

Report Reference Date: **30/06/2014**

Report Frequency: Quarterly

1. Current Credit Ratings		Long Term			Short Term		
Euro 2,000,000,000 Mortgage Covered Bond Programme		Baa1/A(low) (Moody's / DBRS)			N/A		
Banco Comercial Português, S.A.		B1/B+/BB+/BBB(low) (Moody's / S&P / Fitch / DBRS)			NP/B/B/R-2(m) (Moody's / S&P / Fitch / DBRS)		
Portugal		Ba2/BB/BB+/BBB(low) (Moody's / S&P / Fitch / DBRS)			NP/B/B/... (Moody's / S&P / Fitch / DBRS)		
2. Covered Bonds Issues		Issue Date	Coupon	Maturity Date	Extended Maturity ¹	Remaining Term	Nominal Amount
Covered Bonds Outstanding						2.62	895,000,000
Series 1 (ISIN PTB11KOE0007)		27/01/2011	Floating	27/01/2017	27/01/2037	2.62	895,000,000
CRD Compliant (Yes/No)							Yes
3. Asset Cover Test					Remaining Term ^a	Nominal Amount	
Mortgage Credit Pool					23.07	1,096,309,114	
Other Assets² (Deposits and Securities at market value)					0.00	0	
Cash and Deposits					0.00	0.00	
RMBS					0.00	0.00	
Other securities					0.00	0.00	
Total Cover Pool					23.07	1,096,309,114	
% of ECB eligible assets						100.00%	
Overcollateralization³ with cash collateral (Current OC)						22.49%	
Committed Overcollateralization (Moody's) - Committed OC of 7%						12.50%	
Required Overcollateralization (DBRS) - Minimum OC level to keep the current Mortgage Covered Bond Programme rating						10.00%	
Legal Minimum Overcollateralization						5.26%	
^a Remaining Term not considering loan amortization profiles. Mortgage credit pool weighted average life 13,3 years							
4. Other Triggers							
Net Present Value of Assets (incl. derivatives) ⁴		1,560,180,960.57					
Net present value of liabilities (incl. derivatives) ⁴		895,630,852.54					
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		N/A					
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					
Currency Exposure Detail		n/a					
6. Mortgage Credit Pool							
Main Characteristics							
Number of Loans		26,137					
Aggregate Original Principal Balance (EUR)		1,551,153,774.30					
Aggregate Current Principal Balance (EUR)		1,096,309,114.24					
Average Original Principal Balance per loan (EUR)		59,347.05					
Average Current Principal Balance per loan (EUR)		41,944.72					
Current principal balance of the 5 largest borrowers (EUR)		2,173,814.48					
Weight of the 5 largest borrowers (current principal balance) %		0.20					
Current principal balance of the 10 largest borrowers (EUR)		3,811,944.63					
Weight of the 10 largest borrowers (current principal balance) %		0.35					
Weighted Average Seasoning (months)		132.42					
Weighted Average Remaining Term (months)		276.86					
Weighted Average Current Unindexed LTV ⁵ (%)		56.45					
Weighted Average Current Indexed LTV ⁵ (%)		0.00					
Weighted Average Interest Rate (%)		1.482					
Weighted Average Spread (%)		1.136					
Max Maturity Date (yyyy-mm-dd)		16/02/2057					
Subsidized Loans		Number of Loans	% Total Loans	Amount of Loans	% Total Amount		
Yes		8,174	31.27%	281,089,762	25.64%		
No		17,963	68.73%	815,219,352	74.36%		
Insured Property ⁶		Number of Loans	% Total Loans	Amount of Loans	% Total Amount		
Yes		26,137	100.00%	1,096,309,114	100.00%		
No		0	0.00%	0	0.00%		
Interest Rate Type		Number of Loans	% Total Loans	Amount of Loans	% Total Amount		
Fixed		202	0.77%	4,033,550	0.37%		
Floating		25,935	99.23%	1,092,275,564	99.63%		
Repayment Type		Number of Loans	% Total Loans	Amount of Loans	% Total Amount		
Annuity / French		25,374	97.08%	1,050,012,648	95.78%		
Linear		0	0.00%	0	0.00%		
Increasing instalments		0	0.00%	0	0.00%		
Bullet		0	0.00%	0	0.00%		
Interest-only		637	2.44%	38,677,206	3.53%		
Other		125	0.48%	7,619,106	0.69%		

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6. Mortgage Credit Pool (continued)				
Seasoning	Number of Loans	% Total Loans	Amount of Loans	% Total Amount
Up to 1 year	28	0.11%	1,307,341	0.12%
1 to 2 years	217	0.83%	9,072,633	0.83%
2 to 3 years	67	0.26%	2,471,944	0.23%
3 to 4 years	72	0.28%	3,095,905	0.28%
4 to 5 years	98	0.37%	4,069,136	0.37%
5 to 6 years	236	0.90%	11,243,307	1.03%
6 to 7 years	91	0.35%	3,923,985	0.36%
7 to 8 years	778	2.98%	47,780,377	4.36%
8 to 9 years	3,502	13.40%	207,301,544	18.91%
9 to 10 years	3,484	13.33%	182,547,888	16.65%
10 to 11 years	3,615	13.83%	171,688,781	15.66%
11 to 12 years	2,748	10.51%	116,910,456	10.66%
More than 12 years	11,201	42.85%	334,895,817	30.55%
Remaining Term	Number of Loans	% Total Loans	Amount of Loans	% Total Amount
Up to 5 years	896	3.43%	7,275,505	0.66%
5 to 8 years	1,461	5.59%	25,855,356	2.36%
8 to 10 years	2,133	8.16%	39,947,217	3.64%
10 to 12 years	1,166	4.46%	31,941,456	2.91%
12 to 14 years	2,446	9.36%	85,987,607	7.84%
14 to 16 years	3,839	14.69%	140,613,721	12.83%
16 to 18 years	2,194	8.39%	92,508,893	8.44%
18 to 20 years	1,934	7.40%	85,797,759	7.83%
20 to 22 years	1,038	3.97%	46,695,778	4.26%
22 to 24 years	678	2.59%	33,204,749	3.03%
24 to 26 years	845	3.23%	45,209,910	4.12%
26 to 28 years	849	3.25%	48,219,482	4.40%
28 to 30 years	2,238	8.56%	122,262,197	11.15%
30 to 40 years	3,659	14.00%	239,646,145	21.86%
More than 40 years	761	2.91%	51,143,342	4.67%
Current Unindexed LTV	Number of Loans	% Total Loans	Amount of Loans	% Total Amount
Up to 40%	7,019	26.85%	168,883,769	15.40%
40 to 50%	3,536	13.53%	140,403,467	12.81%
50 to 60%	5,408	20.69%	240,411,570	21.93%
60 to 70%	6,378	24.40%	321,529,404	29.33%
70 to 80%	3,796	14.52%	225,080,905	20.53%
More than 80%	0	0.00%	0	0.00%
Loan Purpose	Number of Loans	% Total Loans	Amount of Loans	% Total Amount
Owner-occupied	20,491	78.40%	972,458,381	88.70%
Second Home	5,214	19.95%	105,328,067	9.61%
Buy to Let	0	0.00%	0	0.00%
Other	432	1.65%	18,522,666	1.69%
Property Type	Number of Loans	% Total Loans	Amount of Loans	% Total Amount
Residential	26,137	100.00%	1,096,309,114	100.00%
Flat	20,906	79.99%	857,299,092	78.20%
House	5,231	20.01%	239,010,022	21.80%
Other	0	0.00%	0	0.00%
Commercial	0	0.00%	0	0.00%
Geographical Distribution	Number of Loans	% Total Loans	Amount of Loans	% Total Amount
Portugal	26,137	100.00%	1,096,309,114	100.00%
Norte	11,600	44.38%	462,778,817	42.21%
Center	4,425	16.93%	168,183,112	15.34%
Lisbon	8,859	33.89%	409,435,848	37.35%
Alentejo	301	1.15%	10,784,234	0.98%
Algarve	716	2.74%	33,294,541	3.04%
Madeira	104	0.40%	5,870,429	0.54%
Azores	132	0.51%	5,962,133	0.54%
Delinquencies⁷	Number of Loans	% Total Loans	Amount of Loans	% Total Amount
> 30 to 60 days	80	0.31%	3,565,110	0.33%
> 60 to 90 days	23	0.09%	1,163,056	0.11%
> 90 days	0	0.00%	0	0.00%
Projected Outstanding Amount⁸	Amortisation Profile			
			Principal Balance	
			Jun/2014	1,096,309,114
			Jun/2015	1,045,341,631
			Jun/2016	993,092,065
			Jun/2017	941,321,178
			Jun/2018	890,434,003
			Jun/2019	840,556,172
			Jun/2020	791,591,729
			Jun/2021	743,378,083
			Jun/2022	695,907,481
			Jun/2023	649,576,840
			Jun/2024	604,380,681
			Jun/2025	559,869,017
			Jun/2030	357,554,706
			Jun/2035	230,154,773
			Jun/2040	128,883,644
			Jun/2045	53,887,790
			Jun/2050	18,681,916
			Jun/2055	2,160,281
			Jun/2065	0

⁸ Includes mortgage pool and other assets; assumes no prepayments (constant prepayment rate of 0%)

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7. Expected Maturity Structure							
In EUR	0-6 Months	6-12 Months	1-2 Years	2-3 Years	3-5 Years	5-10 Years	>10 Years
Residencial Mortgages ¹	25,349,545	25,616,626	52,248,221	51,769,554	100,762,412	236,169,411	604,393,345
Commercial Mortgages	0	0	0	0	0	0	0
Other Assets ²	0	0	0	0	0	0	0
Cover Pool	25,349,545	25,616,626	52,248,221	51,769,554	100,762,412	236,169,411	604,393,345
Covered Bonds	0	0	0	895,000,000	0	0	0

¹ Includes mortgage pool and other assets; assumes no prepayments (constant prepayment rate of 0%)

8. Liquidity Cushion		Nominal Amount
Liquidity Cushion (according to Fitch's definition)^c		
Liquidity Cushion amount		0.00
Deposits with eligible financial institutions		0.00
Eligible securities		0.00
Liquidity Cushion requirement calculation		
Required Liquidity Cushion		0.00
Interest due month 1		0.00
Interest due month 2		0.00
Interest due month 3		0.00

^c At least equal to the interest payments due on the Covered Bonds Outstanding before swaps for the next 3 months

9. Derivative Financial Instruments		Nominal Amount
Total Amount of Derivatives in the Cover pool		
		0.00
Of Which Interest Rate Derivatives^b		
		0.00
Fixed to Floating Swaps		0.00
Interest Basis Swaps		0.00
Of Which Currency Swaps		
		0.00

^b External Counterparties (No)

10. Contacts	
Financial Operations Department	Securitisation_Unit@millenniumbcp.pt
Other Reports on Millenniumbcp website	http://ind.millenniumbcp.pt/en/Institucional/investidores/Pages/CoveredBondsProgramme.aspx

Notes

¹ 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.

² 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-

³ 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.

⁴ Net Present Value (NPV)

The NPV of the assets is obtained by discounting all future cash flows with the IRS curve.
The NPV of the liabilities is obtained by discounting all future cash flows with the IRS curve.
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.

⁵ 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).

⁶ Insured Property

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

⁷ 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.