

Equity Release Funding (No 3) plc

Report for the immediately preceding interest period

19-Jan-22

Loans

£

Outstanding Balance of Loans at Closing Date	404,247,009
Outstanding Balance of Loans @ start of this Quarter	459,907,191
Accrued Interest @ start of Calculation Period	349,051,898

Last Quarter

Since Inception

Redemptions	2,310,424	275,177,006
Principal Balance of Loans redeemed/ in the immediately preceding Calculation period		
Principal Balance of Loans redeemed by cause:-		
Death	1,179,050	125,032,842
Borrower enters Long Term Care	418,610	35,344,691
Voluntary Repayment	609,400	102,013,509
Move to Lower Value Property	103,364	7,513,589
Substitutions	-	272,374
Number of Loans redeemed in the immediately preceding Calculation period	64	6,881
Number of Loans redeemed by cause:-		
Death	40	3,124
Borrower enters Long Term Care	12	930
Voluntary Repayment	12	2,629
Move to Lower Value Property	2	362
Substitutions	-	2
Redemption monies received	9,750,793	625,922,638
Outstanding Balance of Loans		
Outstanding Accrued Interest	351,103,692	
Outstanding Gross Balance	459,648,561	
Outstanding number of loans	3,092	
Equivalent Value Test this Calculation Period >	N/A	
S&P model this Calculation Period >	N/A	

Repayment Rate

6.29%

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 (O/S amount @ Closing Date)

-

Substituted in this Quarter as a % of aggregate Outstanding Balance of the Loans @ Closing Date

0.00%

Substituted to date as a % of aggregate Outstanding Balance of the Loans @ Closing Date

0.91%

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 O/S

At Closing

At Calculation date for this report

LCRP %	27.5%	33.9%
FCRP %	72.5%	67.0%
Weighted Average Age of Borrowers @ Closing Date	71	
Weighted Average Age of borrowers - at Calculation date for this Quarterly report	66	

Age of Borrowers:-

Single Female

87

Single Male

86

Joint Borrowers by Age of Younger

86

Properties Sold / repayments (case by case):-

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

Time from Possession to Sale (days)

Initial Valuation

Indred Valuation (Initial Valuation + Halifax HPI)

Sale Price (where available)

Gross Mortgage Outstandings

Shortfall

Loan Outstandings as a % of Sale Price

Claim Submitted to No Negative Equity

Claim Paid

Claim O/S

Case 1	ERF3	Aviva UKER
Total	Original Loan	Additional Loan
167		
94		
80,000		
180,119		
80,086	80,086	-
152,195	99,434	52,761
72,109	19,348	52,761
190%		
Yes		
Yes		
N/A		

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

Time from Possession to Sale (days)

Initial Valuation

Indred Valuation (Initial Valuation + Hpi)

Sale Price (where available)

Gross Mortgage Outstandings

Shortfall

Loan Outstandings as a % of Sale Price

Claim Submitted to No Negative Equity

Claim Paid

Claim O/S

Case 2	ERF3	Aviva UKER
Total	Original Loan	Additional Loan
324		
135,000		
294,651		
211,776	211,776	
220,221	220,221	-
8,445	8,445	
104%		
N/A		
N/A		
N/A		

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

Time from Possession to Sale (days)

Initial Valuation

Indred Valuation (Initial Valuation + Hpi)

Sale Price (where available)

Gross Mortgage Outstandings

Shortfall

Loan Outstandings as a % of Sale Price

Claim Submitted to No Negative Equity

Claim Paid

Claim O/S

Case 3	ERF3	Aviva UKER
Total	Original Loan	Additional Loan
4,313		
211		
450,000		
1,045,403		
396,368	396,368	
703,320	609,978	91,323
304,933	213,610	91,323
177%		
Yes		
Yes		
N/A		

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

Time from Possession to Sale (days)

Initial Valuation

Indred Valuation (Initial Valuation + Hpi)

Sale Price (where available)

Gross Mortgage Outstandings

Shortfall

Loan Outstandings as a % of Sale Price

Claim Submitted to No Negative Equity

Claim Paid

Claim O/S

Case 4	ERF3	Aviva UKER
Total	Original Loan	Additional Loan
337		
70		
70,000		
180,621		
85,125	85,125	-
78,698	78,698	-
-		
92%		
N/A		
N/A		
N/A		

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

Weighted Average:

Sale Price as % of Indred Valuation (Initial Valuation + Halifax HPI) (where available)

54.1%

Shortfall as % of Mortgage Outstandings

21.4%

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

Weighted Average:

Time to sale (Days)

275

Properties in possession (Total to Calculation date)

Reposessed this Quarter

57

Properties sold (Total to Calculation date)

1

Number Carried Forward

51

Average Time from Possession to Sale

243

Possession cases average Shortfall at Sale (%)

24.9%

Insurance	
No Negative Equity Claims made total	2
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	30

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	£148,692
Weighted Average LTV	58.7%
Weighted Average Indexed (Halifax) LTV	44.3%

Weighted Average Interest Rate	4.89% + LRP
ILCRP	7.68%
FCRP	

LTV Levels Breakdown (based on original valuation using PwI at date of report)

0 - 29.99%	973,232
30 - 34.99%	527,916
35 - 39.99%	1,762,923
40 - 44.99%	4,076,883
45 - 49.99%	5,454,972
50 - 54.99%	7,211,395
55 - 59.99%	9,538,279
60 - 64.99%	8,843,212
65 - 69.99%	20,001,576
70 - 74.99%	17,959,576
75 - 79.99%	32,419,525
80 - 84.99%	34,764,814
85 - 89.99%	36,957,375
90 - 94.99%	35,564,521
95 - 99.99%	35,130,663
100% +	208,855,699

LTV Levels Breakdown (based on Halifax HPI adjusted valuation @ Calculation date)

0 - 30%	32,366,351
30 - 35%	61,482,011
35 - 40%	64,693,221
40 - 45%	76,334,748
45 - 50%	77,404,283
50 - 55%	40,326,633
55 - 60%	33,854,085
60 - 65%	24,300,502
65 - 70%	9,332,792
70 - 75%	6,885,448
75 - 80%	2,578,304
80 - 85%	867,504
85 - 90%	264,679
90 - 95%	-
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	2,550,837
75-79	40,049,399
80-84	143,297,701
85-89	171,486,452
90-94	83,195,109
95-99	17,664,800
100+	1,404,262

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%								
30 - 34.99%	600,980	4,016,868	11,037,696	10,452,114	5,040,620	968,854	249,660	
35 - 39.99%	478,330	9,407,020	35,682,746	11,203,437	3,862,071	944,497		
40 - 44.99%	1,164,115	10,482,968	40,130,241	26,380,539	5,456,989	1,035,759		
45 - 49.99%	307,803	10,680,816	12,376,324	44,084,101	7,646,948	427,566		
50 - 54.99%		3,075,616	19,681,617	35,789,726	15,862,811	2,014,862	89,661	
55 - 59.99%		174,839	18,736,003	9,217,189	19,445,200	1,150,361		
60 - 64.99%		518,680	4,463,202	16,716,947	9,478,104	2,677,152		
65 - 69.99%		191,892	1,004,965	13,759,092	4,289,159	5,960,815		
70 - 74.99%			280,318	2,776,403	5,752,800	398,600	124,581	
75 - 79.99%				301,804	4,106,818	1,537,465	940,371	
80 - 84.99%					1,364,465	1,183,809		
85 - 89.99%					867,504			
90 - 94.99%						264,679		
95 - 99.99%								
100% +								

Equity Release Funding (No.3) plc
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19-Jan-22

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
£5
£150,000
£5
£5
£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

-£2,566,469
-£9,445
-£2,574,912

Optional Guarantee Ledger

Opening Balance on Closing Date
Claims Submitted as at the date of this Quarterly Report
Claims Paid as at the 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 (h) of the Pre-Enforcement
Priority of Payments (Excess Available Receipts)**

£44,065,280

Replenishment Amount as recorded in Replenishment Ledger

Years 2003 to 2020

£43,900,000

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).

Years 2020 onwards

N/A

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).

Voluntary Repayment Rate (Replenishment Amount)

1.72%

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

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

Class B Notes Payment Test

Asset / Liability Ratio @ next IPD
Class B Notes Required Ratio @ next IPD

1.27
1.12

Pass / Fail

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
£27,596,650
£0
£16,900
£27,732,570

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

£0
£0

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

Moodie's Current Rating
S&P Current Rating

A1	A2	A3	B
N/A	Aaa	Aaa	Aaa
N/A	A	A	Baa

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
-	301,959,864.00	10,500,000.00	42,000,000.00
-	1,340,006.00	-	-
-	300,619,958.00	10,500,000.00	42,000,000.00

Note Interest Margins

Step Up Dates
Step Up Rate

LIBOR + 0.52%	Fixed Rate (0.05%)	Fixed Rate (2.40%)	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

Quarterly	Semi Annually	Quarterly
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-Apr-2022	26-Apr-2022

Pool Factor

-	-	-
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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

-	3,851,006	-	169,680
			5,727,808
			222,180
			53,476
			6,003,564

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
Accumulated step up interest paid

391,650
0
-169,680
222,180