

Quarterly Investor Report

Reporting Dates	
Collection Period End Date:	19-Dec-16
Determination Date:	20-Dec-16
Trust Payment Date:	30-Dec-16

Transaction Parties	
Issuers	Bank of New Zealand BNZ International Funding Limited, acting through its London Branch
Seller	Bank of New Zealand
Guarantor	Bank of New Zealand
Covered Bond Guarantor	CBG Trustee Company Limited
Security Trustee	New Zealand Permanent Trustees Limited
Bond Trustee	Deutsche Trustee Company Limited
Trust Manager	BNZ Facilities Management Limited
Servicer	Bank of New Zealand
NZ Paying Agent	Computershare Investor Services Limited
UK Paying Agent	Deutsche Bank AG, London Branch
Asset Monitor	Ernst & Young
Calculation Manager	Bank of New Zealand

Other Tests	
Issuer Event of Default	No
Covered Bond Guarantor Event of Default	No
Yield Shortfall Test	N/A
Interest Rate Shortfall Test	N/A
Asset Coverage Test	Pass
Pre-Maturity Test (only applicable to Hard Bullet Covered Bonds)	Pass

BNZ's Unsecured Ratings		
	Short Term	Long Term
Fitch	F1+	AA-
Moody's	P-1	Aa3
S&P	A-1+	AA-

BNZ's Covered Bond Ratings	
	Long Term
Fitch	AAA
Moody's	Aaa

Bond Issuance				
ISIN	Bonds	Issue Date	Principal Balance	Principal Balance (NZD Equiv.)
NZBCBDT002C5	Series 2 Tranche 1	16 June 2010	NZD 250,000,000	\$250,000,000
XSO562630391	Series 3 Tranche 1	23 November 2010	EUR 1,000,000,000	\$1,763,695,511
NZBCBDT003C3	Series 4 Tranche 1	31 March 2011	NZD 300,000,000	\$300,000,000
NZBCBDT345C8	Series 6 Tranche 1	19 January 2012	NZD 225,000,000	\$225,000,000
NZBCBDT345C8	Series 6 Tranche 2	3 February 2012	NZD 125,000,000	\$125,000,000
NZBCBDT004C1	Series 8 Tranche 1	3 February 2016	NZD 300,000,000	\$300,000,000
XS1434582703	Series 9 Tranche 1	17 June 2016	EUR 750,000,000	\$1,205,117,271
Total				\$4,168,812,782
ISIN	Listing	Coupon Frequency	Coupon Rate	Interest Rate Type
NZBCBDT002C5	Unlisted	Semi-annual	6.425% p.a.	Fixed rate
XSO562630391	LUX	Annual	3.125% p.a.	Fixed rate
NZBCBDT003C3	Unlisted	Quarterly	3 month NZD-BKBM plus 1.27% p.a.	Floating rate
NZBCBDT345C8	Unlisted	Semi-annual	5.773% p.a.	Fixed rate
NZBCBDT345C8	Unlisted	Semi-annual	5.773% p.a.	Fixed rate
NZBCBDT004C1	Unlisted	Semi-annual	4.261% p.a.	Fixed rate
XS1434582703	LUX	Annual	0.125% p.a.	Fixed rate
ISIN	Note Type	Final Maturity Date	Common Code	
NZBCBDT002C5	Hard Bullet	30 June 2017	n/a	
XSO562630391	Hard Bullet	23 November 2017	56263039	
NZBCBDT003C3	Hard Bullet	31 March 2019	n/a	
NZBCBDT345C8	Hard Bullet	19 January 2018	n/a	
NZBCBDT345C8	Hard Bullet	19 January 2018	n/a	
NZBCBDT004C1	Soft Bullet	3 February 2023	n/a	
XS1434582703	Soft Bullet	17 June 2021	143458270	

BNZ Covered Bond Programme
 Mortgage Loan Portfolio Characteristics and Asset Coverage

Total Portfolio Characteristics

Total Amount:	5,002,985,485.84
Number of Loans:	31,144
Weighted Average Interest Rate (%):	5.35%
Weighted Average Interest Rate - Fixed (%):	5.33%
Weighted Average Interest Rate - Variable (%):	5.43%
Average Loan Balance:	160,640.43
Max Loan Balance:	2,191,981.47
Weighted Average Term To Maturity (Months):	273.70
Max Term Remaining (Months):	354
Weighted Average Seasoning (Months):	47.04
Weighted Average LVR (%):	48.40%
Weighted Average LVR Indexed (%):	38.58%

Loan Size Distribution

Table 1	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
<= \$100,000	713,427,731.17	14.26%	13,584	43.62%
> \$100,000 and <= \$150,000	609,972,622.95	12.19%	4,842	15.55%
> \$150,000 and <= \$200,000	713,807,803.38	14.27%	4,065	13.05%
> \$200,000 and <= \$250,000	595,835,117.22	11.91%	2,650	8.51%
> \$250,000 and <= \$300,000	561,456,514.04	11.22%	2,039	6.55%
> \$300,000 and <= \$350,000	387,215,350.90	7.74%	1,194	3.83%
> \$350,000 and <= \$400,000	342,087,778.62	6.84%	912	2.93%
> \$400,000 and <= \$500,000	427,679,424.93	8.55%	951	3.05%
> \$500,000 and <= \$750,000	389,262,257.19	7.78%	653	2.10%
> \$750,000 and <= \$1,000,000	146,913,420.92	2.94%	169	0.54%
> \$1,000,000 and <= \$1,500,000	74,771,374.70	1.49%	62	0.20%
> \$1,500,000 and <= \$2,000,000	36,349,108.35	0.73%	21	0.07%
> \$2,000,000 and <= \$2,500,000	4,206,981.47	0.08%	2	0.01%
Total	5,002,985,485.84	100.00%	31,144	100.00%

Loan Interest Rate Distribution

Table 2	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
<= 4.00%	21,604,456.13	0.43%	97	0.31%
> 4.00% and <= 5.00%	1,361,677,910.61	27.22%	7,601	24.41%
> 5.00% and <= 6.00%	2,850,623,090.87	56.98%	18,639	59.85%
> 6.00% and <= 7.00%	759,432,363.94	15.18%	4,732	15.19%
> 7.00% and <= 8.00%	9,125,154.34	0.18%	69	0.22%
> 8.00% and <= 9.00%	522,509.95	0.01%	6	0.02%
Total	5,002,985,485.84	100.00%	31,144	100.00%

Term to Legal Documented Maturity

Table 3	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
<= 5 years	28,576,899.89	0.57%	632	2.03%
> 5 years and <= 10 years	91,926,062.02	1.84%	1,436	4.61%
> 10 years and <= 15 years	249,274,963.74	4.98%	2,570	8.25%
> 15 years and <= 20 years	838,647,793.66	16.76%	6,532	20.97%
> 20 years and <= 25 years	1,829,467,754.22	36.57%	10,779	34.61%
> 25 years and <= 30 years	1,965,092,012.31	39.28%	9,195	29.52%
Total	5,002,985,485.84	100.00%	31,144	100.00%

LVR Distribution				
Table 4	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
<= 25%	754,041,596.00	15.07%	8,458	27.16%
> 25% and <= 30%	280,480,420.27	5.61%	1,954	6.27%
> 30% and <= 35%	342,085,254.57	6.84%	2,106	6.76%
> 35% and <= 40%	364,010,764.63	7.28%	2,129	6.84%
> 40% and <= 45%	386,762,222.29	7.73%	2,204	7.08%
> 45% and <= 50%	377,637,890.00	7.55%	2,052	6.59%
> 50% and <= 55%	377,188,200.19	7.54%	2,035	6.53%
> 55% and <= 60%	419,839,501.29	8.39%	2,153	6.91%
> 60% and <= 65%	418,869,696.04	8.37%	2,088	6.70%
> 65% and <= 70%	445,113,447.26	8.90%	2,189	7.03%
> 70% and <= 75%	433,195,389.24	8.66%	2,066	6.63%
> 75% and <= 80%	403,761,104.06	8.07%	1,710	5.49%
Total	5,002,985,485.84	100.00%	31,144	100.00%

LVR Indexed Distribution				
Table 5	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
<= 25%	1,182,604,073.89	23.64%	11,358	36.47%
> 25% and <= 30%	436,798,632.60	8.73%	2,651	8.51%
> 30% and <= 35%	498,206,887.48	9.96%	2,760	8.86%
> 35% and <= 40%	489,268,132.92	9.78%	2,670	8.57%
> 40% and <= 45%	509,607,488.51	10.19%	2,629	8.44%
> 45% and <= 50%	476,674,152.59	9.53%	2,448	7.86%
> 50% and <= 55%	485,679,715.42	9.71%	2,309	7.41%
> 55% and <= 60%	393,388,351.98	7.86%	1,885	6.05%
> 60% and <= 65%	286,283,802.27	5.72%	1,299	4.17%
> 65% and <= 70%	150,754,626.66	3.01%	705	2.26%
> 70% and <= 75%	79,421,423.49	1.59%	362	1.16%
> 75% and <= 80%	14,212,114.12	0.28%	67	0.22%
> 80% and <= 85%	86,083.91	0.00%	1	0.00%
Total	5,002,985,485.84	100.00%	31,144	100.00%

Geographic Distribution				
Table 6	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
Ashburton	40,867,577.71	0.82%	303	0.97%
Auckland	983,580,424.16	19.66%	4,597	14.76%
Blenheim	33,890,556.98	0.68%	236	0.76%
Christchurch	638,411,300.28	12.76%	4,187	13.44%
Coromandel	72,491,324.10	1.45%	514	1.65%
Dunedin	184,038,000.29	3.68%	1,461	4.69%
Gisborne	32,456,620.57	0.65%	282	0.91%
Hamilton	342,357,470.62	6.84%	2,472	7.94%
Hawkes Bay	123,248,678.13	2.46%	884	2.84%
Masterton	16,444,475.45	0.33%	151	0.48%
Nelson	69,422,136.28	1.39%	528	1.70%

North Shore	581,441,459.74	11.62%	2,872	9.22%
Northland	109,120,468.25	2.18%	863	2.77%
Oamaru	15,472,619.94	0.31%	138	0.44%
Palmerston North	127,304,883.24	2.54%	1,087	3.49%
Rotorua	66,634,291.50	1.33%	516	1.66%
South Auckland	583,767,114.97	11.67%	2,979	9.57%
Southland	66,341,075.33	1.33%	609	1.96%
Taranaki	46,723,984.87	0.93%	320	1.03%
Tauranga	219,423,835.56	4.39%	1,460	4.69%
Timaru	55,458,145.28	1.11%	465	1.49%
Wanganui	45,770,972.61	0.91%	430	1.38%
Wellington	500,211,441.80	10.00%	3,379	10.85%
West Coast	19,581,633.01	0.39%	200	0.64%
Whakatane	28,524,995.17	0.57%	211	0.68%
Total	5,002,985,485.84	100.00%	31,144	100.00%

Mortgage Insurance

Table 7	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
Not PMI Mortgage Insured	4,971,928,222.49	99.38%	30,903	99.23%
PMI Mortgage Insurance	31,057,263.35	0.62%	241	0.77%
Total	5,002,985,485.84	100.00%	31,144	100.00%

Seasoning

Table 8	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
>= 3 and < 6 months	593,344.99	0.01%	5	0.02%
>= 6 and < 12 months	117,760,869.65	2.35%	480	1.54%
>= 12 and < 18 months	127,032,534.31	2.54%	535	1.72%
>= 18 and < 24 months	683,149,902.64	13.65%	3,290	10.56%
>= 24 and < 36 months	1,376,917,563.59	27.52%	7,578	24.33%
>= 36 and < 48 months	767,541,015.97	15.34%	4,679	15.02%
>= 48 and < 60 months	585,455,030.31	11.70%	3,772	12.11%
>= 60 months	1,344,535,224.38	26.87%	10,805	34.69%
Total	5,002,985,485.84	100.00%	31,144	100.00%

Interest Rate Type

Table 9	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
Fixed	3,819,746,553.63	76.35%	20,596	66.13%
Variable	1,183,238,932.21	23.65%	10,548	33.87%
Total	5,002,985,485.84	100.00%	31,144	100.00%

Fixed Rate Maturity

Table 10	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
<= 1 year	2,495,779,586.51	49.89%	13,529	43.44%
> 1 and <= 2 years	952,559,733.72	19.04%	5,102	16.38%
> 2 and <= 3 years	248,250,557.46	4.96%	1,373	4.41%
> 3 and <= 4 years	95,743,184.82	1.91%	462	1.48%
> 4 and <= 5 years	22,718,511.52	0.45%	105	0.34%
> 5 and <= 6 years	3,609,832.26	0.07%	18	0.06%
> 6 and <= 7 years	1,085,147.34	0.02%	7	0.02%
Total	3,819,746,553.63	76.35%	20,596	66.13%

Principal Amortisation

Table 11	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
Principal and Interest	4,222,937,277.11	84.41%	28,226	90.63%
Interest only, reverting to P&I	780,048,208.73	15.59%	2,918	9.37%
Total	5,002,985,485.84	100.00%	31,144	100.00%

Remaining Interest Only Period				
Table 12	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
<= 1 year	260,835,571.50	5.21%	1,056	3.39%
> 1 and <= 2 years	154,885,150.65	3.10%	625	2.01%
> 2 and <= 3 years	180,630,036.76	3.61%	647	2.08%
> 3 and <= 4 years	133,474,514.33	2.67%	423	1.36%
> 4 and <= 5 years	46,087,927.08	0.92%	151	0.48%
> 5 and <= 6 years	2,067,008.41	0.04%	7	0.02%
> 6 and <= 7 years	775,000.00	0.02%	4	0.01%
> 7 years	1,293,000.00	0.03%	5	0.02%
Total	780,048,208.73	15.59%	2,918	9.37%

Arrears				
Table 13	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
Current	5,001,122,893.56	99.96%	31,129	99.95%
1-30 days in arrears	1,862,592.28	0.04%	15	0.05%
Total	5,002,985,485.84	100.00%	31,144	100.00%

Loan Documentation				
Table 14	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
Full Documentation	5,002,985,485.84	100.00%	31,144	100.00%
Total	5,002,985,485.84	100.00%	31,144	100.00%

Asset Coverage Test

Aggregate Current Principal Balance of Mortgage Loans		\$5,002,985,485.84
less: Aggregate Defaulted Mortgage Loans	-	\$0.00
less: Aggregate amount of loan balances over the lesser of:		
(1) 80% of Indexed Valuation and		
(2) 80% of Latest Valuation	-	\$897.90
Adjusted Mortgage Loan Balance Amount		\$5,002,984,587.94
Asset Percentage (%)	x	90.50%
"A"	+	\$4,527,701,052.08
"B" : Term and/or Demand Loan Advances not applied	+	\$0.00
"C" : Substitution Assets & Authorised Investments	+	\$14,514.16
"D" : Mortgage Loan Principal Receipts in GIC Account	+	\$0.00
"E" : Sale Proceeds in Pre-Maturity Ledger	+	\$0.00
"Z" : 2.4 x \$4,169m x 0 (WAM x CB x NCF)	-	\$0.00
Adjusted Aggregate Mortgage Loan Amount		\$4,527,715,566.24
Principal Amount Outstanding		\$4,168,812,781.53
Asset Coverage Test Results		PASS