

Quarterly Investor Report

Reporting Dates

Collection Period End Date:	18-Sep-17
Determination Date:	19-Sep-17
Trust Payment Date:	29-Sep-17

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	A1
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.) Exchange
XS0562630391	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
XS1639238820	Series 10 Tranche 1	3 July 2017	EUR 750,000,000	\$1,154,689,655
Total				\$5,073,502,437
ISIN	Listing	Coupon Frequency	Coupon Rate	Interest Rate Type
XS0562630391	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
XS1639238820	LUX	Annual	0.500% p.a.	Fixed rate
ISIN	Note Type	Final Maturity Date	Common Code	
XS0562630391	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	
XS1639238820	Soft Bullet	3 July 2024	163923882	

BNZ Covered Bond Programme
 Mortgage Loan Portfolio Characteristics and Asset Coverage

Total Portfolio Characteristics

Total Amount:	6,088,981,738.09
Number of Loans:	38,168
Weighted Average Interest Rate (%):	4.95%
Weighted Average Interest Rate - Fixed (%):	4.72%
Weighted Average Interest Rate - Variable (%):	5.68%
Average Loan Balance:	159,531.07
Max Loan Balance:	2,151,727.36
Weighted Average Term To Maturity (Months):	271.01
Max Term Remaining (Months):	357
Weighted Average Seasoning (Months):	49.14
Weighted Average LVR (%):	47.79%
Weighted Average LVR Indexed (%):	40.12%

Loan Size Distribution

Table 1	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
<= \$100,000	889,544,942.63	14.61%	16,892	44.26%
> \$100,000 and <= \$150,000	744,019,896.42	12.22%	5,923	15.52%
> \$150,000 and <= \$200,000	856,727,693.16	14.07%	4,875	12.77%
> \$200,000 and <= \$250,000	707,719,028.08	11.62%	3,154	8.26%
> \$250,000 and <= \$300,000	679,120,759.82	11.15%	2,468	6.47%
> \$300,000 and <= \$350,000	489,278,701.96	8.04%	1,508	3.95%
> \$350,000 and <= \$400,000	400,051,720.97	6.57%	1,068	2.80%
> \$400,000 and <= \$500,000	520,226,175.51	8.54%	1,160	3.04%
> \$500,000 and <= \$750,000	482,292,561.98	7.92%	814	2.13%
> \$750,000 and <= \$1,000,000	166,763,877.49	2.74%	193	0.51%
> \$1,000,000 and <= \$1,500,000	95,087,620.95	1.56%	80	0.21%
> \$1,500,000 and <= \$2,000,000	53,982,031.76	0.89%	31	0.08%
> \$2,000,000 and <= \$2,500,000	4,166,727.36	0.07%	2	0.01%
Total	6,088,981,738.09	100.00%	38,168	100.00%

Loan Interest Rate Distribution

Table 2	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
<= 4.00%	26,878,544.25	0.44%	120	0.31%
> 4.00% and <= 5.00%	3,653,287,863.41	60.00%	20,416	53.49%
> 5.00% and <= 6.00%	2,198,957,897.27	36.11%	16,176	42.38%
> 6.00% and <= 7.00%	203,015,931.13	3.33%	1,407	3.69%
> 7.00% and <= 8.00%	6,504,244.32	0.11%	47	0.12%
> 8.00% and <= 9.00%	337,257.71	0.01%	2	0.01%
Total	6,088,981,738.09	100.00%	38,168	100.00%

Term to Legal Documented Maturity

Table 3	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
<= 5 years	35,035,856.70	0.58%	811	2.12%
> 5 years and <= 10 years	130,771,140.96	2.15%	2,084	5.46%
> 10 years and <= 15 years	329,588,611.33	5.41%	3,240	8.49%
> 15 years and <= 20 years	1,080,053,752.83	17.74%	8,321	21.80%
> 20 years and <= 25 years	2,201,139,535.18	36.15%	12,962	33.96%
> 25 years and <= 30 years	2,312,392,841.09	37.98%	10,750	28.16%
Total	6,088,981,738.09	100.00%	38,168	100.00%

LVR Distribution

Table 4	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
<= 25%	911,778,577.59	14.97%	9,876	25.88%
> 25% and <= 30%	368,520,527.18	6.05%	2,518	6.60%
> 30% and <= 35%	423,761,230.76	6.96%	2,612	6.84%
> 35% and <= 40%	451,930,828.91	7.42%	2,632	6.90%
> 40% and <= 45%	446,507,453.62	7.33%	2,592	6.79%
> 45% and <= 50%	487,185,939.23	8.00%	2,709	7.10%
> 50% and <= 55%	496,960,943.38	8.16%	2,686	7.04%
> 55% and <= 60%	538,241,664.38	8.84%	2,935	7.69%
> 60% and <= 65%	526,685,721.41	8.65%	2,809	7.36%
> 65% and <= 70%	577,813,415.34	9.49%	2,862	7.50%
> 70% and <= 75%	535,403,137.69	8.79%	2,623	6.87%
> 75% and <= 80%	324,192,298.60	5.32%	1,314	3.44%
Total	6,088,981,738.09	100.00%	38,168	100.00%

LVR Indexed Distribution

Table 5	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
<= 25%	1,296,443,631.25	21.29%	12,663	33.18%
> 25% and <= 30%	526,285,636.82	8.64%	3,277	8.59%
> 30% and <= 35%	581,463,468.52	9.55%	3,335	8.74%
> 35% and <= 40%	573,466,448.17	9.42%	3,122	8.18%
> 40% and <= 45%	619,944,334.57	10.18%	3,395	8.89%
> 45% and <= 50%	617,395,529.94	10.14%	3,313	8.68%
> 50% and <= 55%	557,310,620.70	9.15%	2,833	7.42%
> 55% and <= 60%	501,827,882.74	8.24%	2,461	6.45%
> 60% and <= 65%	367,504,848.74	6.04%	1,736	4.55%
> 65% and <= 70%	238,409,566.80	3.92%	1,145	3.00%
> 70% and <= 75%	142,128,498.77	2.33%	620	1.62%
> 75% and <= 80%	63,434,131.33	1.04%	257	0.67%
> 80% and <= 85%	3,367,139.74	0.06%	11	0.03%
Total	6,088,981,738.09	100.00%	38,168	100.00%

Geographic Distribution

Table 6	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
Ashburton	48,051,010.09	0.79%	371	0.97%
Auckland	1,196,438,972.65	19.65%	5,744	15.05%
Blenheim	38,186,781.06	0.63%	280	0.73%
Christchurch	759,756,482.49	12.48%	4,957	12.99%
Coromandel	85,954,178.32	1.41%	635	1.66%
Dunedin	218,354,804.55	3.59%	1,730	4.53%
Gisborne	35,561,101.12	0.58%	321	0.84%
Hamilton	428,758,177.62	7.04%	3,084	8.08%
Hawkes Bay	135,556,894.23	2.23%	1,010	2.65%
Masterton	20,366,724.03	0.33%	190	0.50%
Nelson	80,380,768.70	1.32%	620	1.62%
North Shore	708,093,769.99	11.63%	3,574	9.36%
Northland	129,875,600.58	2.13%	1,016	2.66%
Oamaru	17,996,715.74	0.30%	165	0.43%
Palmerston North	145,452,190.79	2.39%	1,251	3.28%
Rotorua	83,950,117.91	1.38%	622	1.63%
South Auckland	759,635,885.63	12.48%	3,948	10.34%
Southland	76,009,894.69	1.25%	729	1.91%
Taranaki	54,954,767.06	0.90%	384	1.01%
Tauranga	277,852,330.21	4.56%	1,832	4.80%
Timaru	70,970,524.01	1.17%	600	1.57%
Wanganui	52,506,181.82	0.86%	506	1.33%
Wellington	602,504,984.98	9.90%	4,077	10.68%
West Coast	26,084,034.52	0.43%	248	0.65%
Whakatane	35,728,845.30	0.59%	274	0.72%
Total	6,088,981,738.09	100.00%	38,168	100.00%

Mortgage Insurance

Table 7	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
Not PMI Mortgage Insured	6,066,522,978.43	99.63%	38,005	99.57%
PMI Mortgage Insurance	22,458,759.66	0.37%	163	0.43%
Total	6,088,981,738.09	100.00%	38,168	100.00%

Seasoning

Table 8	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
>= 3 and < 6 months	65,096,045.60	1.07%	425	1.11%
>= 6 and < 12 months	390,866,340.18	6.42%	2,535	6.64%
>= 12 and < 18 months	366,379,420.42	6.02%	1,973	5.17%
>= 18 and < 24 months	275,079,223.05	4.52%	1,327	3.48%
>= 24 and < 36 months	1,126,274,980.62	18.50%	5,732	15.02%
>= 36 and < 48 months	1,122,617,305.21	18.44%	6,824	17.88%
>= 48 and < 60 months	899,948,771.57	14.78%	5,386	14.11%
>= 60 months	1,842,719,651.44	30.26%	13,966	36.59%
Total	6,088,981,738.09	100.00%	38,168	100.00%

Interest Rate Type

Table 9	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
Fixed	4,609,741,522.60	75.71%	25,417	66.59%
Variable	1,479,240,215.49	24.29%	12,751	33.41%
Total	6,088,981,738.09	100.00%	38,168	100.00%

Fixed Rate Maturity

Table 10	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
<= 1 year	2,150,589,789.18	35.32%	11,866	31.09%
> 1 and <= 2 years	1,660,735,497.70	27.27%	9,240	24.21%
> 2 and <= 3 years	693,616,567.46	11.39%	3,787	9.92%
> 3 and <= 4 years	61,916,238.18	1.02%	311	0.81%
> 4 and <= 5 years	37,010,927.24	0.61%	180	0.47%
> 5 and <= 6 years	1,198,811.42	0.02%	9	0.02%
> 6 and <= 7 years	4,673,691.42	0.08%	24	0.06%
Total	4,609,741,522.60	75.71%	25,417	66.59%

Principal Amortisation

Table 11	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
Principal and Interest	5,377,538,889.68	88.32%	35,451	92.88%
Interest only, reverting to P&I	711,442,848.41	11.68%	2,717	7.12%
Total	6,088,981,738.09	100.00%	38,168	100.00%

Remaining Interest Only Period

Table 12	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
<= 1 year	278,941,823.76	4.58%	1,142	2.99%
> 1 and <= 2 years	174,742,460.18	2.87%	667	1.75%
> 2 and <= 3 years	162,771,078.03	2.67%	575	1.51%
> 3 and <= 4 years	64,298,713.97	1.06%	211	0.55%
> 4 and <= 5 years	24,627,592.77	0.40%	96	0.25%
> 5 and <= 6 years	3,536,150.00	0.06%	16	0.04%
> 6 and <= 7 years	1,212,122.97	0.02%	6	0.02%
> 7 years	1,312,906.73	0.02%	4	0.01%
Total	711,442,848.41	11.68%	2,717	7.12%

Arrears

Table 13	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
Current	6,086,723,280.87	99.96%	38,151	99.96%
1-30 days in arrears	2,258,457.22	0.04%	17	0.04%
Total	6,088,981,738.09	100.00%	38,168	100.00%

Loan Documentation

Table 14	Loan Size Amount	Loan Size Amount %	Loan Size Volume	Loan Size Volume %
Full Documentation	6,088,981,738.09	100.00%	38,168	100.00%
Total	6,088,981,738.09	100.00%	38,168	100.00%

Asset Coverage Test

Aggregate Current Principal Balance of Mortgage Loans		\$6,088,981,738.09
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	-	\$29,949.92
Adjusted Mortgage Loan Balance Amount		\$6,088,951,788.17
Asset Percentage (%)	x	90.50%
"A"	+	\$5,510,501,368.29
"B" : Term and/or Demand Loan Advances not applied	+	\$0.00
"C" : Substitution Assets & Authorised Investments	+	\$18,261.91
"D" : Mortgage Loan Principal Receipts in GIC Account	+	\$0.00
"E" : Sale Proceeds in Pre-Maturity Ledger	+	\$0.00
"Z" : 2.9 x \$5,074m x 0 (WAM x CB x NCF)	-	\$0.00
Adjusted Aggregate Mortgage Loan Amount		\$5,510,519,630.20
Principal Amount Outstanding		\$5,073,502,436.70
Asset Coverage Test Results		PASS