

Equity Release Funding (No 3) plc

Report for the immediately preceding interest period

19-Apr-21

Loans

£

Outstanding Balance of Loans at Closing Date	404,247,000
Outstanding Balance of Loans @ start of this Quarter	479,808,479
Accrued Interest @ start of Calculation Period	356,338,421

Last Quarter

Since Inception

Redemptions	3,397,402	262,519,218
Principal Balance of Loans redeemed in the immediately preceding Calculation period		
<u>Principal Balance of Loans redeemed by cause:-</u>		
Death	2,167,367	118,571,567
Borrower enters Long Term Care	594,979	36,201,138
Voluntary Repayment	591,049	100,969,062
Move to Lower Value Property	44,009	7,466,057
Substitutions	-	272,374
Number of Loans redeemed in the immediately preceding Calculation period	54	5,384
<u>Number of Loans redeemed by cause:-</u>		
Death	59	2,937
Borrower enters Long Term Care	16	869
Voluntary Repayment	19	2,580
Move to Lower Value Property	3	379
Substitutions	-	2
Redemption monies received	13,746,066	581,864,772
Outstanding Balance of Loans		
Outstanding Accrued Interest	354,179,804	
Outstanding Gross Balance	473,382,459	
Outstanding number of loans	3,380	
Equivalent Value Test this Calculation Period :-	N/A	
SMP model this Calculation Period :-	N/A	

Repayment Rate

6.00%

The "Repayments 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 repaid 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.

Substitutions

Substituted in this Quarter (OS amount @ Closing Date)	0.01%
Substituted in this Quarter as a % of aggregate Outstanding Balance of the Loans @ Closing Date	0.91%
Substituted to date as a % of aggregate Outstanding Balance of the Loans @ Closing Date	

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)

N/A - Post Year 10 IPD

Weighted Averaged GIC Rate

N/A - Post Year 10 IPD

Product Breakdown by Loan OS

At Closing

At Calculation date for this report

LCRP %	27.5%	31.8%
FCRP %	72.5%	68.2%

Weighted Average Age of Borrowers @ Closing Date

71

Weighted Average Age of borrowers - at Calculation date for this Quarterly report

85

Age of Borrowers:-

Single Female	86
Single Male	85
Joint Borrowers by Age of Younger	85

Properties Sold / repayments (case by case)->

Time to Sale (days where available - time from death/assessment to repayment)

Case 1	ERF3	Aviva UKER
Total	Original Loan	Additional Loan
270		
184		
117,950		
284,965		
144,148	144,148	-
Gross Mortgage Outstandings	186,895	-
Shortfall	42,737	-
Loan Outstandings as a % of Sale Price	130%	
Claim Submitted to No Negative Equity	N/A	
Claim Paid	N/A	
Claim OS	N/A	

Time to Sale (days where available - time from death/assessment to repayment)

Case 2	ERF3	Aviva UKER
Total	Original Loan	Additional Loan
-		
722		
153,450		
330,983		
83,772	83,772	-
Gross Mortgage Outstandings	268,524	-
Shortfall	184,752	-
Loan Outstandings as a % of Sale Price	321%	
Claim Submitted to No Negative Equity	N/A	
Claim Paid	N/A	
Claim OS	N/A	

Time to Sale (days where available - time from death/assessment to repayment)

Case 3	ERF3	Aviva UKER
Total	Original Loan	Additional Loan
906		
141		
91,000		
222,157		
175,767	178,767	-
Gross Mortgage Outstandings	87,321	-
Shortfall		-
Loan Outstandings as a % of Sale Price	49%	
Claim Submitted to No Negative Equity	N/A	
Claim Paid	N/A	
Claim OS	N/A	

For all Mortgages repaid to the Calculation Date (NNEG or repossession)

Weighted Average:	
Sale Price as % of Indexed Valuation (Initial Valuation + Halifax HPI) (where available)	54.9%
Shortfall as % of Mortgage Outstandings	20.3%

For all Mortgages repaid to the Calculation Date (all redemptions other than voluntary)

Weighted Average:	
Time to sale (Days)	276

Properties in possession (Total to Calculation date)

Repossessioned this Quarter	48
Properties sold (Total to Calculation date)	1
Number Carried Forward	43

Average Time from Possession to Sale

256

Possession cases average Shortfall at Sale (%)

23.2%

Insurance	
No Negative Equity Claims made total	-
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

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	£139,662
Weighted Average LTV	55.1%
Weighted Average Indexed (Halifax) LTV	65.2%

Weighted Average Interest Rate	4.89% + LPR
LCRP	7.56%
FCRP	

LTV Levels Breakdown (based on original valuation using Pw at date of report)	
0 - 29.99%	643,645
30 - 34.99%	1,438,372
35 - 39.99%	2,207,551
40 - 44.99%	4,917,053
45 - 49.99%	7,440,491
50 - 54.99%	9,294,955
55 - 59.99%	9,271,035
60 - 64.99%	19,603,399
65 - 69.99%	19,581,281
70 - 74.99%	31,644,062
75 - 79.99%	37,942,546
80 - 84.99%	39,199,859
85 - 89.99%	37,843,375
90 - 94.99%	37,659,666
95 - 99.99%	42,361,767
100% +	172,353,389

LTV Levels Breakdown (based on Halifax HPI adjusted valuation @ Calculation date)	
0 - 30%	28,464,709
30 - 35%	52,693,834
35 - 40%	84,112,695
40 - 45%	77,686,923
45 - 50%	83,887,524
50 - 55%	60,485,574
55 - 60%	35,916,513
60 - 65%	25,991,144
65 - 70%	12,107,294
70 - 75%	6,630,509
75 - 80%	3,867,756
80 - 85%	1,307,530
85 - 90%	-
90 - 95%	250,054
95 - 100%	-
100% +	-

Depersonalised information on the pool and payment summary, as at each Calculation Date, may be obtained electronically by Noteholders from the MT Administrator upon delivery of a signed confidentiality undertaking (the form of which can be obtained from the MT Administrator).

Age Band Breakdown (based on youngest policyholder @ Calculation date)	
Under 70	-
70-74	6,432,078
75-79	50,324,362
80-84	161,296,806
85-89	164,395,652
90-94	76,887,105
95-99	14,475,230
100+	1,571,227

LTV Levels Breakdown (Halifax HPI Adjusted) vs Age Band Breakdown @ Calculation Date								
	Under 70	70-74	75-79	80-84	85-89	90-94	95-99	100+
0 - 29.99%		1,716,863	3,670,553	10,321,015	8,411,769	3,502,243	606,103	236,163
30 - 34.99%		1,038,339	16,156,690	21,651,260	8,903,905	4,505,341	436,043	
35 - 39.99%		3,533,824	7,910,696	50,461,160	17,841,846	3,482,928	882,242	
40 - 44.99%		142,594	13,813,350	27,817,283	30,125,942	5,147,358	639,995	
45 - 49.99%			2,386,318	17,704,680	47,616,846	10,220,725	862,247	84,728
50 - 54.99%			716,613	22,241,814	20,111,615	15,243,082	2,152,449	
55 - 59.99%			478,574	9,714,283	12,987,743	10,940,158	1,795,754	
60 - 64.99%			175,367	1,083,500	12,916,143	8,011,779	3,801,354	
65 - 69.99%				301,830	4,778,148	5,581,761	1,448,555	
70 - 74.99%					277,689	5,750,825	242,363	261,621
75 - 79.99%					251,024	1,678,610	849,407	888,715
80 - 84.99%					173,971	622,295	511,664	
85 - 89.99%								
90 - 94.99%							250,054	
95 - 99.99%								
100% +								

Equity Release Funding (No.3) plc**Report for the immediately preceding interest period**

19-Apr-21

Liquidity Facility Ledger

Initial Balance
Last Quarter Closing Outstanding
Available @ next Interest Payment Date
Amount to be drawn at next Interest Payment Date

Barclays
£0
£0
£140,000,000
£0

Citibank
£0
£0
£45,000,000
£0

Liquidity Reserve Fund Ledger

Initial Balance on Closing Date
Outstanding as at the date of this Quarterly Report
Accrued Interest to immediately succeeding interest payment date

£35,000,000
£150,000
£4
£150,000
£4
£4
£150,000

Less Mortgage Registration Reserve

Available Liquidity Reserve Fund

Amount to be drawn at next IPD

Closing balance

Deficiency Ledger

Opening Balance

Losses this Quarter

Closing Balance

-£2,185,142
-£227,458
-£2,412,600

Optional Guarantee Ledger

Opening Balance on Closing Date
Claims Submitted as at the date of this Quarterly Report
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

£0
£0
£0
£0
£0

Surplus after payment of all payments set out paragraphs (a) to (k) of the Pre-Enforcement
Priority of Payments (Excess Available Receipts)

£33,676,199

Replenishment Amount as recorded in Replenishment Ledger**Years 2003 to 2020**

The greater of :-

10% of Principal Amount O/S of Class A Notes @ IPD (net of redemptions @ Interest Payment Date)
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 Notes (net of redemptions @ Interest Payment Date).

£33,600,000

Years 2020 onwards

The greater of:-

10% of Principal Amount O/S of Class A Notes @ IPD (net of redemptions @ Interest Payment Date),
aggregate of all scheduled payments of interest and principal on the Notes which are
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 Notes (net of redemptions @ Interest Payment Date).

N/A

Voluntary Repayment Rate (Replenishment Amount)

Annualised value of the ratio expressed as a percentage calculated by dividing :-

(x) the aggregate of the Outstanding Balance as at the Closing Date of all Loans prepaid up to the relevant Calculation Date by
(y) the aggregate Outstanding Balance of all Loans on the Closing Date.

1.75%

Class B Notes Payment Test

Asset / Liability Ratio @ next IPD

Class B Notes Required Ratio @ next IPD

Pass / Fail

1.58

1.52

PASS

Subordinated Loan Ledger

Opening Balance on Closing Date

Opening Balance at start of Quarter

Payments this Quarter

Interest Accrued this Quarter

Closing Balance

£14,000,000
£27,225,268
£0
£119,850
£27,345,118

Indexation Ledger (April and Oct only)

Class A3 Note Interest Amount / principal due on next IPD (prior to adjustment)

Limited Index Factor to be applied on next IPD

Class A3 Note Interest Amount / principal post adjustment due on next IPD

£207,500

1.01

£346,500

Deferred Consideration released to Originator

Deferred Consideration paid to Originator prior to the date of this Quarterly Report date

Deferred Consideration paid to Originator during the Quarter

Total Deferred Consideration paid to Originator

£0

£0

£0

Equity Release Funding (No.3) plc

Name of Issuer

Equity Release Funding (No.3) plc

Date of Issue

27-Jun-2003

Moody's Current Rating

S&P Current Rating

A1

A2

A3

B

N/A

Aaa

Aaa

Aaa3

N/A

A

A

BBB

Initial Note Balance

Note Principal @ start of period

Note Redemptions @ IPD

Outstanding Note Principal

60,000,000.00	310,000,000.00	50,000,000.00	42,000,000.00
-	305,979,982.50	17,000,000.00	42,000,000.00
-	1,340,006.00	3,000,000.00	-
-	304,639,976.00	14,000,000.00	42,000,000.00

Note Interest Margins

Step Up Dates

Step Up Rate

LIBOR + 0.50%	Fixed Rate (0.05%)	Fixed Rate (2.45%)	LIBOR + 1.4%
N/A	N/A	N/A	IPD Apr 2010
N/A	N/A	N/A	LIBOR + 3.5%

Interest Payment Cycle

Interest Payment Date

Next Interest Payment Date

N/A	Quarterly	Semi Annually	Quarterly
N/A	26th Jan, Apr, Jul & Oct or Next Business Day	26th Apr & Oct or Next Business Day	26th Jan, Apr, Jul & Oct or Next Business Day
N/A	26-Jul-2021	26-Jul-2021	26-Jul-2021

Pool Factor

-

Interest Amount paid this quarter

Deferred Amount at start of quarter

Interest Amount deferred (paid) this quarter *

Interest on Deferred amount this quarter

Deferred Amount at end of quarter

-	3,807,327	346,500	148,680
			11,848,511
			217,560
			103,244
			12,164,915

B note swap deferred payments

Brought Forward balance

Net coupon deferred

Interest

Amount paid

Carried forward balance

-

-

-

-

-

Present value of Swap Scheduled Fixed Payments

Brought Forward balance

Paid this quarter

Carried forward balance

-

-

-

* Interest Amount deferred / (paid) this quarter is made up of: Normal and step-up interest accrued in quarter
Interest on accumulated normal interest accrued in quarter
Accumulated normal interest paid

366,240

0

-148,680

217,560