

Report Reference Date: **30-09-2015**  
 Report Frequency: Quarterly

1. Credit Ratings <sup>1</sup>	Long Term				Short Term			
	Moody's	S&P	Fitch	DBRS	Moody's	S&P	Fitch	DBRS
Euro 12,500,000,000 Covered Bonds Programme	A1	n/a	BBB+	A	n/a	n/a	n/a	n/a
Banco Santander Totta, SA	Baa3	BB+	BBB	BBB (high)	NP	B	F2	R-1 (low)
Portugal	Ba1	BB+	BB+	BBB (low)	NP	B	B	R-2 (middle)

<sup>1</sup> Ratings as of Report Reference Date

2. Covered Bonds	Issue Date	Coupon	Maturity Date	Soft Bullet Date	Remaining Term (years)	Nominal Amount
<b>Covered Bonds Outstanding</b>					<b>1,96</b>	<b>6.500.000.000,00</b>
<b>Syndicated Covered Bonds Issues</b>						
Covered Bond 12 (PTBSQDOE0020)	01-04-2014	Fixed	03-04-2017	03-04-2018	1,51	1.000.000.000,00
Covered Bond 13 (PTBSQEOE0029)	11-06-2014	Fixed	11-06-2019	11-06-2020	3,70	750.000.000,00
<b>Private Placements Covered Bonds Issues</b>						
Covered Bond 9 - Tranche 1 (PTBTAIOE0014)	02-04-2013	Floating	02-04-2016	02-04-2017	0,51	500.000.000,00
Covered Bond 9 - Tranche 2 (PTBTAJOE0013)	15-04-2013	Floating	15-04-2016	15-04-2017	0,54	1.000.000.000,00
Covered Bond 10 (PTBTCKOE0018)	26-07-2013	Floating	26-07-2016	26-07-2017	0,82	750.000.000,00
Covered Bond 11 - Tranche 1 (PTBSQBOE0022)	19-12-2013	Floating	19-12-2016	19-12-2017	1,22	500.000.000,00
Covered Bond 11 - Tranche 2 (PTBSQAOE0023)	19-12-2013	Floating	19-12-2016	19-12-2017	1,22	500.000.000,00
Covered Bond 11 - Tranche 3 (PTBSQCOE0021)	13-01-2014	Fixed	13-01-2017	13-01-2018	1,29	750.000.000,00
Covered Bond 14 (PTBSRAOE0022)	04-03-2015	Fixed	04-03-2022	04-03-2023	6,43	750.000.000,00

CRD Compliant (Yes/No)

3. Asset Cover Test	Remaining Term (years)	Yes
<b>Mortgage Credit Pool</b>	<b>24,70</b>	<b>7.839.428.113,19</b>
<b>Other Assets (Deposits and Securities at market value)<sup>2</sup></b>	<b>0,00</b>	<b>0,00</b>
Cash and Deposits	0,00	0,00
RMBS	0,00	0,00
Other securities	0,00	0,00
<b>Total Cover Pool</b>	<b>24,70</b>	<b>7.839.428.113,19</b>
% of ECB eligible assets		0,00%
<b>Overcollateralization<sup>3</sup> with cash collateral (OC)</b>		<b>20,61%</b>
<b>Committed overcollateralization (Fitch)</b> - Minimum OC level to keep the current Mortgage Covered Bond Programme rating		<b>15,00%</b>
<b>Committed overcollateralization (DBRS)</b> - Minimum OC level to keep the current Mortgage Covered Bond Programme rating		<b>15,00%</b>
<b>Legal minimum overcollateralization</b>		<b>5,26%</b>

## 4. Other Triggers

Net Present Value of Assets (incl. derivatives) <sup>4</sup>	7.386.818.155,08
Net present value of liabilities (incl. derivatives) <sup>4</sup>	6.581.612.908,81
Net Present Value of Assets (incl. derivatives) - Net present value of liabilities (incl. derivatives) ≥ 0	OK
Net Present Value of Assets (incl. derivatives) - Net present value of liabilities (incl. derivatives) ≥ 0 (stress of + 200bps)	OK
Net Present Value of Assets (incl. derivatives) - Net present value of liabilities (incl. derivatives) ≥ 0 (stress of - 200bps)	OK
Other Assets ≤ 20% (Cover Pool + Other Assets)	OK
Deposits with a remaining term > 100 days ≤ 15% Covered Bonds Nominal	OK
Estimated Interest from Mortgage Credit and Other Assets - Estimated Interest from Covered Bonds >= 0	OK
Mortgage Credit + Other Assets WA Remaining Term - Covered Bonds WA Remaining Term >= 0	OK

## 5. Currency Exposure

## Cover Pool Includes

Assets in a currency different than Euro (yes/no)	No
Liabilities in a currency different than Euro (yes/no)	No
Cross currency swaps in place (yes/no)	No
<b>Currency Exposure Detail</b>	<b>n/a</b>

## 6. Mortgage Credit Pool

## Main Characteristics

Number of Loans	161.785
Aggregate Original Principal Balance (EUR)	11.095.195.637,08
Aggregate Current Principal Balance (EUR)	7.839.428.113,19
Average Original Principal Balance per loan (EUR)	68.579,88
Average Current Principal Balance per loan (EUR)	48.455,84
Current principal balance of the 5 largest borrowers	7.258.400,66
Weight of the 5 largest borrowers (current principal balance) %	0,09%
Current principal balance of the 10 largest borrowers	12.309.245,02
Weight of the 10 largest borrowers (current principal balance) %	0,16%
Weighted Average Seasoning (months)	103,64
Weighted Average Remaining Terms (months)	300,55
Weighted Average Current Unindexed LTV <sup>5</sup> (%)	54,09%
Weighted Average Current Indexed LTV <sup>5</sup> (%)	54,99%
Weighted Average Interest Rate (%)	1,35%
Weighted Average Spread (%)	1,25%
Max Maturity Date (yyyy-mm-dd)	2065-09-02

## Subsized Loans

	Number of Loans	% Total Loans	Amount of Loans	% Total Amount
Yes	32.221	19,92%	1.043.600.693	13,31%
No	129.564	80,08%	6.795.827.420	86,69%

Insured Property<sup>6</sup>

	Number of Loans	% Total Loans	Amount of Loans	% Total Amount
Yes	161.785	100,00%	7.839.428.113	100,00%
No	0	0,00%	0	0,00%

## Interest Rate Type

	Number of Loans	% Total Loans	Amount of Loans	% Total Amount
Fixed	5.533	3,42%	139.858.900	1,78%
Floating	156.252	96,58%	7.699.569.213	98,22%

## Repayment Type

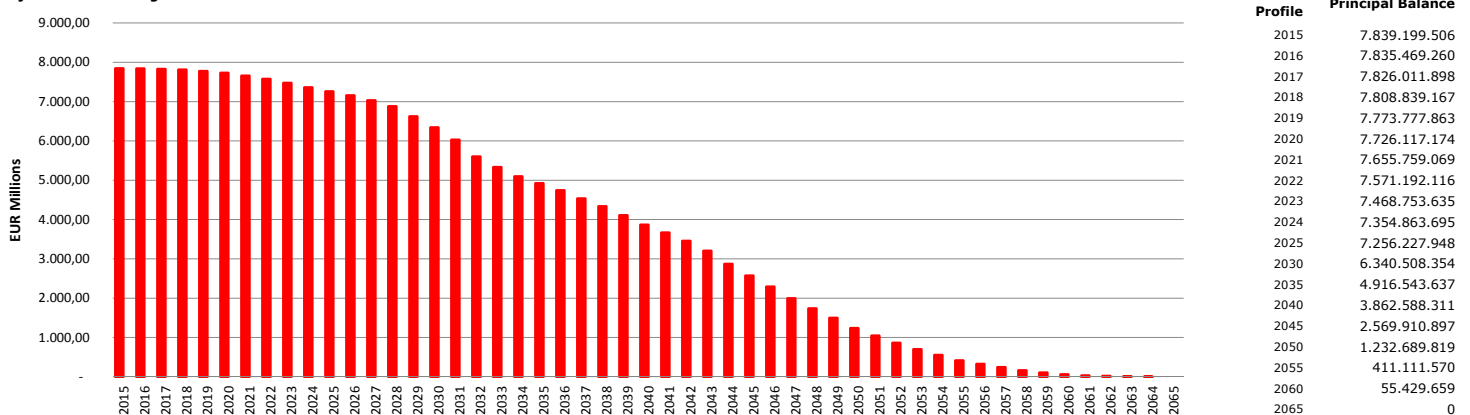
	Number of Loans	% Total Loans	Amount of Loans	% Total Amount
Annuity / French	159.023	98,29%	7.676.073.051	97,92%
Linear	0	0,00%	0	0,00%
Increasing instalments	267	0,17%	2.840.134	0,04%
Bullet	0	0,00%	0	0,00%
Interest-only	2.469	1,53%	160.016.088	2,04%
Other	26	0,02%	498.839	0,01%

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6. Mortgage Credit Pool (continued)

	Number of Loans	% Total Loans	Amount of Loans	% Total Amount
<b>Seasoning</b>				
Up to 1 year	3.658	2,26%	308.636.299	3,94%
1 to 2 years	2.727	1,69%	210.695.019	2,69%
2 to 3 years	2.839	1,75%	202.033.709	2,58%
3 to 4 years	3.168	1,96%	209.384.742	2,67%
4 to 5 years	6.572	4,06%	465.721.440	5,94%
5 to 6 years	13.230	8,18%	958.179.681	12,22%
6 to 7 years	10.831	6,69%	673.016.920	8,59%
7 to 8 years	16.589	10,25%	946.135.547	12,07%
8 to 9 years	15.313	9,47%	892.558.789	11,39%
9 to 10 years	8.669	5,36%	421.853.176	5,38%
10 to 11 years	6.823	4,22%	282.650.316	3,61%
11 to 12 years	11.012	6,81%	487.332.924	6,22%
More than 12 years	60.354	37,31%	1.781.229.551	22,72%
<b>Remaining Term</b>				
Up to 5 years	10.914	6,75%	100.384.531	1,28%
5 to 8 years	12.622	7,80%	243.810.449	3,11%
8 to 10 years	8.032	4,96%	215.345.253	2,75%
10 to 12 years	6.847	4,23%	220.107.579	2,81%
12 to 14 years	10.240	6,33%	370.243.805	4,72%
14 to 16 years	14.518	8,97%	573.741.711	7,32%
16 to 18 years	16.544	10,23%	715.860.770	9,13%
18 to 20 years	8.747	5,41%	438.573.719	5,59%
20 to 22 years	7.043	4,35%	381.462.213	4,87%
22 to 24 years	7.398	4,57%	417.749.192	5,33%
24 to 26 years	7.212	4,46%	449.828.670	5,74%
26 to 28 years	7.127	4,41%	441.599.937	5,63%
28 to 30 years	9.744	6,02%	624.814.154	7,97%
30 to 40 years	29.230	18,07%	2.210.513.366	28,20%
More than 40 years	5.567	3,44%	435.392.764	5,55%
<b>Current Indexed LTV</b>				
Up to 40%	57.435	35,50%	1.617.651.874	20,63%
40 to 50%	22.529	13,93%	1.098.527.742	14,01%
50 to 60%	25.960	16,05%	1.446.610.896	18,45%
60 to 70%	29.539	18,26%	1.812.803.724	23,12%
70 to 80%	26.322	16,27%	1.863.833.877	23,78%
More than 80%	0	0,00%	0	0,00%
<b>Loan Purpose</b>				
Owner-occupied	153.513	94,89%	7.363.980.855	93,94%
Second Home	8.251	5,10%	474.860.497	6,06%
Buy to let	21	0,01%	586.761	0,01%
Other	0	0,00%	0	0,00%
<b>Property Type</b>				
<b>Residential</b>				
Fiat	100.680	62,23%	4.559.945.906	58,17%
House	60.566	37,44%	3.249.469.079	41,45%
Other	539	0,33%	30.013.129	0,38%
<b>Commercial</b>				
<b>Geographical Distribution</b>				
North	51.942	32,11%	2.444.033.207	31,18%
Center	31.851	19,69%	1.473.206.135	18,79%
Lisbon	53.325	32,96%	2.761.156.702	35,22%
Alentejo	11.954	7,39%	479.024.561	6,11%
Algarve	9.450	5,84%	503.117.337	6,42%
Madeira	2.357	1,46%	136.297.833	1,74%
Azores	906	0,56%	42.592.338	0,54%
<b>Delinquencies<sup>a</sup></b>				
		<b>Number of Loans</b>		<b>Total Loan Amount</b>
> 30 days to 60 days		503		0,31%
> 60 days to 90 days		111		0,07%
> 90 days		0		0,00%

Projected Outstanding Amount<sup>b</sup>



<sup>a</sup> Includes mortgage pool and other assets; assumes no prepayments.

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<b>7. Expected Maturity Structure</b>							
In EUR	0-1 Years	1-2 Years	2-3 Years	3-4 Years	4-5 Years	5-10 Years	>10 Years
Residencial Mortgages <sup>b</sup>	2.726.267	7.872.453	14.800.719	29.604.283	45.606.094	459.814.287	7.279.004.009
Commercial Mortgages	0	0	0	0	0	0	0
Other Assets <sup>2</sup>	0	0	0	0	0	0	0
<b>Cover Pool</b>	<b>2.726.267</b>	<b>7.872.453</b>	<b>14.800.719</b>	<b>29.604.283</b>	<b>45.606.094</b>	<b>459.814.287</b>	<b>7.279.004.009</b>
<b>Covered Bonds</b>	<b>2.250.000.000</b>	<b>2.750.000.000</b>	<b>0</b>	<b>750.000.000</b>	<b>0</b>	<b>750.000.000</b>	<b>0</b>

<sup>b</sup> Includes mortgage pool and other assets; assumes no prepayments.

<b>8. Liquidity Cushion</b>		<b>Nominal Amount</b>
<b>Liquidity Cushion (according to Fitch's definition)<sup>c</sup></b>		
Liquidity Cushion amount		<b>0,00</b>
Deposits with eligible financial institutions		0,00
Eligible securities		0,00
<b>Liquidity Cushion requirement calculation</b>		
Required Liquidity Cushion		<b>0,00</b>
Interest due month 1		0,00
Interest due month 2		0,00
Interest due month 3		0,00

<sup>c</sup> At least equal to the interest payments due on the Covered Bonds Outstanding before swaps for the next 3 months

<b>9. Derivative Financial Instruments</b>		<b>Nominal Amount</b>
<b>Total Amount of Derivatives in the Cover pool</b>		<b>6.500.000.000,00</b>
<b>Of Which Interest Rate Derivatives<sup>b</sup></b>		<b>6.500.000.000,00</b>
Fixed to Floating Swaps		0,00
Interest Basis Swaps		6.500.000.000,00
<b>Of Which Currency Swaps</b>		<b>0,00</b>

<sup>b</sup> External Counterparties (No)

<b>10. Contacts</b>	
Corporate Finance Division - Long Term Funding	<a href="mailto:Dfc@santander.pt">Dfc@santander.pt</a>
Other Reports on BST website	<a href="https://www.santandertotta.pt/pt_PT/Investor-Relations/Emissao-de-Divida/2015.html">https://www.santandertotta.pt/pt_PT/Investor-Relations/Emissao-de-Divida/2015.html</a>
ECBC Label Website	<a href="https://coveredbondlabel.com/">https://coveredbondlabel.com/</a>

**Notes**

**<sup>1</sup> Soft Bullet Date (Extended Maturity)**

If the covered bonds are not redeemed on the relevant maturity date, the maturity will automatically be extended on a monthly basis up to one year. In that event, the covered bonds can be redeemed in whole or in part on a monthly basis up to and including the Extended Maturity Date.

**<sup>2</sup> Other Assets**

In addition to the mortgage assets, other assets (or substitution assets) may be included in the cover pool up to an amount equal to 20% of the cover pool, subject to the following eligibility criteria:  
- Deposit with the Bank of Portugal in cash or ECB eligible securities, or  
- Deposits held with credit institutions rated at least A-.

**<sup>3</sup> Overcollateralisation**

The overcollateralisation ratios are calculated by dividing (i) the total outstanding balance of the assets included in the cover pool by (ii) the total nominal amount of the covered bonds (both excluding accrued interest). For clarification purposes, all assets included in the covered pool are eligible assets.

**<sup>4</sup> Net Present Value (NPV)**

The NPV of the assets is obtained by discounting all future cash flows with the IRS curve plus average spread for new transactions.  
The NPV of the liabilities is obtained by discounting all future cash flows based on the funding curve of the issuer.  
Substitution assets as well as any derivatives in the pool are marked at their market value.  
NPV of liabilities cannot exceed the NPV of the portfolio assigned to the bond, including derivatives.  
Stress testing - Net present value is also calculated for a 200 bps shift upwards and downwards of the discounting curve.

**<sup>5</sup> Loan-to-Value**

The Current LTV is calculated by dividing the outstanding balance of the loan by the value of the underlying property (last physical valuation).  
The Current indexed LTV is calculated by dividing the outstanding balance of the loan by the latest valuation amount of the underlying property (i.e. indexed value or last physical valuation).  
A full valuation of the underlying properties must have been performed by an independent appraiser, at origination or after, prior to the inclusion of the mortgage loan in the cover pool.  
Properties (both residential and commercial) should also be revalued regularly:  
- For commercial assets this must be done on an annual basis;  
- Residential properties must be revalued at least every 3 years - if the individual mortgage credit value exceeds € 500.000  
- Also the value of the mortgage property should be checked on a frequent basis, at least every three years, in order to identify the properties that require appraisal by an expert ( this procedure can be done using statistical models approved by the Bank of Portugal).

**<sup>6</sup> Insured Property**

All mortgages must have property damage insurance covering fire and floods.

**<sup>7</sup> Delinquencies**

A loan is considered to be delinquent if any payment is in arrears by more than 30 days. According to the Portuguese covered bonds legislation, any loan which is in arrears by more than 90 days must be removed from the pool and substituted by another loan which fulfills the eligibility criteria. Therefore, there are no NPL's included in the cover pool.