.5%	62.5%
Cover Pool Composition		
Mortgages	99.1%	98.7%
Public Sector	0.0%	0.0%
Substitute Assets	0.9%	1.3%
General information - Mortgage		
Number of Loans/Borrowers	4,459	4,004
Average Loan/Borrower Amount ('000)	261.02	210.14
Top 10	18.3%	13.7%
NPL	0.0%	0.0%
Unindexed WA LTV	NR	56.2%
Indexed WA LTV	55.7%	ND
Maturity Profile		
Cover Pool WAL (contractual; in years)	7.73	6.82
Covered Bonds WAL (initial; in years)	10.83	10.99
Covered Bonds WAL (extended; in years)	NR	ND
Cover Pool - Interest Rate Types		
Fixed	32.0%	28.8%
Floating	68.0%	71.2%
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	52.6%	Vienna 46.2%
Burgenland	24.3%	Burgenland 31.8%
Styria	9.3%	Styria 11.7%

**Lead Analyst (Covered Bonds)**

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

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