

Equity Release Funding (No 3) plc

Report for the immediately preceding interest period

19-Jan-23

Loans

£

Outstanding Balance of Loans at Closing Date	404,247,009
Outstanding Balance of Loans @ start of this Quarter	449,027,840
Accrued Interest @ start of Calculation Period	349,311,562

Last Quarter

Since Inception

Redemptions

Principal Balance of Loans redeemed in the immediately preceding Calculation period

2,516,383	284,521,978
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Principal Balance of Loans redeemed by cause:-

Death	1,344,860	131,163,760
Borrower enters Long Term Care	656,256	41,157,279
Voluntary Repayment	506,517	104,365,129
Move to Lower Value Property	8,645	7,563,437
Substitutions	-	272,374

Number of Loans redeemed in the immediately preceding Calculation period

86	7,6910
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Number of Loans redeemed by cause:-

Death	47	3,313
Borrower enters Long Term Care	20	1,015
Voluntary Repayment	13	2,684
Move to Lower Value Property	1	386
Substitutions	-	2

Redemption monies received

11,471,113	676,056,747
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Outstanding Balance of Loans

Outstanding Accrued Interest	349,645,778
Outstanding Gross Balance	446,845,673
Outstanding number of loans	2,763

Equivalent Value Test this Calculation Period :-

N/A

SAP model Fit Calculation Period :-

N/A

Repayment Rate

6.40%

The "Repayments Rate" is the [annualised value of the ratio

expressed as a percentage] calculated by dividing:-

(iv) the aggregate of the initial outstanding balances of the Loans repaid up to the relevant Calculation Date by

(v) 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)

-

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 OS

At Closing

At Calculation date for this report

ILCRP %	27.5%	34.2%
FCRP %	72.5%	65.8%

Weighted Average Age of Borrowers @ Closing Date

71

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

87

Age of Borrowers:-

Single Female	88
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

Indexed 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 OS

Case 1	ERF3	Aviva UKER
Total	Original Loan	Additional Loan
1,035		
701		
80,000		
195,786		
33,010	33,010	-
107,853	107,853	-
74,843	74,843	-
327%		
Yes		
Yes		
N/A		

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

Time from Possession to Sale (days)

Initial Valuation

Indexed 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 OS

Case 2	ERF3	Aviva UKER
Total	Original Loan	Additional Loan
-		
125		
120,000		
284,307		
116,816	116,816	
95,815	95,815	-
85%		
N/A		
N/A		
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)

55.4%

Shortfall as % of Mortgage Outstandings

20.9%

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

Weighted Average:

Time to sale (Days)

273

Properties in possession (Total to Calculation date)

Repossessioned this Quarter

Properties sold (Total to Calculation date)

Number Carried Forward

67
2
60
7

Average Time from Possession to Sale

Possession cases average Shortfall at Sale (%)

240
24.0%

1
1
"
"
"
30

N/A

	N/A
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	£161,725
	106.8%
	47.0%

4.89% + LPI
7.66%

383,752
384,349
1,312,228
2,189,467
3,529,888
6,534,822
6,472,977
8,292,364
8,769,961
19,592,699
15,453,945
24,044,760
33,194,695
37,755,182
30,863,242
248,071,343

21,855,141
43,652,415
69,858,677
80,531,467
65,003,669
60,094,796
40,741,582
27,372,933
18,727,578
8,405,140
6,702,849
2,661,208
984,952
253,267
*
*

Age Band Breakdown (based on youngest policyholder @ Calculation date)

	25,663,656
	122,705,871
	177,721,538
	96,009,851
	22,129,506
	1,615,251

[illegible]

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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
£1,119
£150,000
£1,119
£1,119
£150,000
£150,000

Less Mortgage Registration Reserve

Available Liquidity Reserve Fund
Amount to be drawn at next IPD
Closing balance

£150,000
£1,119
£1,119
£150,000

Deficiency Ledger

Opening Balance
Losses this Quarter
Closing Balance

-£2,728,461
£0
-£2,728,461

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)

£39,388,688

Replenishment Amount as recorded in Replenishment Ledger

Years 2003 to 2028

The greater of :-

£34,370,000

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 2028 onwards

The greater of:-

N/A

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)

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

1.68%

(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.

Class B Notes Payment Test

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

1.48
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
£21,107,030
£4,500,000
£289,479
£16,866,509

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
0.00
£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

Moody's Current Rating
S&P Current Rating

A1 **A2** **A3** **B**
N/A Aaa A Aaa
N/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
-	296,599,940.00	3,500,000.00	42,000,000.00
-	1,340,005.00	-	-
-	295,259,934.00	3,500,000.00	42,000,000.00

Note Interest Margins

N/A	Fixed Rate (5.05%)	Fixed Rate (2.45%)	Note SONIA + 1.5193%
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Step Up Dates

N/A	N/A	N/A	IPD Apr 2010
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Step Up Rate

N/A	N/A	N/A	Note SONIA + 3.6193%
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Interest Payment Cycle

N/A	Quarterly	Semi Annually	Quarterly
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Interest Payment Date

N/A	28th Jan, Apr, Jul & Oct or Next Business Day	28th Apr & Oct or Next Business Day	28th Jan, Apr, Jul & Oct or Next Business Day
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Next Interest Payment Date

N/A	26-Apr-2023	26-Apr-2023	26-Apr-2023
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Pool Factor

-

Interest Amount paid this quarter

-	3,782,341	-	701,490
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Deferred Amount at start of quarter

-

Interest Amount deferred / (paid) this quarter *

-

Interest on Deferred amount this quarter

-

Deferred Amount at end of quarter

-

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

701,490
0
-479,220
-222,180
0