Equity Release Funding (No. 2) plc
$\begin{array}{ll}\text { Report for the immediately preceding interest period } & \text { 21-May-18 }\end{array}$
Loans £

Outstanding Balance of Loans at Closing Date
Outstanding Balance of Loans @ start of immediately preceding calculation period Accrued Interest @ start of Calculation Period


Principal Balance of Loans redeemed in the immediately preceding Calculation period

Equivalent Value Test this Calculation Period :-
S\&P model this Calculation Period:-


Substituted in the immediately preceding Calculation Period ( $\mathrm{O} / \mathrm{S}$ amount @ Closing Date) Substituted in the immediately preceding Calculation Period as a \% of aggregate Outstanding Balance of the Loans @ Closing Date
Substituted to date as a \% of aggregate Outstanding Balance of the Loans @ Closing Date $\square$

Early Amortisation Test
Aggregate Loan Amount (in respect of all Outstanding Loans, the Outstanding Balance as at the Closing Date and in respect of substitute Loans, the Outstanding Balance as at the Loan Entry date)

Weighted Averaged GIC Rate
Outstanding Balance of Loans
Outstanding Accrued Interest
Outstanding Gross Balance
Outstanding number of loans
$\square$


Product Breakdown by Loan O/S


Single Female
Single Male
Joint Borrowers by Age of Younger
Properties Sold / repayments (case by case):-
Time to Sale (where available - time from death/assessment to repayment) (Days)
Time from Possession to Sale (in days where applicable)
Initial Valuation
Indexed Valuation (Initial Valuation +Hpi )
Sale Price (where available)
Gross M
Loan Outstandings as a \% of Sale Pric
Claim Submitted to No Negative Equity
Claim Paid


| For all Mortgages repaid to the Calculation Date (NNEG or repossession) |  |
| :---: | :---: |
| Weighted Average: |  |
| Sale price as \%age of indexed valuation. | 43.6\% |
| Shortfall as \% of Mortgage o/s | 26.0\% |
| For all Mortgages repaid to the Calculation Date (all redemptions other than voluntary) |  |
|  |  |
| Time to sale (Days) | 195 |
| Properties in Possession (Total to Calculation date) | 9 |
| Repossessed this Quarter | 2 |
| Properties sold (Total to Calculation date) | 6 |
| Number Carried Forward | 3 |
| Average Time from Possesion to Sale | 181 |
| Possession cases average Shortfall at Sale (\%) | 19.7\% |
| Insurance |  |
| No Negative Equity Claims made total | - |
| Claims Paid | - |
| Claims $\mathrm{O} / \mathrm{S}$ |  |
| Claims not settled in full by number |  |
| Claims not settled in full by amount of shortfall |  |
| Average Time from Claim to Payment | N/A |
| Local Search Claims made (number) | - |
| Claims Paid | - |
| Claims O/S | - |
| Claims not settled in full by number | - |
| Claims not settled in full by amount of shortfall |  |
| Average Time from Claim to Payment | N/A |
| Contingent Building Insurance claims made (number) | - |
| Claims Paid | - |
| Claims O/S | - |
| Claims not settled in full by number |  |
| Claims not settled in full by amount of shortfall |  |
| Average Time from Claim to Payment | N/A |
| Average Loan Outstanding | $£ 100,884$ |
| Weighted Average LTV | 83.3\% |
| Weighted Average Indexed LTV | 37.4\% |
| Weighted Average Interest Rate |  |
| FIRP | 8.29\% |
| FCRP | 8.09\% |
| LTV Levels Breakdown (based on original valuation using P+1 at date of report) |  |
| 0-29.99\% | 1,578,438 |
| 30-34.99\% | 1,807,043 |
| 35-39.99\% | 3,738,563 |
| 40-44.99\% | 5,975,921 |
| 45-49.99\% | 6,449,912 |
| 50-54.99\% | 7,558,256 |
| 55-59.99\% | 7,353,534 |
| 60-64.99\% | 21,716,062 |
| 65-69.99\% | 32,898,716 |
| 70-74.99\% | 15,838,088 |
| 75-79.99\% | 25,644,610 |
| 80-84.99\% | 4,967,083 |
| 85-89.99\% | 52,230,183 |
| 90-94.99\% | 29,394,641 |
| 95-99.99\% | 1,831,396 |
| 100\% + | 69,040,408 |
| LTV Levels Breakdown (based on HPI adjusted valuation @ Calculation date) |  |
| 0-30\% | 73,347,207 |
| 30-35\% | 38,405,886 |
| 35-40\% | 72,655,061 |
| 40-45\% | 66,428,465 |
| 45-50\% | 6,103,897 |
| 50-55\% | 17,102,910 |
| 55-60\% | 7,017,617 |
| 60-65\% | 4,461,274 |
| 65-70\% | 978,988 |
| 70-75\% | 1,281,912 |
| 75-80\% | 239,636 |
| 80-85\% | - |
| 85-90\% | - |
| 90-95\% | - |
| 95-100\% | - |
| 100\% + | - |

Depersonalised information on the pool, as at each Calculation Date, may be obtained electronically by Noteholders from the Administrator upon delivery of a signed confidentiality undertaking (the form of which can be obtained from the Administrator)
Age Band Breakdown (based on youngest policyholder @ Calculation date)

## Under 70

$70-74$
$75-79$
$75-79$
$80-84$
$80-84$
$85-89$
$90-94$
$95-99$
$95-99$
$100+$


LTV Levels Breakdown (HPI adiusted) vs Age Band Breakdown @ Calculation date

| Under 70 | 70-74 | 75-79 | 80-84 | 85-89 | 90-94 | 95-99 | 100+ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 0-29.99\% |  | 33,971,346 | 26,644,529 | 7,828,429 | 3,189,970 | 1,529,471 | 183,461 |
| 30-34.99\% |  | 2,657,316 | 20,589,314 | 12,002,751 | 2,641,082 | 515,423 |  |
| 35-39.99\% |  | 2,105,146 | 43,678,243 | 22,710,488 | 3,818,341 | 342,843 |  |
| 40-44.99\% |  | 1,459,735 | 5,674,676 | 44,023,676 | 14,725,045 | 545,333 |  |
| 45-49.99\% |  | 406,010 | 2,644,872 | 1,927,006 | 838,824 | 287,185 |  |
| 50-54.99\% |  |  | 607,347 | 2,895,853 | 10,823,035 | 2,776,675 |  |
| 55-59.99\% |  | 83,488 | 944,118 | 2,514,979 | 2,969,005 | 506,027 |  |
| 60-64.99\% |  |  | 252,817 | 484,407 | 1,262,436 | 1,833,739 | 627,875 |
| 65-69.99\% |  |  |  | 432,460 | 354,934 |  | 191,595 |
| 70-74.99\% |  |  | 258,994 | 269,645 | 258,190 | 495,084 |  |
| 75-79.99\% |  |  |  |  | 239,636 |  |  |
| 80-84.99\% |  |  |  |  |  |  |  |
| 85-89.99\% |  |  |  |  |  |  |  |
| 90-94.99\% |  |  |  |  |  |  |  |
| 95-99.99\% |  |  |  |  |  |  |  |
| 100\% + |  |  |  |  |  |  |  |

## Liquidity Facility Ledger

Initial Balance
Last Calculation Period Closing Outstanding
Available @ next IPD
Amount to be drawn at next IPD

| $£ 0$ |
| ---: |
| $£ 70,000,000$ |
| $£ 0$ |



Amount to be drawn at next IPD
Closing balance

Deficiency Ledge
Opening Balance
Losses this Quarter
Closing Balance


## Optional Guarantee Ledger

Opening Balance on Closing Date
Claims Submitted as at date of this Quarterly Repo
Claims Submitted as at date of this Quarterly R
Claims Paid as at date of this Quarterly Report
Claims Not recovered from NULAP this calculation period
Total Claims not recovered from NULAP as at date of this Quarterly Report


Surplus after payment of all payments due in the Waterfall (a) to (h)
Replenishment Amount as recorded in Replenishment Ledger
Years 2002 to 2026
$10 \%$ of Principal Amount O/S of Class A Notes @ IPD (net of redemptions @ IPD) and
the amount (if any) necessary to maintain the Required Ratio of
(a) the sum of the Aggregate Portfolio Amount and Adjusted Cash, and
(b) the Principal Amount Outstanding of the Class A Notes
(net of redemptions @ IPD)


Years 2027 to 203
$10 \%$ of Principal Amount O/S of Class A Notes @ IPD (net of redemptions @ IPD)
aggregate of all scheduled payments of interest and principal on the Class A Notes
payable on the 4 immediately succeeding IPD's, and
the amount (if any) necessary to maintain the Required Ratio of
(a) the sum of the Aggregate Portfolio Amount and Adjusted Cash, and
(b) the Principal Amount Outstanding of the Class A Notes
(net of redemptions @ IPD).


Voluntary Repayment Rate
The "Voluntary Prepayments Rate" is the [annualised value of the ratio
expressed as a percentage] calculated by dividing:-
(x) the aggregate of the initial outstanding balances of the Loans prepaid up to the relevant Calculation Date by
(y) the aggregate of the initial outstanding balances of all Loans in the Portfolio on the Closing Date.

Deferred Consideration released to Originator Deferred Cons ef this Quarterly Report date
Deferred Consideration paid to Originator during the calculation period
Total Deferred Consideration paid to Originator.

| $\varepsilon 0$ |
| ---: |
|  |
| $\varepsilon 0$ |
| $\varepsilon 0$ |

## Equity Release Funding (No.2) plc

| Name of Issuer <br> Date of Issue | Equity Release Funding (No.2) plc 11-Jun-2002 |  |
| :---: | :---: | :---: |
| Moody's Current Rating S\&P Current Rating | $\begin{aligned} & \frac{A 1}{N / A} \\ & N / A \end{aligned}$ | $\begin{aligned} & \frac{\mathrm{A} 2}{\mathrm{~A} 21} \\ & \mathrm{~A}- \end{aligned}$ |
| Initial Note Balance <br> Note Principal @ start of period <br> Note Redemptions @ IPD <br> Outstanding Note Principal | 45,000,000.00 | $\begin{array}{r} 255,000,000.00 \\ 240,288,387.00 \\ 2,101,659.00 \\ 238,186,728.00 \\ \hline \end{array}$ |
| Note Interest Margins <br> Step Up Dates <br> Step Up Margins | $\begin{aligned} & \text { LIBOR + } 0.44 \% \\ & \text { IPD May } 2012 \\ & \text { LIBOR }+1.50 \% \\ & \hline \end{aligned}$ | Fixed Rate (5.88\%) <br> N/A <br> N/A |
| Interest Payment Cycle Interest Payment Date Next Interest Payment Date | Quarterly 26th or Next Business Day 28-Aug-2018 |  |
| Pool Factor | - |  |

