

## **Lansdowne Mortgage Securities 2 plc (LMS2) Investor Report**

**Period:  
February-2018**

The Cash Manager has prepared this Performance Report on the basis of information which has been provided to it by the Mortgage Manager. The Cash Manager has not audited or otherwise verified such information. The

Cash Manager is involved in continuing discussions with the Issuer in relation to the Performance Reports including the on-going provision of information required for the Performance Reports. It should also be noted that it is possible that the Cash Manager will not be in a position to continue to provide monthly reports going forward.

# Lansdowne Mortgage Securities 2 plc (LMS2) Investor Report

**Period: February-2018**

<b>Pool Performance</b>		
<b>Loans in arrears - 3 months and over per end of month reports as at:</b>		
	<b>31-Jan-2018</b>	<b>28-Feb-2018</b>
- Total number of loans in LMS2	1,114	1,111
- Total number of loans in arrears	356	358
- Average months payments overdue (by number of loans)	40.80	41.22
- Number of loans in arrears that made a payment equal to or greater than the subscription amount	42	36
- Number of loans in arrears that made a payment less than the subscription amount	121	132
- Number of loans in arrears that made no payment	193	190

<b>Pool Performance</b>					
<b>Distribution of Loans Currently in Arrears</b>		<b>Mths in Arrears</b>	<b>No. of Loans</b>	<b>% of Total</b>	<b>Principal Balance</b>
Months in arrears is calculated as Arrears Balance divided by Current Monthly Instalment.		Current	698	62.83%	£89,414,965
		> = 1 < 2	37	3.33%	£5,052,085
		> = 2 < 3	18	1.62%	£2,967,846
		> = 3 < 4	15	1.35%	£2,589,123
		> = 4 < 5	15	1.35%	£2,086,432
		> = 5 < 6	19	1.71%	£3,426,306
		> = 6 < 7	11	0.99%	£1,852,824
		> = 7 < 8	13	1.17%	£2,563,765
		> = 8 < 9	7	0.63%	£948,067
		> = 9	278	25.02%	£54,894,140
		Total	1,111	100%	£165,795,553

<b>Pool Performance</b>			
	<b>This Period</b>	<b>Last Period</b>	<b>Since Issue</b>
Annualised Foreclosure Frequency by % of original pool size	0.0000%	0.0657%	0.5050%
Cumulative Foreclosure Frequency by % of original pool size	n/a	n/a	5.6394%
Gross Losses (£)	€110,657	€291,874	€32,216,030
Gross Losses (% of original deal)	0.0277%	0.0730%	8.0536%
Weighted Average Loss Severity *	110.6569%	56.2081%	0.0000%

\* Unable to report "Since Issue" number accurately, as incomplete details received from the Mortgage Manager

<b>Pool Performance</b>		<b>Balance @</b>	<b>31-Jan-2018</b>	<b>This Period</b>		<b>Balance @</b>	<b>28-Feb-2018</b>
<b>Possessions</b>		<b>No. of Loans</b>	<b>Value</b>	<b>No. of Loans</b>	<b>Value</b>	<b>No. of Loans</b>	<b>Value</b>
<u>Repossessions</u>							
Properties in Possession		7	€1,837,980	0	€0	7	€1,837,980
<u>Sold Repossessions</u>							
Total Sold Repossessions		128	€27,768,781	0	€0	128	€27,768,781
Losses on Sold Repossessions*		126	€25,205,289	0	€0	126	€25,205,289
Write-offs on Loans Redeemed at a Loss**		62	€7,177,243	1	€110,657	63	€7,287,900
Recoveries***		45	€277,180	0	€0	45	€277,180
Total Losses****		187	€32,105,373	1	€110,657	188	€32,216,030

\* Losses at the time of repossession/write-off include costs that have not been paid in full and, as such, are estimates. In the event that the estimate falls short of the actual cost the additional shortfall is also recorded here once it crystallises.

\*\* In some cases an account will be redeemed at a loss where there are grounds to believe that this will give a better monetary outcome than pursuing the case through repossession and sale. Such accounts are included in this line.

\*\*\*\* This is the total of Losses on Sold Repossessions, Write-Offs on Loans Redeemed at a Loss, and Recoveries

Pool Performance				This Period		Since Issue	
Mortgage Principal Analysis				No. of Loans	Value	No. of Loans	Value
Opening mortgage principal balance	@	31-Jan-2018	1,114	€166,589,844	2,862	€492,124,935	
Prefunding principal balance				€0	190	€32,874,349	
Unscheduled Prepayments			(3)	(€470,543)	(1,941)	(€338,577,982)	
Unverified loans resold to originator				€0		€0	
Substitutions *				€0		€0	
Further advances/retentions released **				€0		€13,350,168	
Scheduled Repayments				(€323,748)		(€33,975,917)	
Closing mortgage principal balance	@	28-Feb-2018	1,111	€165,795,553	1,111	€165,795,553	
Annualised CPR					3.6%	8.2%	

\* Substitutions limited to 10% of Original Deal size : £37,000,000

\*\* Further Advances limited to 10% of Original Deal size : £37,000,000