

Quercia Funding S.r.l.

Calculation Agent: THE BANK OF NEW YORK

Payment Report

Report Prepared by:

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AMOUNTS IN EURO

1. Security Level Information

Payment Date: 01-feb-06
 Report Date: 25-gen-06
 Accrual Beginning Date: 01-ago-05
 Accrual Ending Date: 01-feb-06
 Calculation Date: 25-gen-06
 Reference Rate: 2,143%
 Reset Rate Effective Date:
 Accrual Period (current): 184
 Interest: Act/360

Security Class		Class A	Class B	Class C	Class D	Class E
ISIN Code		XS0139937188	XS0140094003	XS0140095158	XS0140095406	
Issuer		Quercia Funding Srl	Quercia Funding Srl	Quercia Funding Srl	Quercia Funding Srl	Quercia Funding Srl
Original Rating	Fitch	AAA	A	BBB	BB	Not Rated
	S&P	AAA	A	BBB	BB	Not Rated
Current Rating	Fitch	AAA	A	AAA	AAA	Not Rated
	S&P	AAA	A	AAA	AAA	Not Rated
Spread above reference rate		52 bps	110 bps	225 bps	600 bps	N/A
Currency		EUR	EUR	EUR	EUR	EUR
Total Original Balance		111.700.000	39.500.000	26.000.000	19.400.000	20.752.372
Total Beginning Balance Prior to Distributions		0	0	0	13.087.048	20.752.372
Total Ending Balance Subsequent to Distributions		0	0	0	4.997.872	20.752.372
Total Principal Distributions		0	0	0	8.089.176,37	
Total Interest Distributions		0,00	0,00	0,00	544.680,04	
Distributions to Class E						
Total Interest and Principal Distributions		0,00	0,00	0,00	8.633.856,40	
Beginning Principal Factor		0,00%	0,00%	0,00%	67,46%	100,00%
Ending Principal Factor		0,00%	0,00%	0,00%	25,76%	100,00%
Current Interest Shortfall (if applicable)		0	0	0	0	0
Cumulative Interest Shortfall (if applicable)		0	0	0	0	0

2. Summary

Currency	EUR
Balance of Principal Ledger at Start	0,00

Payments to be received from Hedge Counterparty	0,00
Payments received from Originators	0,00
Payments received from other creditors which are party to the security and intercreditor agreement	
Payments received from other creditors which are not party to the security and intercreditor agreement	0,00
Payments received from the Servicer in the collection period	11.462.084,35
Amounts to be drawn down from the Senior and Junior Liquidity Facilities	0,00
Interest Accrued / Income from Eligible Investments	89.224,84
Funds Available for Payments	11.551.309,19

Expenses of Quercia	2.917.452,79
Repayments of principal and interest on the expense and liquidity facilities	
Interest payments on the Notes	544.680,04
Principal payments on the Notes	8.089.176,37
Payments on the Class E Notes	0,00
Balance of Principal Ledger at End	0,00

3. Information on Income from Investments since the preceding report

Interest accrued on the Purchaser Collection Account	0,00
Interest accrued on the Investment Account	1.283,70
Interest accrued on the Issuer Expenses Account	713,05
Interest accrued on the Issuer Payments Account	199,02
Interest accrued on the Senior Liquidity Reserve Account (if applicable)	0,00
Interest accrued on the Eligible Investment (according to the definition of Issuer Available funds, letter h)	87.029,07

4. Information on Expenses of Quercia and on the Expense and Liquidity Facilities

Agent Bank, English Operating Bank, Cash Management Services Provider, Principal Paying Agent, Trustee, Calculation Agent	46.812,50
Luxembourg Listing and Paying Agent (inc. Stock Exchange Fees)	0,00
Cash Manager and Italian Operating Bank	0,00
Commitment Fee to the Expense Facility Provider	63,89
Commitment Fee to the Expense Facility Guarantor	63,89
Commitment Fee to the Senior Liquidity Facility Provider	0,00
Commitment Fee to the Senior Liquidity Facility Guarantor	0,00
Commitment Fee to the Junior Liquidity Facility Provider	1.201,11
Corporate Administration Services Provider	26.000,00
Servicing Fees	2.752.181,87
Payments to the Interest Rate Cap Provider (if applicable)	0,00
Replenishment of the Corporate Maintenance Fee	0,00
Payments to Creditors not party to the Security and Intercreditor Agreement, in excess of the Corporate Maintenance Fee	0,00
Other Expenses	91.129,53
INFORMATION ON THE USE OF LIQUIDITY FACILITIES	
Expense Facility drawn	0,00
Repayments of principal on the drawn Expense Facility	0,00
Payments of interest on the drawn Expense Facility	0,00
Senior Liquidity Facility drawn	0,00
Repayments of principal on the drawn Senior Liquidity Facility	0,00
Payments of interest on the drawn Senior Liquidity Facility	0,00
Junior Liquidity Facility drawn	0,00
Repayments of principal on the drawn Junior Liquidity Facility	0,00
Payments of interest on the drawn Junior Liquidity Facility	0,00

5. Information on CAP Payments

Reset Rate	2,143%
Cap Strike Rate	<input type="text" value="5,000%"/>
Payments to be received by the hedging counterparty	<input type="text" value="0,00"/>