



BNP PARIBAS

BNP Paribas Home Loan Covered Bonds

Investor Presentation |

Confidential Presentation

October 2010



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Overview

Executive Summary

BNP Paribas Group

BNP Paribas' Funding Strategy

French Home Loan Business

Home Loan Covered Bond Programme

Conclusion

Appendices



Executive Summary

- BNP Paribas (the “Borrower”)
 - A leading European banking group
 - A solid and profitable financial structure with well-diversified business model
 - A conservative financial profile supported by strong senior unsecured debt ratings of AA (negative) / Aa2 (stable) / AA- (stable) by S&P, Moody’s and Fitch respectively
- BNP Paribas Home Loan Covered Bonds (the “Issuer”)
 - BNP Paribas Home Loan Covered Bonds is a French credit institution licensed and regulated by the French banking regulator (*Autorité de Contrôle Prudentiel*)
 - Full recourse obligation of the Issuer against BNP Paribas
 - AAA / Aaa / AAA rated issuance with hard bullet maturities
 - Standard covered bond features: Asset Cover Test with 80% LTV cap and 92.5% maximum asset percentage
 - The Issuer will become a *Société de Financement de l’Habitat* upon the passage of the new French covered bond legislation expected in the near future
- French Home Loan Cover Pool
 - Only French prime residential mortgages and guaranteed home loans which are of very low risk by international standards
 - Only BNP Paribas originated loans, subject to strict eligibility criteria
 - Current weighted average indexed LTV of 64.94%; weighted average seasoning of 48 months
 - High quality and low risk cover pool (no arrears)



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BNP Paribas Group

1H10: consolidated Group results

- Revenues
- Operating expenses
- Gross operating income
- Cost of risk
- Pre-tax income
- **Net income attributable to equity holders**

	> 1H10	> 1H10/1H09	> 1H10/1H09 <i>At constant scope and exchange rates</i>
	€22.7bn	+16.6%	+0.2%
	-€13.0bn	+16.5%	-1.4%
	€9.7bn	+16.7%	+2.3%
	-€2.4bn	-42.0%	-53.2%
	€7.5bn	+68.5%	n.s.
	€4.4bn	+38.8%	n.s.
ROE	13.7%*	(vs 11.8%* in 1H09)	



**Strong cash flow generation capacity
illustrating the strength of the Group**

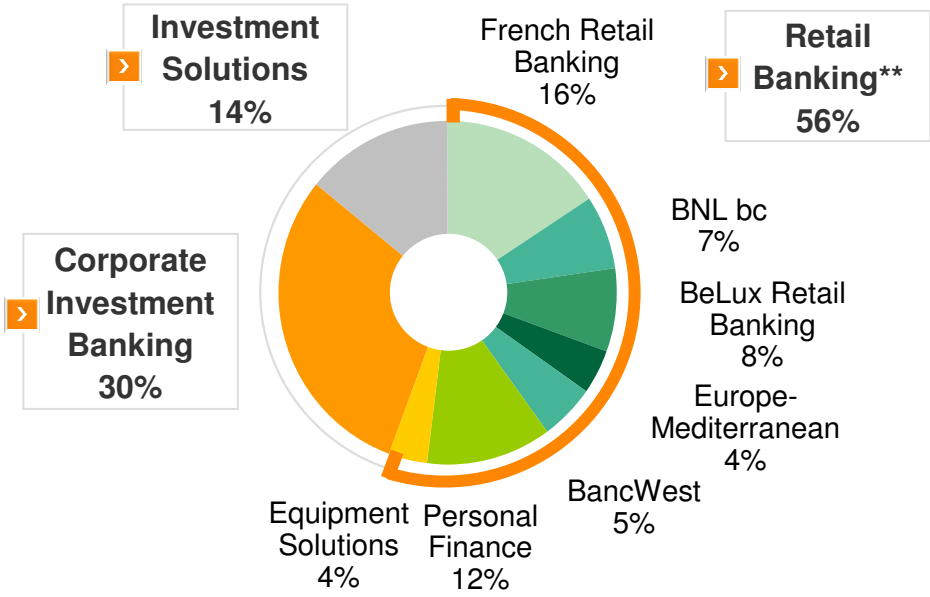
* After tax



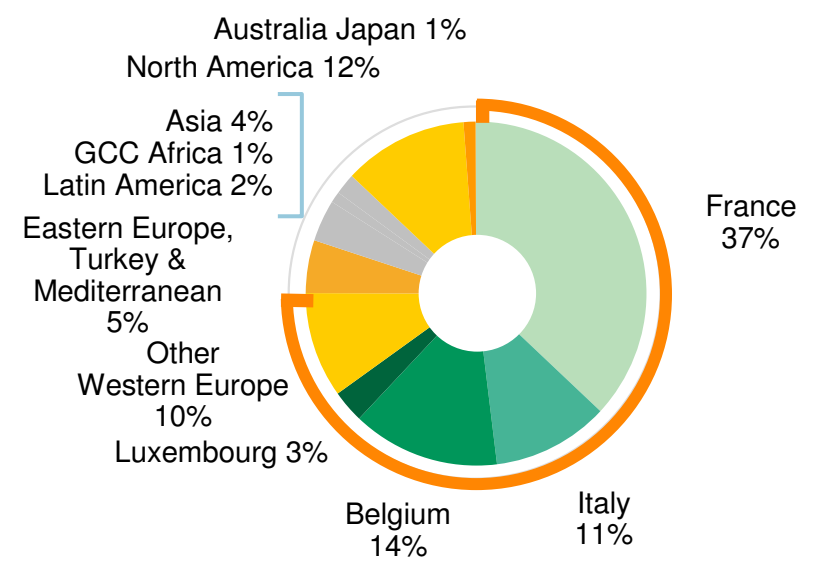
BNP Paribas Group

A well balanced business mix

> Business mix Revenues 1H10*



> Geographic mix Revenues 1H10*



> **1/2 Retail, 1/3 CIB, 1/6 IS**

> **75% Western Europe, 65% domestic markets**

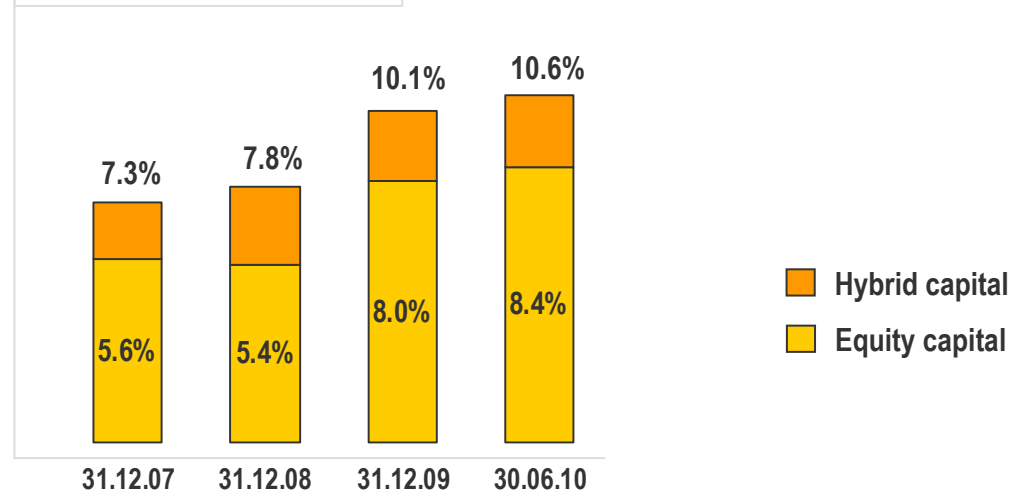
* Operating divisions; ** Including 2/3 of Private Banking for FRB (including PEL/CEL effects), BNL bc and BeLux RB



BNP Paribas Group

A solid solvency position

> Tier 1 ratio



- No annual losses thanks to BNP Paribas' conservative risk profile
- Strong organic generation of equity
- Fortis acquisition neutral on solvency



**Solvency strengthened throughout the crisis
mostly through retained earnings**



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BNP Paribas' Funding Strategy

Strong and stable credit ratings

	SENIOR UNSECURED DEBT		
	Standard & Poor's	Moody's	Fitch
Long Term Ratings	AA	Aa2	AA-
Outlook	Negative	Stable	Stable
Last Rating Change	28/01/2009	20/01/2010	21/06/2010
Rating Status	Updated	Updated	Updated
Short Term Ratings	A-1+	Prime-1	F1+

	COVERED BOND PROGRAMMES		
	Standard & Poor's	Moody's	Fitch
BNP Paribas Home Loan Covered Bonds	AAA	Aaa	AAA
BNP Paribas Public Sector SCF	AAA	Aaa	AAA

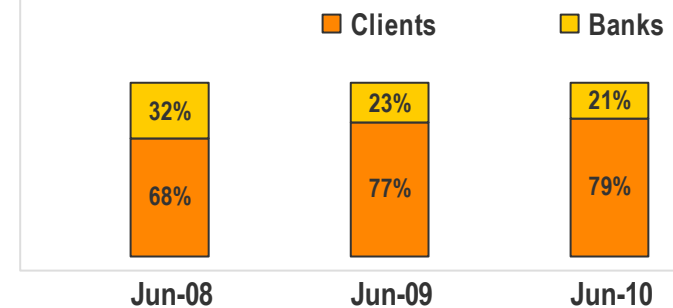


BNP Paribas Funding Strategy

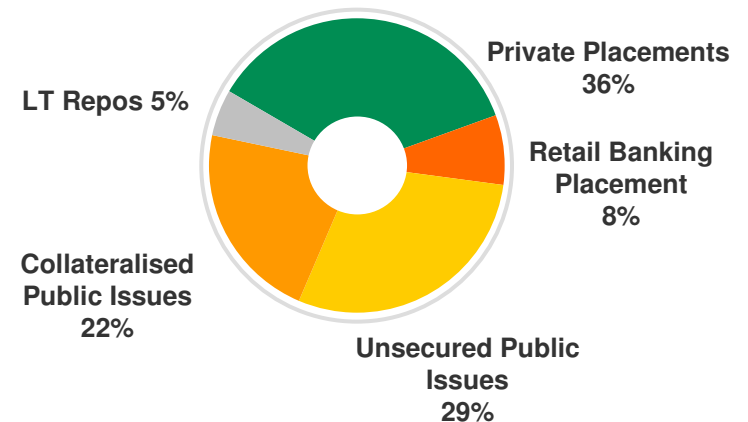
A conservative and diversified funding strategy

- Abundant short-term liquidity for the Group
- Limited used on the interbank market
 - BNP Paribas: No.1 bank in the eurozone by deposits
 - Loan/Deposit ratio: 115%
 - Highly diversified resources in USD
- BNP Paribas has access to a variety of medium and long term funding sources
 - Diversified senior unsecured vanilla or structured debt products through private placements
 - Senior unsecured benchmark placements (distributed to institutional and retail clients)
 - Senior secured debt (covered bonds and cash securitisation) through benchmark or private placements
 - Access to a broad range of currency markets
 - Access to specialised sources of financing
 - Caisse de Refinancement de l'Habitat, French market refinancing entity created to provide refinancing of French home loans
 - EIB financing for targeted public/private sector lending

Short-term funding structure



2010 MLT funding structure





BNP Paribas Funding Strategy

Funding programme has evolved with the bank's growth

Medium and long term outstanding debt



Source: BNP Paribas ALM (30 June 2010); excluding debt with maturity less than one year



BNP Paribas' Funding Strategy

Objectives of the covered bond programmes

Diversify BNP Paribas Group investor base

Add flexibility to funding management

Create a liquid benchmark curve allowing for attractive funding cost



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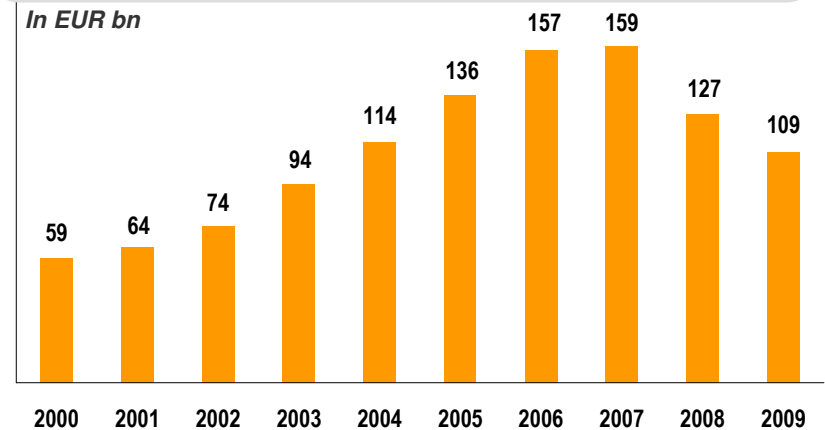


French Home Loan Business

Overview of the French home loan market

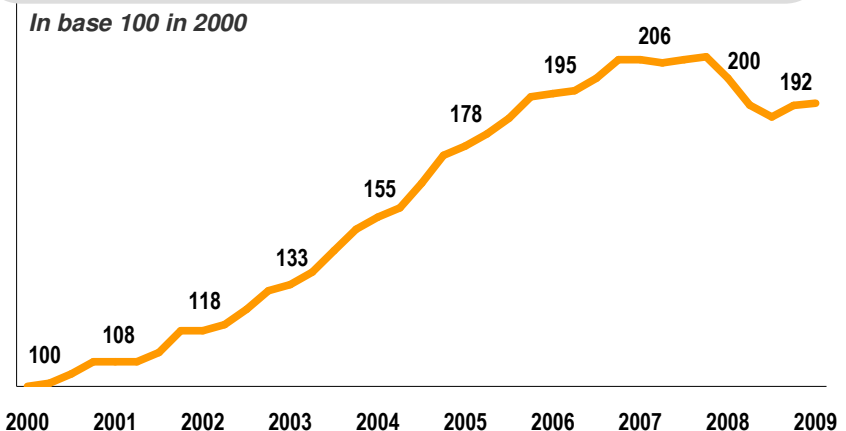
- The downturn in the production of French home loans since 2007 reflects a decline in demand, in a context of tighter financial conditions and prices considered too high with respect to changes in personal income and rent
 - Nevertheless, France remains one of the countries with the lowest home ownership in the European Union with only 57% of households owning their primary residence, allowing for sustainable growth in the home loan market
 - In addition, new tax advantages and government initiatives (zero-rate loans for buyers) of the Sarkozy administration are promoting further home purchases in France
- The French housing market is characterized by inadequate growth in supply relative to growth in the number of households
- From 2007 to 1H 2009, the home price decline remained limited by the downward elasticity of housing supply while 2H 2009 saw the return to an upward trend in housing prices

Production of French home loans



Source: Banque de France

French home price index



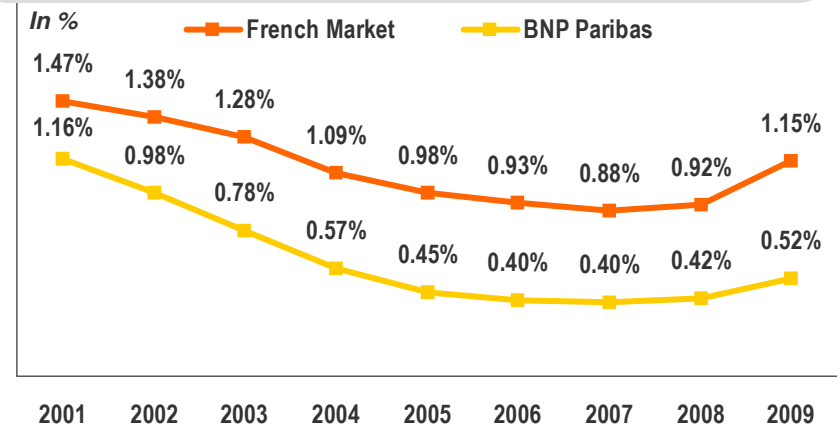
Source: INSEE



French Home Loan Business Performance

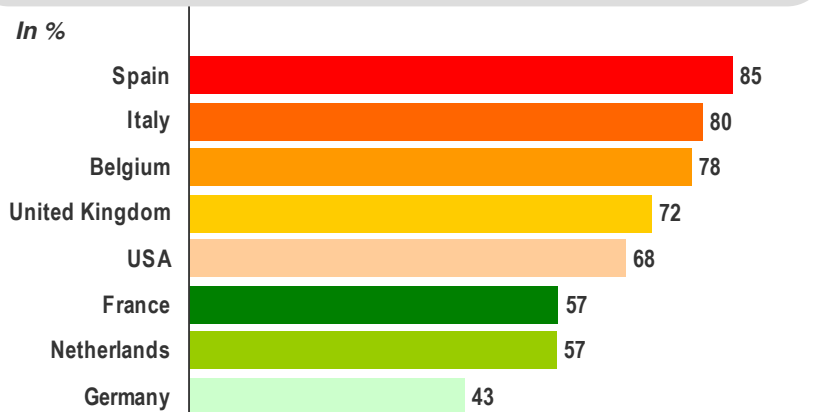
- The French home loan market is a prime loan market
- The French average for non-performing loans (NPL) is amongst the lowest in Europe
- French per capita mortgage indebtedness is very low by European standards
- BNP Paribas consistently outperforms the French market in terms of doubtful loans

Doubtful home loans



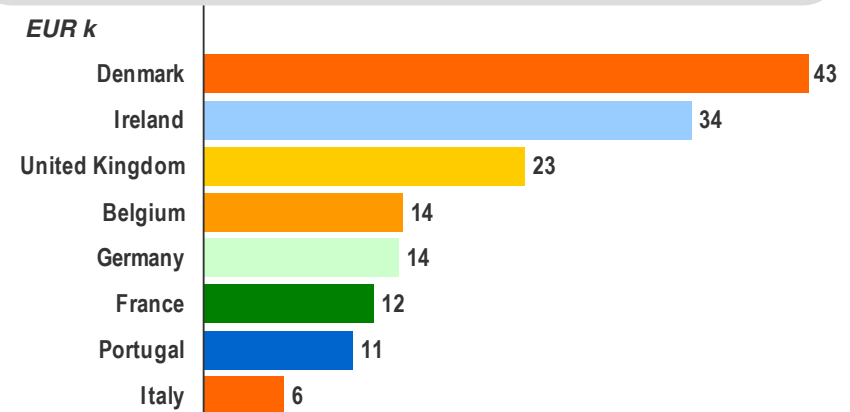
Source: BNP Paribas, Banque de France (6 months in arrears)

Percentage home ownership



Source: European Mortgage Federation, UK Office for National Statistics, November 2009

Per capita mortgage debt



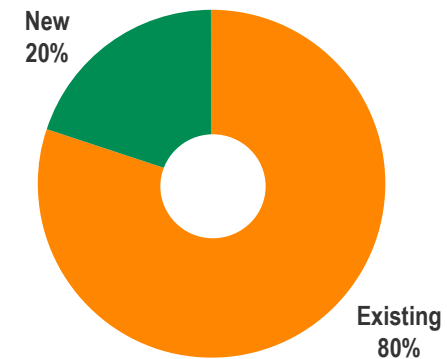
Source: European Mortgage Federation, March 2010



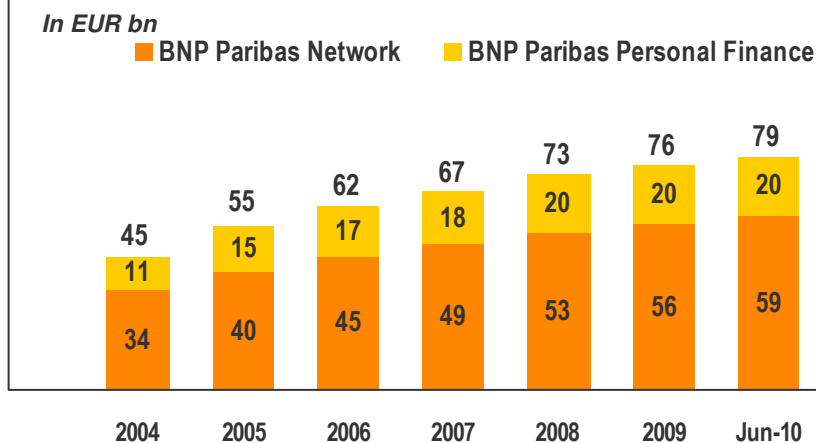
French Home Loan Business Strategy and results

- Focus on organic growth
 - Create long-term relationship with customers
 - Ability to leverage the large base of existing customers for cross-selling
 - Build on relationships to improve profitability
- Strong control of the origination process
 - All home loans are subject to approval after a physical meeting with a BNP Paribas agent
 - Aggregate debt service commitments as a portion of income should not exceed 33%
 - Dedicated credit committee to test and revise scoring process quarterly

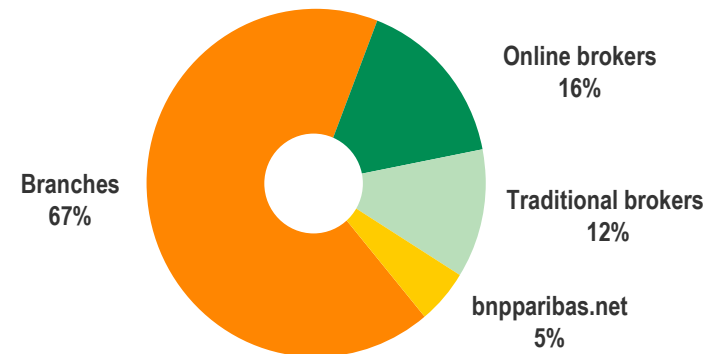
Customer relationship background



BNP Paribas French home loan growth



Home loan distribution channels



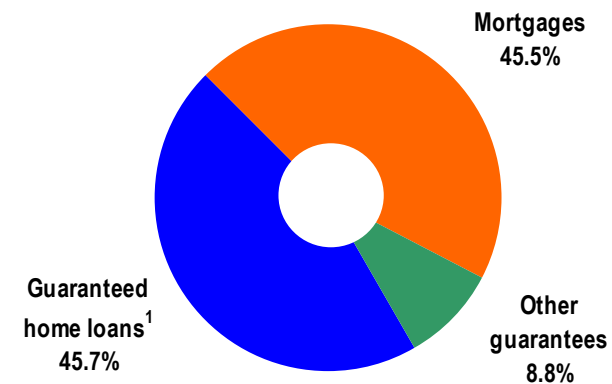


French Home Loan Business

Home loan guarantees

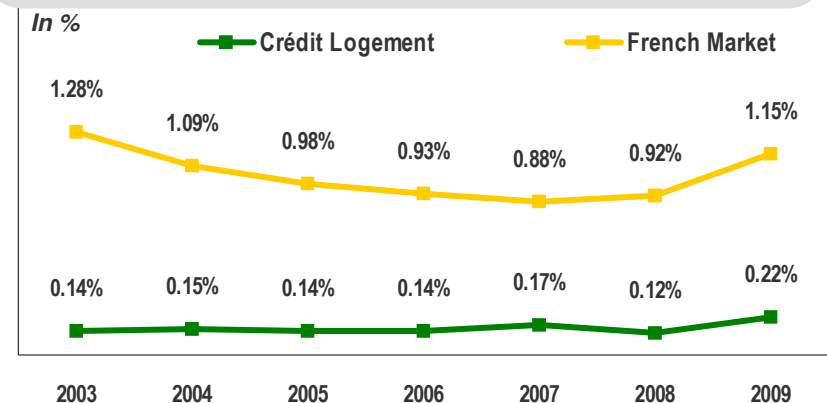
- The French home loan market consists primarily of guaranteed home loans and traditional mortgages
- Home loans guaranteed by credit guarantee agencies have become an important part of the French financial system
- Credit guarantee agencies are licensed and regulated by the French banking regulator
- Guarantors provide a full recovery service to lenders
 - Indemnification within one month after three consecutive non payments on a guaranteed loan
 - Recovery process fully managed by the guarantor
 - Lending banks recover 100% of the home loan plus all costs and expenses
- Over 65% of the BNP Paribas Cover Pool consists of home loans guaranteed by Crédit Logement
- Crédit Logement is the market leader for residential home loan guarantees
 - Owned by all the major French banks
 - Strong credit ratings (Aa2 by Moody's and AA by S&P)
 - Ultimate support by the French banking system

Breakdown of home loan business in 2009



¹ Home loans guaranteed by credit guarantee agencies

Doubtful home loans



Source: Crédit Logement and Banque de France



French Home Loan Business BNP Paribas' underwriting approach

Credit Scoring

- **90% of applications are eligible for automatic scoring:**
 - Application score: from immediate approval by the branch agent to deferred approval by head of branch or by regional head
 - Rate score: provides a recommended rate to the agent
- **10% of applications cannot receive automatic scoring and require a specific manual analysis by a dedicated risk committee (amount above EUR 400,000, loans with deferred repayment of principal, automatic scoring was not sufficient for immediate approval...)**
- **Dedicated credit committee to test and revise scoring grid quarterly**

Income Verification and Lending Limits

- **Applications (intermediary or branch originated loans) processed by an accredited BNP Paribas agent at a local branch by a physical contact with the customer:**
 - Justification of net income, personal net worth and indebtedness level
 - Proof authenticity check
- **Aggregate commitment as a portion of income should not exceed 33%**

Valuations

- **Market price agreed between the buyer and the seller**
- **Check by an accredited BNP Paribas agent of the price indicated in the official selling agreement signed before a notary or a real estate agent**



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BNP Paribas Home Loan Covered Bonds

Key terms

Programme Terms

Issuer

BNP Paribas Home Loan Covered Bonds SA

Programme Size

EUR 30 bn

Ratings

AAA (S&P) / Aaa (Moody's) / AAA (Fitch)

Maturity Type

Hard bullet

Currency

Any

Listing

Euronext Paris

Governing Law

English law (for USD); French law (for all others)

Format

Reg S and/or Rule 144A

Clearing

For English law transactions: DTC (for Rule 144A tranche), Euroclear Bank and Clearstream
For French law transaction: Euroclear France, Euroclear Bank and Clearstream



BNP Paribas Home Loan Covered Bonds Cover pool¹

Pool Notional	EUR 31.5 bn
Loan Type	35% prime French residential mortgages and 65% guaranteed home loans
Number of Loans	343,110
WA Current LTV	68.66%
WA Indexed LTV	64.94%
Seasoning	48.48 months
Rate Type	82% fixed, 18% capped variable
Max Loan Amount	EUR 1 mn
Geographic Distribution	Île-de-France 35%, Provence Alpes Côte d'Azur 9%, Rhône-Alpes 7%, Aquitaine 5%, Languedoc Roussillon 4%, Nord-Pas-de-Calais 5%, Midi-Pyrénées 4%, Pays de la Loire 4%, Bretagne 3%, Lorraine 3%, Centre 2%, Poitou-Charentes 4%, Haute-Normandie 2%, Picardie 3%, Alsace 2%, Other 8%

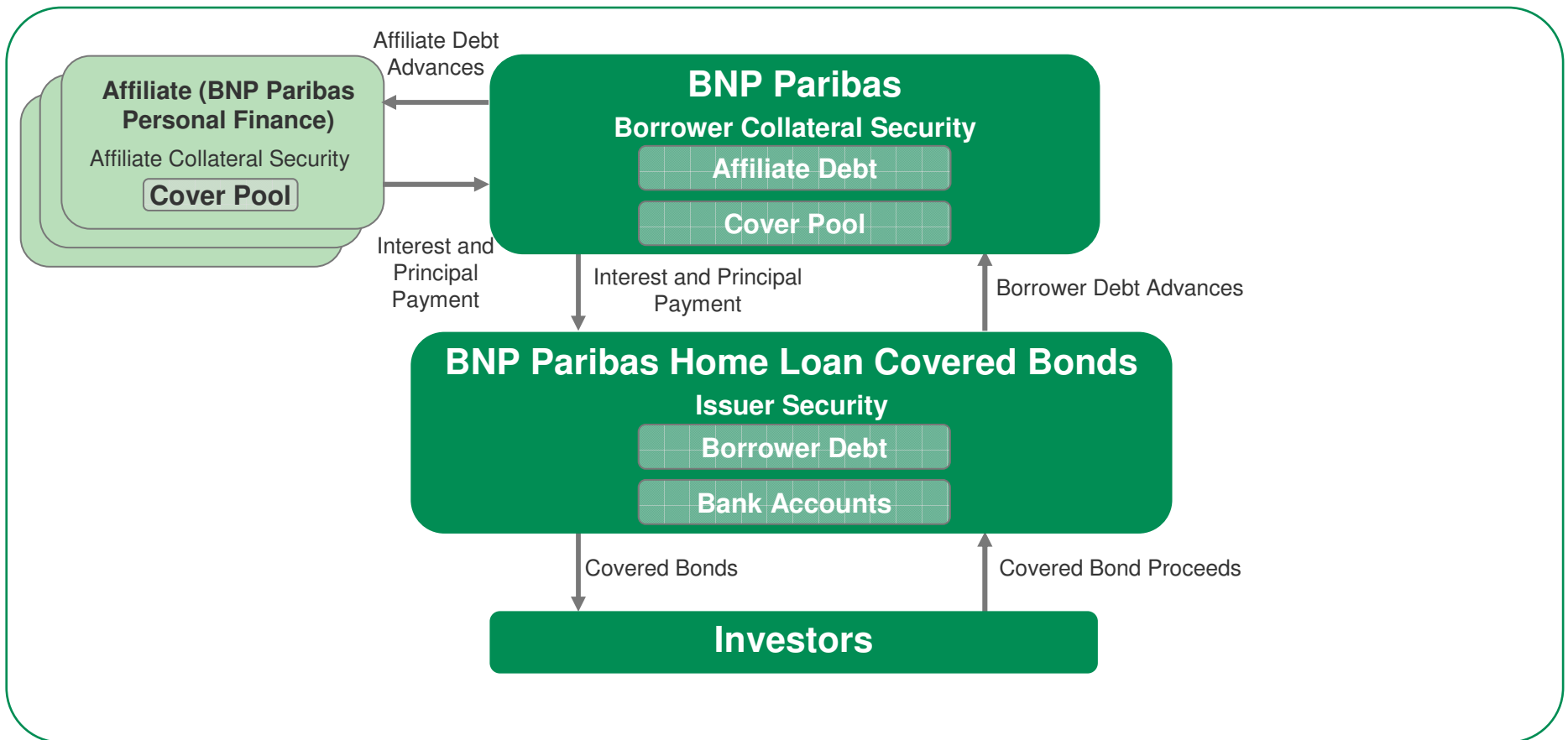
¹ Investor report September 2010



BNP Paribas Home Loan Covered Bonds Structure overview

Standard Features

- Full recourse of the Issuer against BNP Paribas
- Covered Bonds backed by direct security over the Cover Pool
- Asset monitoring including Asset Coverage Test and Amortisation Test





BNP Paribas Home Loan Covered Bonds

Legal and regulatory considerations

- The covered bond programme is based on the French legal framework
 - Fully supported by the French Monetary and Financial Code (*Code Monétaire et Financier*, Article L431-7 and following)
 - Utilises the European Collateral Directive transposed into French law
- Issuer is a credit institution regulated by the French banking regulator (*Autorité de Contrôle Prudentiel*)
- BNP Paribas Home Loan Covered Bonds is fully bankruptcy remote
 - No risk of extension to BNP Paribas Home Loan Covered Bonds of any procedure of bankruptcy filed against BNP Paribas
 - No risk of a bankruptcy procedure against BNP Paribas Home Loan Covered Bonds
 - French central bank (*Banque de France*) approval of bankruptcy remoteness
- Dual recourse for the investor
 - In case of default of BNP Paribas, bondholders have a recourse on the cover pool of French residential home loans
 - In the highly unlikely event of the cover pool not being sufficient to service all outstanding covered bonds, investors will continue to have a recourse against BNP Paribas



BNP Paribas Home Loan Covered Bonds Investor reports and documents

- Detailed investor reporting on BNP Paribas covered bond programmes is available on a quarterly basis on our investor relations website
- Web address: <http://invest.bnpparibas.com> under “BNP Paribas Debt” section

The screenshot displays the BNP Paribas investor relations website. The main navigation menu includes: BNP Paribas at a glance, Financial information, Results, Specific presentations, Newsroom, Financial reports, General Shareholders Meeting, To be a shareholder, Become a shareholder, BNP Paribas share, BNP Paribas Debt, BNP Paribas in Italy, Glossary, Questions / Answers, Contacts, and Calendar. The 'BNP Paribas Debt' section is highlighted in green.

The 'BNP Paribas Home Loan Covered Bonds - Reports and documents' section is visible, showing a list of investor reports and documents:

- ▶ 2010 documents
- ▶ 2009 documents
- ▶ 2008 documents (Documents in French)
- ▶ 2006/2007 documents (Documents in French)
- ▼ Investor reports

Under the 'Investor reports' section, the following reports are listed:

- Investor report July 2010 (247 ko)
- Investor report May 2010 (234 ko)
- Investor report February 2010 (214 ko)
- Investor report November 2009 (187 ko)
- Investor report August 2009 (183 ko)



BNP Paribas: a Leader in Global Finance


- Strong recognition from the financial community for BNP Paribas as an issuer, lead manager, structurer and leading provider of liquidity across investment banking products worldwide




THE NEWSPAPER OF THE GLOBAL CAPITAL MARKETS



Best Issuer 2009
Best Bank for Covered Bonds 2010
Best Syndicate 2010
Best Bank for Structuring 2009, 2010
Euroweek & The Cover Awards



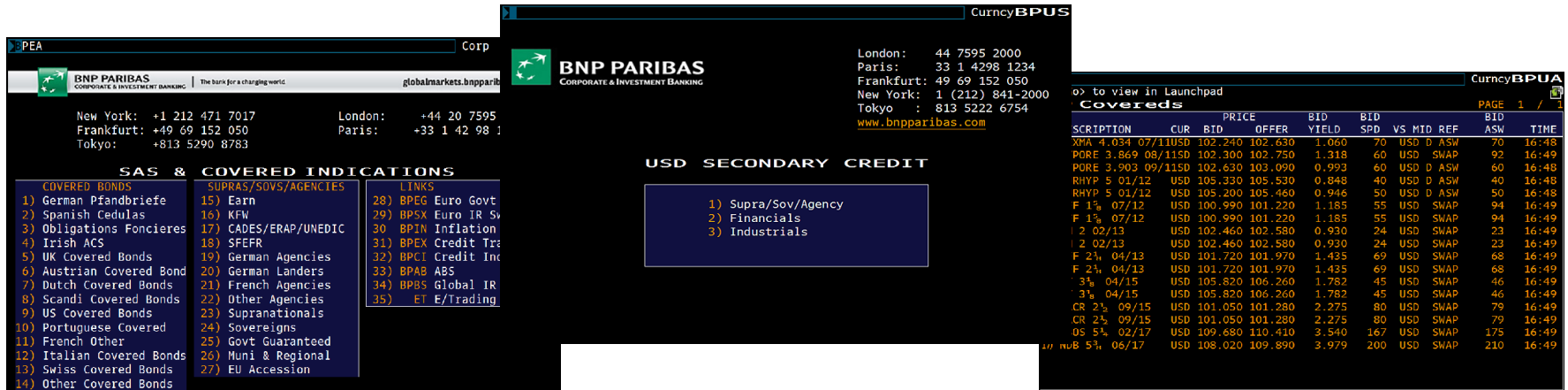
Most Impressive Bank for FIG Issuers of Government-Guaranteed Bonds
Most Impressive Bank for FIG Issuers in Euros
EuroWeek Bond Awards 2009



Best Bank in Western Europe
Best Bank France
Best Bank in Belgium
Best M&A House in Colombia
Best Equity House in France
Equity Derivatives House of the Year
Best Global Infrastructure & Project Finance House
Euromoney Awards for Excellence 2010



No.1 All Euro-denominated Bonds
No.3 All Swiss Franc Bonds
No.3 All Euromarket Issues
No.4 All Global & Euromarket Yen Bonds
No.5 All Sterling Corporate Bonds
No.8 All Bonds, All Currencies
Thomson Reuters Bookrunner Rankings (2009 full year)



BNP PARIBAS
 CORPORATE & INVESTMENT BANKING

SAS & COVERED INDICATIONS

COVERED BONDS	SUPRAS/SOVS/AGENCIES	LINKS
1) German Pfandbriefe	15) Earn	28) BPEG Euro Govt
2) Spanish Cedulas	16) KfW	29) BPSX Euro IR Sv
3) Obligations Foncières	17) CADES/ERAP/UNEDIC	30) BPIN Inflation
4) Irish ACS	18) SFEFR	31) BPEC Credit Tra
5) UK Covered Bonds	19) German Agencies	32) BPCE Credit Inc
6) Austrian Covered Bond	20) German Landers	33) BPAB ABS
7) Dutch Covered Bonds	21) French Agencies	34) BPBS Global IR
8) Scandi Covered Bonds	22) Other Agencies	35) ET E/Trading
9) US Covered Bonds	23) Supranationals	
10) Portuguese Covered	24) Sovereigns	
11) French Other	25) Govt Guaranteed	
12) Italian Covered Bonds	26) Muni & Regional	
13) Swiss Covered Bonds	27) EU Accession	
14) Other Covered Bonds		

USD SECONDARY CREDIT

- Supra/Sov/Agency
- Financials
- Industrials

CurrencyBPUS

London: 44 7595 2000
 Paris: 33 1 4298 1234
 Frankfurt: 49 69 152 050
 New York: 1 (212) 841-2000
 Tokyo: 813 5222 6754
www.bnpparibas.com

CurrencyBPUA

DESCRIPTION	CUR	BID	OFFER	YIELD	BID SPD	VS MID	REF	BID ASW	TIME
XPA 4.034 07/11USD	USD	102.240	102.630	1.060	70	USD	D ASW	70	16:48
PORE 3.869 08/11USD	USD	102.300	102.750	1.218	60	USD	SWAP	92	16:49
PORE 3.903 09/11USD	USD	102.630	103.090	0.993	60	USD	D ASW	60	16:48
RHYP 5 01/12	USD	105.330	105.530	0.848	40	USD	D ASW	40	16:48
RHYP 5 01/12	USD	105.200	105.460	0.946	50	USD	D ASW	50	16:48
F 1%, 07/12	USD	100.990	101.220	1.185	55	USD	SWAP	94	16:49
F 1%, 07/12	USD	100.990	101.220	1.185	55	USD	SWAP	94	16:49
I 2 02/13	USD	102.460	102.580	0.930	24	USD	SWAP	23	16:49
I 2 02/13	USD	102.460	102.580	0.930	24	USD	SWAP	23	16:49
F 2%, 04/13	USD	101.720	101.970	1.435	69	USD	SWAP	68	16:49
F 2%, 04/13	USD	101.720	101.970	1.435	69	USD	SWAP	68	16:49
3% 04/15	USD	105.820	106.260	1.782	45	USD	SWAP	46	16:49
3% 04/15	USD	105.820	106.260	1.782	45	USD	SWAP	46	16:49
CR 2%, 09/15	USD	101.050	101.280	2.275	80	USD	SWAP	79	16:49
CR 2%, 09/15	USD	101.050	101.280	2.275	80	USD	SWAP	79	16:49
05 5%, 02/17	USD	109.680	110.410	3.540	167	USD	SWAP	175	16:49
10y muB 5%, 06/17	USD	108.020	109.890	3.979	200	USD	SWAP	210	16:49



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Highly liquid and strongly rated instrument

Rated AAA / Aaa / AAA by S&P, Moody's and Fitch respectively
Exposure to the high quality French home loan market

Full recourse of the Issuer against BNP Paribas

Rated AA (negative) / Aa2 (stable) / AA- (stable) by S&P, Moody's and Fitch respectively
A solid financial structure with a well-diversified business model

Stable and high quality cover pool

Strict customer scoring and monitoring systems
Superior performance of home loan portfolio

Structural enhancements of the covered bonds programme

Asset Cover Test ensures sufficient overcollateralisation level and mitigates negative carry risk
Hedging strategy and liquidity enhancements mitigate market and liquidity risks



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BNP Paribas Covered Bonds Structure Details



BNP Paribas Home Loan Covered Bonds Structure Details

Asset cover test

- The Asset Cover Test (ACT) is designed to ensure that the collateral constituted by home loans, cash and other collateral is able to meet the future cash flows (interest and principal) on the covered bonds (tested monthly by the calculation agent)

$$\text{Asset Cover Ratio} = \frac{\text{Adjusted Aggregate Asset Amount}}{\text{Aggregate Covered Bond Outstanding Principal Amount}} \geq 1$$

- Whereby

$$\text{Adjusted Aggregate Asset Amount} = \left(\begin{array}{l} \text{Lower of:} \\ \text{Adjusted Home Loan Outstanding Principal Amount} \\ \text{or} \\ \text{Unadjusted Home Loan Outstanding Principal Amount} \times \text{Asset Percentage} \end{array} \right) \text{ Plus } \left(\begin{array}{l} \text{Cash} \\ \text{+} \\ \text{Aggregate Substitution Assets Amount} \\ \text{+} \\ \text{Aggregate Value of Permitted Investments} \end{array} \right) \text{ Less } \left(\begin{array}{l} \text{Applicable Deemed Reductions} \\ \text{Less} \\ \text{Potential financing costs of the swap liquidity} \end{array} \right)$$



BNP Paribas Home Loan Covered Bonds Structure Details

Amortisation test

- Amortisation Test is designed to ensure that the Issuer has the capacity to meet its obligation following the enforcement of a Borrower Event of Default: compliance with the Amortisation Test requires compliance with the amortisation ratio (RA)

$$\text{Amortisation Ratio} = \frac{\text{Transferred Aggregate Asset Amount}}{\text{Aggregate Covered Bond Outstanding Principal Amount}} \geq 1$$

- Whereby

$$\text{Transferred Aggregate Asset Amount} = \left(\text{Home Loan}^1 \text{ Outstanding Principal Amount} \times \begin{matrix} \text{M=1 if loan less than 3 months in arrears;} \\ \text{M=0.7 if loan 3 months or more in arrears} \end{matrix} \right) \text{ Plus } \left(\begin{matrix} \text{Cash} \\ \text{Aggregate Substitution} \\ \text{Asset Amount} \\ \text{Aggregate Value of} \\ \text{Permitted Investments} \end{matrix} \right)$$

¹All Home Loans title to which has been transferred to the Issuer upon enforcement of the Borrower Collateral Security and the Affiliate Collateral Security following the enforcement of a Borrower Event of Default



BNP Paribas Home Loan Covered Bonds Structure Details

Hedging strategy

- **Before a default event, the Issuer is not exposed to any risk of an interest or currency rate mismatch arising between the payments received on the Borrower Advances and the payments to be made under the Covered Bonds**
- **Upon the occurrence of a Hedging Rating Trigger Event, the Issuer will enter into Hedging Agreements**
 - **Swap agreements concluded by the Issuer with Eligible Hedging Providers (Issuer Hedging Agreements) to hedge any currency and interest rate mismatch between the Covered Bonds and the Cover Pool**
 - **"Hedging Rating Trigger Event" means the event in which the senior unsecured, unsubordinated and unguaranteed debt obligations of BNP Paribas become rated below A-1 by S&P, A1 by Moody's or F-1+ by Fitch**
- **Upon the occurrence of a Borrower Event of Default, and the subsequent transfer in favour of the Issuer of title to the Home Loans, the Issuer will**
 - **Maintain its rights and obligations under the existing Issuer Hedging Agreements**
 - **Terminate immediately the Borrower Hedging Agreements**



BNP Paribas Home Loan Covered Bonds Structure Details

Structural highlights

- **The Pre-Maturity Test is designed to ensure that the Borrower can provide sufficient liquidity in case of a downgrade**
 - If the Borrower short-term ratings are downgraded below A1+ by S&P, P-1 by Moody's or F1+ by Fitch, the Borrower must fund a cash collateral account to insure the redemption of the Covered Bonds
 - Maximum of all covered bonds due in next 12 months (A) and 15% of outstanding covered bonds (B)
 - A non-compliance with the Pre-Maturity Test will prevent the Issuer from issuing any further series of Covered Bonds as long as it remains unremedied
- **Liquidity Support**
 - Monthly payment under the Covered Bond Swap
 - Funds held by the highly rated Covered Bond Swap provider until the annual payment of interest
- **Account Agreement**
 - BNP Paribas SA provides bank accounts to the Issuer
- **Asset Servicing**
 - BNP Paribas SA will perform the Asset Servicing and will provide BNP Paribas Covered Bonds with Asset Reporting
 - BNP Paribas Covered Bonds will use reasonable efforts to enter into a master servicing agreement with an Eligible Servicer if downgraded below BBB by S&P, Baa2 by Moody's or BBB- by Fitch



BNP Paribas Home Loan Covered Bonds Structure Details

Cash flow priorities

Pre- Enforcement Priority Payment Order

- Senior Administrative and Tax costs
- Covered Bonds hedging costs
- Interest on the Covered Bonds
- Principal on the Covered Bonds
- Hedging Termination Costs
- Dividend to the Issuer's shareholders and any payment under the subordinated loan



BNP Paribas Home Loan Covered Bonds Structure Details

Key events

Borrower Event of Default

- **The occurrence of any of the following events will constitute a Borrower Event of Default**
 - Default in the payment of principal or interest on any Borrower Facility not remedied within 3 business days after the due date
 - Breach of Pre-Maturity Test
 - Breach of Asset Cover Test
 - Breach of Amortisation Test
 - Failure to comply with any of the Borrower's material obligations
 - Occurrence of an Insolvency Event
 - Failure to enter into any Hedging Agreement within 30 days following a Hedging Rating Trigger Event
- **A Borrower Event of Default will result in a Borrower Enforcement Notice**
 - Borrower advances due and payable
 - Enforcement of the Borrower Facility with a transfer of the assets to the Issuer

Controlled Post-Enforcement Priority Payment Order

- Senior Administrative and Tax costs
- Covered Bonds hedging costs
- Interest on the Covered Bonds
- Principal on the Covered Bonds
- Hedging Termination Costs
- Subject to full repayment of any outstanding Covered Bonds, distribution of remaining enforcement proceeds to the Borrower



BNP Paribas Home Loan Covered Bonds Structure Details

Key events

Affiliate Event of Default

- **The occurrence of any of the following events will constitute an Affiliate Event of Default**
 - Default in the payment of principal or interest on any Affiliate Facility not remedied within 3 business days after the due date
 - Failure to comply with any of the Affiliate's material obligations
 - Occurrence of an Insolvency Event
- **An Affiliate Event of Default will result in an Affiliate Enforcement Notice**
 - Affiliate advances due and payable
 - Enforcement of the Affiliate Facility with a transfer of the Affiliate assets to the Borrower (optional)



BNP Paribas Home Loan Covered Bonds Structure Details

Key events

Issuer Event of Default

- The occurrence of any of the following events will constitute an Issuer Event of Default
 - Default in the payment of principal or interest on any Covered Bond not remedied within 3 business days after the due date
 - Order made for the liquidation or winding up of the Issuer
 - The Issuer ceases to carry on all or a material part of its business
 - Breach of Amortisation Test
 - Failure to enter into any Hedging Agreement within 30 days following a Hedging Rating Trigger Event
- An Issuer Event of Default will result in an Issuer Enforcement Notice and an Accelerated Post-Enforcement Priority Payment Order

Accelerated Post-Enforcement Priority Payment Order

- Senior Administrative and Tax costs
- Covered bonds hedging costs
- Interest on the covered bonds
- Principal on the covered bonds
- Hedging termination costs
- Subject to full repayment of any outstanding Covered Bonds, distribution of remaining enforcement proceeds to the Borrower



BNP Paribas Home Loan Covered Bonds Structure Details

Key events

No further Issuance

- **The Issuer undertakes not to issue new further Covered Bonds under the Programme**
 - As from the date a Borrower Enforcement Notice has been served
 - As from the date an Issuer Enforcement Notice has been served
 - For so long as Non Compliance with Asset Cover Test has occurred and is not remedied
 - For so long as, regarding the Pre-Maturity Test, a Non Compliance Notice has been delivered and is not withdrawn



Contacts



BNP PARIBAS

Claire Sineux
Investor Relations

3, rue d'Antin – 75078 Paris Cedex 02
Tel: +33 1 42 98 31 99
e-mail: investor.relations@bnpparibas.com



BNP PARIBAS

Valérie Brunerie
ALM – Head of Funding and Securitisation

3, rue d'Antin – 75078 Paris Cedex 02
Tel: +33 1 40 14 70 55
e-mail: valerie.brunerie@bnpparibas.com



BNP PARIBAS

Véronique Floxoli
ALM – Medium and Long Term Funding

3, rue d'Antin – 75078 Paris Cedex 02
Tel: +33 1 42 98 72 24
e-mail: veronique.floxoli@bnpparibas.com



BNP PARIBAS

Alain Deforge
ALM – Medium and Long Term Funding

3, rue d'Antin – 75078 Paris Cedex 02
Tel: +33 1 40 14 85 75
e-mail: alain.deforge@bnpparibas.com



BNP PARIBAS

Clément Rébérioux
ALM – Loan Collateral Management

3, rue d'Antin – 75078 Paris Cedex 02
Tel: +33 1 40 14 73 86
e-mail: clement.reberieux@bnpparibas.com



BNP PARIBAS CORPORATE & INVESTMENT BANKING

Boudewijn Dierick
Covered Bond Structuring

10 Harewood Avenue, London NW1 6AA
Tel: +44 20 7595 4833
e-mail: boudewijn.dierick@uk.bnpparibas.com

- Detailed investor reporting on BNP Paribas covered bond programmes is available on a quarterly basis on our investor relations website
- Web address: <http://invest.bnpparibas.com> under “BNP Paribas Debt” section