

**ALESCO Preferred Funding X, Ltd.  
ALESCO Preferred Funding X, Inc.**

Report to:  
ALESCO Preferred Funding X, Ltd.  
ALESCO Preferred Funding X, Inc.  
and  
U.S. Bank National Association

23 December 2020





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## Report of Independent Accountants on Applying Agreed-Upon Procedures

ALESCO Preferred Funding X, Ltd.  
c/o Intertrust SPV (Cayman) Limited  
190 Elgin Avenue, George Town  
Grand Cayman KY1-9005  
Cayman Islands

ALESCO Preferred Funding X, Inc.  
c/o Puglisi & Associates  
850 Library Avenue, Suite 204  
Newark, Delaware 19711

U.S. Bank National Association  
One Federal Street, Third Floor  
Boston, Massachusetts 02110

Re: ALESCO Preferred Funding X, Ltd.

We have performed the procedures enumerated below, which were agreed to by the addressees of this report (collectively, the "Specified Parties"), solely to assist the Specified Parties in evaluating whether information presented in the note valuation report and monthly report relating to ALESCO Preferred Funding X, Ltd.'s (the "Issuer") December 2020 distribution date (together, the "NVR") is prepared in accordance with the indenture among the Issuer, ALESCO Preferred Funding X, Inc. (the "Co-Issuer", together with the Issuer, the "Co-Issuers") and U.S. Bank National Association (the "Trustee") dated 15 March 2006 (the "Indenture"). The Issuer is responsible for the NVR being prepared in accordance with the Indenture.

The sufficiency of these procedures is solely the responsibility of the Specified Parties identified in this report. Consequently, we make no representation regarding the sufficiency of the procedures, as described below, either for the purpose for which this report has been requested or for any other purpose. Furthermore, we make no representations and express no opinion or conclusion as to: (a) questions of legal interpretation, (b) the sufficiency of the requirements of the Indenture, (c) the accuracy, completeness or reasonableness of the assumptions and methodologies set forth in the Indenture and (d) the accuracy, completeness or reasonableness of the information provided to us by the Trustee, on behalf of the Issuer. This report does not constitute a legal determination as to the Issuer's compliance with the Indenture's specified requirements.

We have read the definition of Independent in the Indenture and confirm that we are Independent with respect to the Co-Issuers within that meaning and within Rule 1.200 of the Code of Professional Conduct of the American Institute of Certified Public Accountants.

Capitalized terms used but not defined herein shall have the meanings ascribed to them in the Indenture.

The Trustee, on behalf of the Issuer, provided us with:

- a. Electronic data files and related decodes (the "Data Files") that the Trustee indicated contain information on a portfolio of Bank Trust Preferred Securities, Insurance Trust Preferred Securities, Bank Subordinated Notes, Insurance Subordinated Notes, Surplus Notes and Senior Securities (the "Collateral Debt Securities"),
- b. A copy of the NVR, certain pages of which are attached as Exhibit 1,
- c. A copy of the Indenture,
- d. A copy of the assignment and assumption agreement dated 27 November 2018 (the "Assignment and Assumption Agreement"),
- e. Copies of the swap transaction and confirmations dated either March 2006 or April 2006 (the "Hedge Agreements"), all of which have matured prior to the current Distribution Date,
- f. A copy of the Trustee fee schedule dated 21 February 2006 (the "Trustee Fee Letter") and
- g. Certain assumptions (the "Assumptions"), which are shown on the attached Exhibit 2.

The Trustee, on behalf of the Issuer, indicated that the Collateral Debt Securities on the Data Files were the Collateral Debt Securities held by the Issuer and managed by Hildene Collateral Management Company, LLC (the "Collateral Manager"), successor to ATP Management LLC (an affiliate of Fortress Investment Group LLC), successor to Cohen & Company Financial Management, LLC, formerly known as Cohen Bros Financial Management, LLC, as of the Determination Date related to the Issuer's December 2020 Distribution Date, the information on the Data Files was used to prepare the NVR and the copy of the NVR is the relevant report relating to the Issuer's December 2020 Distribution Date.

The Collateral Manager, on behalf of the Issuer, instructed the Trustee to withhold any Interest Holdback Amount until the next Distribution Date after the failure of the applicable Coverage Tests (in such order of priority pursuant to Section 11.1(a)(i) of the Indenture after the failure of the respective Class of Coverage Test), instead of distributing such Interest Holdback Amount according to Section 11.1 of the Indenture based on their interpretation of the Indenture (the "Collateral Manager Methodology"). Accordingly, the agreed-upon procedures were performed using the Collateral Manager Methodology.

The Issuer is responsible for the information contained in the Data Files, Exhibits 1 and 2 and the Collateral Manager Methodology. Except as indicated below, we performed no procedures to test the accuracy or completeness of the information provided to us.

The procedures we performed and our associated findings were as follows:

1. Using the applicable:
  - a. Information on the Data Files,
  - b. Information on the NVR,
  - c. Assumptions and
  - d. Information in the Indenture,we recalculated and found to be in agreement with the corresponding information on Exhibit 1, the information indicated by the letter A on the pages of the NVR that are attached as Exhibit 1. In performing this procedure, we were instructed by the Trustee, on behalf of the Issuer, to ignore differences of (i) +/- \$1.00 or less or (ii) +/- 0.01% or less.

2. Using the applicable:
  - a. Information on the NVR,
  - b. Information on the Data Files,
  - c. Assumptions,
  - d. Information in the Indenture,
  - e. Information in the Trustee Fee Letter,
  - f. Information from prior period Note Valuation Reports,
  - g. Information in the Assignment and Assumption Agreement,
  - h. Collateral Manager Methodology and
  - i. Information in the Hedge Agreements,we recalculated and found to be in agreement with the corresponding information on Exhibit 1, the information indicated by the letter **B** on the pages of the NVR that are attached as Exhibit 1. In performing this procedure, we were instructed by the Trustee, on behalf of the Issuer, to ignore differences of (i) +/- \$1.00 or less or (ii) +/- 0.01% or less.

Unless otherwise specified in this report, the foregoing procedures were limited to a comparison of numbers or a recomputation of specified calculations applicable to the amounts and percentages appearing on Exhibit 1. We undertake no responsibility to update this report for events and circumstances occurring after the date of this report.

This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to, and did not, conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on the NVR being prepared in accordance with the Indenture. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Specified Parties and is not intended to be, and should not be, used by anyone other than these Specified Parties. Furthermore, this report should not be used by those who have not agreed to the procedures we performed and taken responsibility for the sufficiency of those procedures for their purposes and, without our prior consent, it is not to be used, circulated, quoted, or otherwise referred to for any other purpose.

*Ernst + Young LLP*

28 January 2021

**Certain Pages of the NVR**

(refer to Items 1. and 2.)



U.S. Bank Corporate Trust Services  
CDO Administration Unit

Alesco Preferred Funding X, Ltd.  
Note Valuation Report

As Of Date:  
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Per Section 10.10 (c)(1) of the Indenture

Note Balance and Deferred Interest Report

Notes	Original Aggregate Outstanding Principal Amount of the Notes	Outstanding Principal Amount of the Notes 9/23/2020	Current Balance/ Original Balance	Deferred Interest	Principal Payments	Deferred Interest Payable	Outstanding Principal Amount of the Notes 12/23/2020	Ending Balance/ Original Balance
Class A-1 Note	\$489,000,000.00	\$151,106,688.72	30.90%	\$0.00	\$100,000.00	\$0.00	\$151,006,688.72	30.88%
Class A-2A Notes	\$119,500,000.00	\$119,500,000.00	100.00%	\$0.00	\$0.00	\$0.00	\$119,500,000.00	100.00%
Class A-2B Notes	\$10,000,000.00	\$10,000,000.00	100.00%	\$0.00	\$0.00	\$0.00	\$10,000,000.00	100.00%
Class B Notes	\$82,000,000.00	\$81,138,347.30	98.95%	\$0.00	\$0.00	\$0.00	\$81,138,347.30	98.95%
Class C-1 Notes	\$99,800,000.00	\$98,751,305.79	98.95%	\$0.00	\$0.00	\$0.00	\$98,751,305.78	98.95%
Class C-2 Notes	\$67,000,000.00	\$66,295,966.80	98.95%	\$0.00	\$0.00	\$0.00	\$66,295,966.80	98.95%
Class D-1 Notes	\$32,750,000.00	\$36,021,396.54	109.99%	\$0.00	\$0.00	\$934,083.36	\$35,087,313.18	107.14%
Class D-2 Notes	\$7,500,000.00	\$9,006,558.12	120.09%	\$0.00	\$0.00	\$233,552.19	\$8,773,005.93	116.97%
Class D-3 Notes	\$1,500,000.00	\$2,186,043.71	145.74%	\$0.00	\$0.00	\$56,687.06	\$2,129,356.65	141.96%
Series X Combination Notes	\$0.00	\$0.00	0.00%	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Series Y Combination Notes	\$1,000,000.00	\$1.00	0.00%	\$0.00	\$0.00	\$0.00	\$1.00	0.00%
Series Z Combination Notes	\$0.00	\$0.00	0.00%	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
<b>Totals from above :</b>	<b>\$910,050,000.00</b>	<b>\$574,006,307.97</b>		<b>\$0.00</b>	<b>\$100,000.00</b>	<b>\$1,224,322.61</b>	<b>\$572,681,985.36</b>	



U.S. Bank Corporate Trust Services  
CDO Administration Unit

Alesco Preferred Funding X, Ltd.  
Note Valuation Report

As Of Date: 12/16/2020  
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Per Section 10.10 (c)(2)(3) of the Indenture

Interest Distribution Amount

Note Interest Accrual Period Start - Date : 9/23/2020  
Note Interest Accrual Period End - Date : 12/22/2020  
Number of days in current Interest Accrual Period : 91 Variable Rate Notes  
Number of days in current Interest Accrual Period : 90 Fixed Rate Notes

Calculation Basis : Actual # of Days / 360 For Variable-Rate Notes  
30 days per month / 360 for Fixed-Rate Notes

Notes	Current Balance	Note Interest Rate	Interest Accrued	Interest Payable
Class A-1 Note	\$151,106,688.72	0.56325%	\$215,141.30	\$215,141.30
Class A-2A Notes	\$119,500,000.00	0.72325%	\$218,471.73	\$218,471.73
Class A-2B Notes	\$10,000,000.00	0.72325%	\$18,282.15	\$18,282.15
Class B Notes	\$81,138,347.30	0.87325%	\$179,103.32	\$179,103.32
Class C-1 Notes	\$98,751,305.79	1.47325%	\$367,754.66	\$367,754.66
Class C-2 Notes	\$66,295,966.80	1.47325%	\$246,889.40	\$246,889.40
Class D-1 Notes	\$36,021,396.54	3.07325%	\$279,831.97	\$279,831.97
Class D-2 Notes	\$9,006,558.12	3.07325%	\$69,967.38	\$69,967.38
Class D-3 Notes	\$2,186,043.71	3.07325%	\$16,982.27	\$16,982.27
Series X Combination Notes	\$0.00	0.00000%	\$0.00	\$0.00
Series Y Combination Notes	\$1.00	0.00000%	\$0.00	\$0.00
Series Z Combination Notes	\$0.00	0.00000%	\$0.00	\$0.00
<b>Totals from above :</b>	<b>\$574,006,307.97</b>		<b>\$1,612,424.18</b>	<b>\$1,612,424.18</b>
Preferred Shares	\$60,400.00			\$0.00



**U.S. Bank Corporate Trust Services  
CDO Administration Unit**

**Alesco Preferred Funding X, Ltd.  
Note Valuation Report**

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**Per Section 10.10 (c)(5) of the Indenture**

**Per Section 11.01 (a)(i) of the Indenture  
Payment Date Waterfall ( Interest Collection Account )**

**Balance on deposit in the Interest Collection Account at the end of the related Due Period** **\$ 3,090,482.20**

	<b>Amount Paid</b>	<b>Amount Remaining</b>
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(i) On each Distribution Date, Interest Proceeds with respect to the related Due Period will be applied in the order of priority set forth below:		\$ 3,090,482.20
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(1) (a) first, to the payment of taxes and filing and registration fees owed by the Issuer, if any; and (b) second, to the retention in the Interest Collection Account of an amount, if any, equal to (x) the Aggregate Interest Holdback Amount for such Distribution Date minus (y) the Aggregate Interest Holdback Distribution Amount for such Distribution Date;	a	\$ -	\$ 3,090,482.20
	b	\$ -	\$ 3,090,482.20

(2) (a) first, to the payment, in the following order, to the Trustee, the Preferred Share Paying Agent, the Note Registrar and the Collateral Administrator of accrued and unpaid fees and expenses (including amounts in respect of indemnities) owing to them under the Indenture, the Preferred Share Paying Agency Agreement and the Collateral Administration Agreement, as applicable;	a	\$ 43,743.43 <b>B</b>	\$ 3,046,738.77
(b) second, to the payment of all other accrued and unpaid Administrative Expenses of the Issuer payable hereunder (excluding fees and expenses described in clause (a) above, the Collateral Management Fee and principal of and interest on the Rated Notes but including other amounts for which the Collateral Manager may claim reimbursement pursuant to the Collateral Management Agreement); provided, that all payments made on such Distribution Date pursuant to clauses (a) and (b), together with amounts disbursed from the Expense Account during the Due Period corresponding to such Distribution Date, do not exceed the Expense Cap; and (c) third, after application of the amounts under clauses (a) and (b) of this paragraph (2) and if such date is not the Stated Maturity or a Redemption Date, if the balance of all Eligible Investments and cash in the Expense Account on the related Determination Date is less than U.S.\$100,000, for deposit to the Expense Account an amount equal to such amount as will cause the balance of all Eligible Investments and cash in the Expense Account immediately after such deposit to equal U.S.\$100,000;	b	\$ 13,129.05	\$ 3,033,609.72
	c	\$ 2,227.05 <b>B</b>	\$ 3,031,382.67

(3) to the payment to the Collateral Manager of accrued and unpaid Base Collateral Management Fee;		\$	194,635.88	B	\$	2,836,746.79
(4) to the payment of any amount scheduled to be paid to the Hedge Payment Amounts pursuant to the Hedge Agreements, together with any Qualified Termination Payments, in each case net of any payments to be received from the Hedge Counterparty pursuant to the Hedge Agreements;		\$	-		\$	2,836,746.79
(5) to the payment of, first, accrued and unpaid interest on the Class A-1 Notes (including Defaulted Interest and any interest thereon) and second, accrued and unpaid interest on the Class A-2 Notes and Class A-2B Notes, pro rata (including, in each case, Defaulted Interest and any interest thereon);	A-1	\$	215,141.30	B		
	A-2	\$	218,471.73			
	A2B	\$	18,282.15		\$	2,384,851.61
(6) (a) if either Class A Coverage Test is not satisfied on the related Determination Date and if any Class A Note remains outstanding, to the payment of principal of, first, the Class A-1 Notes and second, the Class A-2A Notes and Class A-2B Notes, pro rata, to the extent necessary to cause each of the Class A Coverage Tests to be satisfied on the related Determination Date, and (b) on the first Distribution Date after the occurrence of a Ramp-Up Ratings Confirmation Failure, in the event that the Issuer is unable to obtain a Ratings Confirmation after the application of Uninvested Proceeds to pay principal of the Rated Notes, to the payment of principal of, first, the Class A-1 Notes and second, the Class A-2A Notes and Class A-2B Notes, pro rata, to the extent specified by each Rating Agency in order to obtain a Ratings Confirmation;	a	\$	-			
	b	\$	-		\$	2,384,851.61
(7) to the pro rata payment of, first, accrued and unpaid interest on the Class B Notes (including Defaulted Interest and interest thereon, if any) and, second, any Class B Deferred Interest;	B	\$	179,103.32	B	\$	2,205,748.29
	B - Def Int	\$	0.00		\$	2,205,748.29
(8) to the pro rata payment of, first, accrued and unpaid interest on the Class C-1 Notes, Class C-2 Notes, Class C-3 Notes and Class C-4 Notes (including Defaulted Interest and interest thereon, if any) and, second, any Class C Deferred Interest;	C-1	\$	367,754.66		\$	1,837,993.63
	C-2	\$	246,889.40		\$	1,591,104.23
	C-1 Deferred int	\$	0.00		\$	1,591,104.23
	C-2 Deferred int	\$	0.00		\$	1,591,104.23
(9) to the pro rata payment of, first, accrued and unpaid interest on the Class D-1 Notes, Class D-2 Notes and Class D-3 Notes (including Defaulted Interest and interest thereon, if any) and, second, any Class D Deferred Interest;	D-1	\$	279,831.97		\$	1,311,272.26
	D-2	\$	69,967.38		\$	1,241,304.88
	D-3	\$	16,982.27		\$	1,224,322.61
	D-1 Deferred int	\$	934,083.36		\$	290,239.25
	D-2 Deferred int	\$	233,552.19		\$	56,687.06
	D-3 Deferred int	\$	56,687.06		\$	-
		\$			\$	-

(10) (a) if either the Class B/C/D Coverage Test is not satisfied on the related Determination Date and if any Rated Notes remain outstanding, to the pro rata payment of principal of the Class B Notes, the Class C Notes and the Class D Notes to the extent necessary to cause the applicable Class B/C/D Coverage Tests to be satisfied on the related Determination Date, and (b) on the first Distribution Date after the occurrence of a Ramp-Up Ratings Confirmation Failure, in the event that the Issuer is unable to obtain a Ratings Confirmation after the application of Uninvested Proceeds and Interest Proceeds (in accordance with paragraph (6) above) to the payment of principal of, first, the Class A-1 Notes, second, the Class A-2A Notes and Class A-2B Notes, pro rata, third, the Class B Notes, pro rata, fourth, the Class C-1 Notes, Class C-2 Notes, pro rata, fifth, the Class D-1 Notes, Class D-2 Notes and Class D-3 Notes, pro rata, to the extent specified by each Rating Agency in order to obtain a Ratings Confirmation;

a. B	\$	-		
C-1	\$	-		
C-2	\$	-		
D-1	\$	-		
D-2	\$	-		
D-3	\$	-		

\$ -

(11) on each Distribution Date on and prior to the Distribution Date in March 2009, \$83,333 shall be deposited into the Interest Reserve Account, and on each Distribution Date after such Distribution Date in March 2009, on which Rated Notes remain outstanding and the balance in the Interest Reserve Account is less than \$1,000,000, 15% of all remaining amounts shall be deposited into the Interest Reserve Account until the balance therein equals \$1,000,000;

\$ - \$ -

(12) to the payment of all other accrued and unpaid Administrative Expenses of the Issuer (excluding any Collateral Management Fee) not paid pursuant to paragraph (2) above, whether as the result of the limitations on amounts set forth therein or otherwise, pro rata;

\$ - \$ -

(13) to the payment of any Non-Qualified Termination Payments payable by the Issuer pursuant to any Hedge Agreement;

\$ - \$ -

(14) to the payment to the Collateral Manager of accrued and unpaid Subordinate Collateral Management Fee;

\$ - \$ -

(15) on any Distribution Date on or after the Distribution Date in June 2016, to the payment of principal of, first, the Class A-1 Notes, second, the Class A-2A Notes and Class A-2B Notes, pro rata, third, the Class B Notes, pro rata, fourth, the Class C-1 Notes and Class C-2 Notes, pro rata, fifth, the Class D-1 Notes, Class D-2 Notes and Class D-3 Notes, pro rata until each such Class has been paid in full; provided, that all payments made pursuant to this paragraph (15) shall not exceed on any Distribution Date an amount equal to 60% of the Interest Proceeds that would otherwise be released from the lien of the Indenture and distributed to the Preferred Share Paying Agent for distribution to the Preferred Shareholders in accordance with paragraph (16) below (assuming solely for such purpose that no payments are to be made pursuant to this paragraph (15)); and

\$ - \$ -

(16) the remainder, to be released from the lien of this Indenture and, to the fullest extent permitted under Cayman Islands law, paid to the Preferred Share Paying Agent for distribution to the Preferred Shareholders as a dividend on the Preferred Shares or as a return of capital of the Preferred Shares as provided in the Issuer Charter.

\$ - \$ -

**Balance remaining in the Interest Collection Account after all payments and deposits to be made on such Distribution Date** \$ -

On each Distribution Date, after the application of Interest Proceeds as provided above, any Aggregate Interest Holdback Amount will be applied to the payment of the amounts referred to in sub-clauses (2), (3), (4), (5), (7), (8), (9), (12), (13) and (14) above, in such order of priority, to the extent such amounts are not paid in full with Interest Proceeds as described above.

<p>(2) (a) first, to the payment, in the following order, to the Trustee, the Preferred Share Paying Agent, the Note Registrar and the Collateral Administrator of accrued and unpaid fees and expenses (including amounts in respect of indemnities) owing to them under the Indenture, the Preferred Share Paying Agency Agreement and the Collateral Administration Agreement, as applicable;</p> <p>(b) second, to the payment of all other accrued and unpaid Administrative Expenses of the Issuer payable hereunder (excluding fees and expenses described in clause (a) above, the Collateral Management Fee and principal of and interest on the Rated Notes but including other amounts for which the Collateral Manager may claim reimbursement pursuant to the Collateral Management Agreement); provided, that all payments made on such Distribution Date pursuant to clauses (a) and (b), together with amounts disbursed from the Expense Account during the Due Period corresponding to such Distribution Date, do not exceed the Expense Cap; and (c) third, after application of the amounts under clauses (a) and (b) of this paragraph (2) and if such date is not the Stated Maturity or a Redemption Date, if the balance of all Eligible Investments and cash in the Expense Account on the related Determination Date is less than U.S.\$100,000, for deposit to the Expense Account an amount equal to such amount as will cause the balance of all Eligible Investments and cash in the Expense Account immediately after such deposit to equal U.S.\$100,000;</p>	<p>a</p> <p>b</p> <p>c</p>	<p>\$</p> <p>\$</p> <p>\$</p>	<p>-</p> <p>-</p> <p>-</p>	<p>\$</p> <p>\$</p> <p>\$</p>	<p>-</p> <p>-</p> <p>-</p>
<p>(3) to the payment to the Collateral Manager of accrued and unpaid Base Collateral Management Fee;</p>		<p>\$</p>	<p>-</p>	<p>\$</p>	<p>-</p>
<p>(4) to the payment of any amount scheduled to be paid to the Hedge Payment Amounts pursuant to the Hedge Agreements, together with any Qualified Termination Payments, in each case net of any payments to be received from the Hedge Counterparty pursuant to the Hedge Agreements;</p>		<p>\$</p>	<p>-</p>	<p>\$</p>	<p>-</p>
<p>(5) to the payment of, first, accrued and unpaid interest on the Class A-1 Notes (including Defaulted Interest and any interest thereon)</p>	<p>A-1</p>	<p>\$</p>	<p>-</p>		
<p>and second, accrued and unpaid interest</p>	<p>A-2</p>	<p>\$</p>	<p>-</p>		
<p>on the Class A-2 Notes and Class A-2B Notes, pro rata (including, in each case,</p>	<p>A2B</p>	<p>\$</p>	<p>-</p>	<p>\$</p>	<p>-</p>

(7) to the pro rata payment of, first, accrued and unpaid interest on the Class B Notes (including Defaulted Interest and interest thereon, if any) and, second, any Class B Deferred Interest;	B	\$	-		
(8) to the pro rata payment of, first, accrued and unpaid interest on the Class C-1 Notes and Class C-2 Notes, (including Defaulted Interest and interest thereon, if any) and, second, any Class C Deferred Interest;	C-1	\$	-	\$	-
	C-2	\$	-	\$	-
	C-1 Deferred Int	\$	-	\$	-
	C-2 Deferred Int	\$	-	\$	-
(9) to the pro rata payment of, first, accrued and unpaid interest on the Class D-1 Notes, Class D-2 Notes and Class D-3 Notes (including Defaulted Interest and interest thereon, if any) and, second, any Class D Deferred Interest;	D-1	\$	-		
	D-2	\$	-	\$	-
	D-3	\$	-	\$	-
(12) to the payment of all other accrued and unpaid Administrative Expenses of the Issuer (excluding any Collateral Management Fee) not paid pursuant to paragraph (2) above, whether as the result of the limitations on amounts set forth therein or otherwise, pro rata;		\$	-	\$	-
(13) to the payment of any Non-Qualified Termination Payments payable by the Issuer pursuant to any Hedge Agreement;		\$	-	\$	-
(14) to the payment to the Collateral Manager of accrued and unpaid Subordinate Collateral Management Fee;		\$	-	\$	-



**U.S. Bank Corporate Trust Services  
CDO Administration Unit**

**Alesco Preferred Funding X, Ltd.  
Note Valuation Report**

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**Per Section 10.10 (c)(6) of the Indenture**

**Per Section 11.01 (a)(ii) of the Indenture  
Payment Date Waterfall ( Principal Collection Account )**

**Balance on deposit in the Principal Collection Account at the end of the related Due Period** \$ 100,000.00

<b>Amount Paid</b>	<b>Amount Remaining</b>
	\$ 100,000.00

(ii) On each Distribution Date, other than the Distribution Date related to the Stated Maturity of the Notes, Principal Proceeds with respect to the related Due Period (other than Principal Proceeds as are reinvested (or allocated by the Collateral Manager for reinvestment) in Additional Collateral Debt Securities pursuant to and in compliance with the provisions of Article XII ("Substitution Principal Proceeds")) will be distributed in the order of priority set forth below:

(1) to the payment of the amounts referred to in paragraphs (1) to (5) of Section 11.1(a)(i) in the same order of priority specified therein, but only to the extent not paid in full thereunder;

\$ -	B \$ 100,000.00
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(2) to the payment of principal to the Class A-1 Notes until the Class A-1 Notes have been paid in full;

\$ 100,000.00	\$ -
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(3) to the pro rata payment of principal to the Class A-2A Notes and Class A-2B Notes, until the Class A-2A Notes and Class A-2B Notes have been paid in full;

\$ -	\$ -
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(4) so long as no Class A Notes are Outstanding, to the payment of the amounts referred to in clause first of paragraph (7) of Section 11.1(a)(i), but only to the extent not paid in full thereunder;

\$ -	\$ -
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(5) to the pro rata payment of principal of the Class B Notes (including, to the extent not paid in full pursuant to paragraph (7) of Section 11.1(a)(i), Class B Deferred Interest), until the Class B Notes and have been paid in full;

\$ -	\$ -
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(6) so long as no Class A Notes or Class B Notes are outstanding, to the payment of the amount referred to in clause first of paragraph (8) of Section 11.1(a)(i), but only to the extent not paid in full thereunder;	\$	-	\$	-
(7) to the pro rata payment of principal of the Class C-1 Notes and the Class C-2 Notes, (including, to the extent not paid in full pursuant to paragraph (8) of Section 11.1(a)(i), Class C Deferred Interest), until the Class C-1 Notes and Class C-2 Notes, have been paid in full;	\$	-	\$	-
(8) so long as no Class A Notes, Class B Notes or Class C Notes are outstanding, to the payment of the amount referred to in clause first of paragraph (9) of Section 11.1(a)(i), but only to the extent not paid in full thereunder;	\$	-	\$	-
(9) to the pro rata payment of principal of the Class D-1 Notes and Class D-2 Notes (including, to the extent not paid in full pursuant to paragraph (9) of Section 11.1(a)(i) Class D Deferred Interest), until the Class D-1 Notes, Class D-2 Notes and Class D-3 Notes have been paid in full;	\$	-		
(10) so long as no Rated Notes are outstanding, to the payment of the amounts referred to in paragraphs (12), (13) and (14) of Section 11.1(a)(i), in the same order of priority specified therein, but only to the extent not paid in full thereunder; and	\$	-	\$	-
(11) the remainder, to be released from the lien of the Indenture and, to the fullest extent permitted under Cayman Islands law, paid to the Preferred Share Paying Agent for distribution to the Preferred Shareholders as a dividend on the Preferred Shares or as a return of capital on the Preferred Shares as provided in the Issuer Charter.	\$	-	\$	-
<b>Balance remaining in the Principal Collection Account after all payments and deposits to be made on such Distribution Date</b>	\$	-		



**Alesco Preferred Funding X, Ltd.**  
**Executive Summary**  
**As of: 12/16/2020**  
**Next Payment: 12/23/2020**



Deal	Summary	Notes Detail	Principal Balance	Current Coupon	Periodic Interest
Collateral Manager: Hildene Collateral Management Company, LLC Closing Date: 03/15/2006 End of Reinvestment: 07/15/2010 Stated Maturity: 09/23/2036 Account Manager: Ledina Lopci Asset Mgr. Contact: Anna Ramirez Analyst: Samuel Bock Analyst Email: samuel.bock@usbank.com	Calculation Date: 12/16/2020 Next Payment Date: 12/23/2020 Principal Amount: <b>A</b> 566,429,000.00 Proceeds: 100,000.00 Totals: <b>A</b> 566,529,000.00 Interest Reserve Account 0.00 Principal Collection Account 100,000.00 Interest Collection Account 3,090,482.20 Expense Account 97,772.95	Class A-1 Notes Class A-2A Notes Class A-2B Notes Class B Notes Class C-1 Notes Class C-2 Notes Class D-1 Notes Class D-2 Notes Class D-3 Notes	<b>B</b> 151,106,688.72 119,500,000.00 10,000,000.00 81,138,347.29 98,751,305.77 66,295,966.79 36,021,396.54 9,006,558.11 2,186,043.73 <b>574,006,306.95</b>	0.56325 0.72325 0.72325 0.87325 1.47325 1.47325 3.07325 3.07325 3.07325	<b>B</b> 215,141.30 218,471.73 18,282.15 179,103.32 367,754.66 246,889.42 279,831.99 69,967.38 16,982.27 <b>1,612,424.22</b>

Collateral Test Description	Current 12/16/2020 Threshold	Current	Result	Prior
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Class A Overcollateralization Test	144.60%	178.16%	<b>B</b> Passed	184.93%
Class B/C/D Overcollateralization Test	101.37%	87.09%	Failed	90.40%
Class A Interest Coverage Test	125.00%	627.74%	Passed	653.33%
Class B/C/D Interest Coverage Test	102.50%	175.93%	Passed	183.10%
Weighted Average Fixed Coupon	6.662	N/A	N/A	N/A
Weighted Average Spread Test	2.30%	1.93%	<b>A</b> Failed	2.05%
Weighted Average Rating Report	625	775	Failed	775
Weighted Average Life Report	N/A	15.06	N/A	15.09
Weighted Average Fitch Score	3.33	3.28	Passed	3.28



Alesco Preferred Funding X, Ltd.  
 Overcollateralization Test  
 As of : 12/16/2020  
 Next Payment: 12/23/2020



OVERCOLLATERALIZATION TEST	RATIO	REQUIRED LEVEL	CALCULATION	RESULT
Class A Overcollateralization Test	178.16%	144.60%	A / B	Passed
Class B/C/D Overcollateralization Test	87.09%	101.37%	A / C	Failed

**NUMERATOR**

The sum of:

Principal Balance minus Defaulted and Deferring Securities	494,929,000.00
Recovery of Defaulted Securities	3,500,000.00
Recovery of Deferring Securities	1,400,000.00
Eligible Investments	100,000.00
<b>Total for A:</b>	<u>499,929,000.00</u>

**DENOMINATOR**

Class A-1 Notes	151,106,688.72
Class A-2A Notes	119,500,000.00
Class A-2B Notes	10,000,000.00
<b>Total for B:</b>	<u>280,606,688.72</u>
Class B Notes	81,138,347.30
Class C-1 Notes	98,751,305.78
Class C-2 Notes	66,295,966.81
Class D-1 Notes	36,021,396.53
Class D-2 Notes	9,006,558.11
Class D-3 Notes	2,186,043.73
<b>Total for C:</b>	<u>574,006,306.98</u>



**Alesco Preferred Funding X, Ltd.**  
 Interest Coverage  
 As of : 12/16/2020  
 Next Payment: 12/23/2020



INTEREST COVERAGE TEST	RATIO	REQUIRED LEVEL	CALCULATION	RESULT
Class A Interest Coverage Test	627.74% <sup>B</sup>	125.00%	A / B	Passed
Class B/C/D Interest Coverage Test	175.93%	102.50%	A / C	Passed

**NUMERATOR**

**The sum of:**

Interest Received	3,090,482.20
Interest Expected	0.00
Semi-Annual Interest due in current due period	0.00
Semi-Annual Interest held back from previous due period	0.00
Aggregate Interest Holdback Distribution Amount	0.00
Net Hedge Amount Receivable	0.00
Taxes, Reg & Filing Fees	0.00
Trustee, Admin, Paying Agent, and Note Register Fees & Expenses	-59,099.53
Base Collateral Management Fee	-194,635.88
<b>Total for A:</b>	2,836,746.79

**DENOMINATOR**

Net Hedge Amount Payable	0.00
Class A-1 Notes	215,141.30
Class A-2A Notes	218,471.73
Class A-2B Notes	18,282.15
<b>Total for B:</b>	451,895.18
Class B Notes	179,103.32
Class C-1 Notes	367,754.66
Class C-2 Notes	246,889.42
Class D-1 Notes	279,831.99
Class D-2 Notes	69,967.38
Class D-3 Notes	16,982.27
<b>Total for C:</b>	1,612,424.22



**Alesco Preferred Funding X, Ltd.**  
**Concentration Limitation - Summary**  
 As of : 12/16/2020  
 Next Payment: 12/23/2020



<i>Clause</i>	<i>Concentration Limitation</i>	<i>Current Amount Numerator</i>	<i>Current Amount Denominator</i>	<i>Current Percentage</i>	<i>Min</i>	<i>Max</i>	<i>Test Result</i>
(7)	Stated Maturity later than Stated Maturity of Notes	0.00	A 499,929,000.00	0.00%			N/A
(8)(A)	Fixed Rate Obligations	0.00	499,929,000.00	0.00%			N/A
(8)(B)	Floating Rate (without Deemed Floating)	566,429,000.00	499,929,000.00	113.30%			N/A
(8)(C)	Deemed Fixed Rate	0.00	499,929,000.00	0.00%			N/A
(8)(D)	Deemed Floating Rate	0.00	499,929,000.00	0.00%			N/A
(9)	Trust Preferred Securities	505,929,000.00	499,929,000.00	101.20%			N/A
(10)	Subordinated Notes, Senior Securities and Surplus Notes	60,500,000.00	499,929,000.00	12.10%			N/A
(11)	Pays less frequently than Quarterly	0.00	499,929,000.00	0.00%			N/A



Alesco Preferred Funding X, Ltd.  
Defaulted Securities Detail  
As of: 12/16/2020  
Next Payment: 12/23/2020



<i>Issuer</i>	<i>CUSIP</i>	<i>Balance</i>	<i>Event Date</i>	<i>Applicable Recovery Rate</i>	<i>Adj Principal Balance</i>
Affirmative Insurance Holdings Statutory Trust II	0082729B4	20,000,000.00	10/14/2015	5.00	1,000,000.00
BOC Satutory Trust I	06423P9D4	10,000,000.00	07/22/2011	10.00	1,000,000.00
Community Investment Services Statutory Trust I	2037199B7	8,500,000.00	03/16/2011	10.00	850,000.00
FS Bancorp Statutory Trust I	33646W9A0	4,000,000.00	08/19/2011	10.00	400,000.00
Lemic Insurance Company	99MSC3Z83	5,000,000.00	03/17/2014	5.00	250,000.00
		<b>47,500,000.00</b>	<b>A</b>		<b>3,500,000.00</b>



Alesco Preferred Funding X, Ltd.  
Deferring Securities Detail  
As of: 12/16/2020  
Next Payment: 12/23/2020



<i>Issuer</i>	<i>CUSIP</i>	<i>Balance</i>	<i>Event Date</i>	<i>Applicable Recovery Rate</i>	<i>Adj Principal Balance</i>
Hallmark Statutory Trust I	40624Q9A4	20,000,000.00	12/01/2020	5.00	1,000,000.00
Trans-Pacific Capital Trust I	01447W9A8	4,000,000.00	08/24/2020	10.00	400,000.00
		<b>24,000,000.00</b>	<b>A</b>		<b>1,400,000.00</b>



**Alesco Preferred Funding X, Ltd.**  
**Weighted Average Spread Test**  
**As of: 12/16/2020**  
**Next Payment: 12/23/2020**



<i>Issuer</i>	<i>CUSIP</i>	<i>Balance</i>	<i>Coupon %</i>	<i>Effective Spread</i>	<i>Weighted Factor</i>
Affirmative Insurance Holdings Statutory Trust II	0082729B4	20,000,000.00	0.000	0.00	0.00
Alikat Capital Trust II	0162579A7	7,500,000.00	1.966	1.75	13,125,000.00
BMI Financial Group Statutory Trust I	99MSC3Z67	7,779,000.00	3.466	3.25	25,281,750.00
BOC Satutory Trust I	06423P9D4	10,000,000.00	0.000	0.00	0.00
Beal Statutory Trust VIII	07371N9B3	28,500,000.00	1.766	1.55	44,175,000.00
Boston Private Capital Trust II	10112VAA3	28,500,000.00	1.900	1.68	47,880,000.00
Catalina Holdings (Bermuda) Ltd.	9AMBDBG34	15,147,000.00	4.670	4.45	67,404,150.00
Catalina Holdings (Bermuda) Ltd.	9AMBDBG42	8,353,000.00	4.220	4.00	33,412,000.00
Cathedral Capital PLC	1496509C9	10,000,000.00	3.466	3.25	32,500,000.00
Central Bancorp Statutory Trust I	1524189B7	6,000,000.00	1.617	1.40	8,400,000.00
Citizens Investment Statutory Trust I	1746889A1	900,000.00	1.587	1.37	1,233,000.00
Coastal Bankshares Statutory Trust II	19041X9B6	10,000,000.00	1.817	1.60	16,000,000.00
Community Investment Services Statutory Trust I	2037199B7	8,500,000.00	0.000	0.00	0.00
CrossFirst Statutory Trust I	98MSCDXG7	2,500,000.00	1.956	1.74	4,350,000.00
FS Bancorp Statutory Trust I	33646W9A0	4,000,000.00	0.000	0.00	0.00
First American Bank Capital Trust I	318489AA9	28,500,000.00	1.667	1.45	41,325,000.00
First Sleepy Eye Statutory Trust I	3364199A6	7,000,000.00	1.617	1.40	9,800,000.00
Fishback Statutory Trust III	33774RAA3	10,000,000.00	1.556	1.34	13,400,000.00
Flagstar Statutory Trust V	33847WAA5	6,000,000.00	2.237	2.00	12,000,000.00
Flagstar Statutory Trust VI	33848AAA2	10,000,000.00	2.237	2.00	20,000,000.00
GWB Capital Trust VI	36294MAA8	20,000,000.00	1.696	1.48	29,600,000.00
Gainsco Capital Trust I	363125AA3	15,000,000.00	4.070	3.85	57,750,000.00
HFF (Bermuda) Capital Trust I	40417VAA2	8,500,000.00	3.866	3.65	31,025,000.00
HFF Capital Trust I	40418BAA5	15,000,000.00	3.866	3.65	54,750,000.00
Hallmark Statutory Trust I	40624Q9A4	20,000,000.00	0.000	0.00	0.00
Jefferson Bancshares Capital II	4723759A4	3,000,000.00	1.617	1.40	4,200,000.00
Lakeside Statutory Trust I	51218PAA3	15,000,000.00	1.556	1.34	20,100,000.00
Lancashire Holdings Financing Trust I	51377TAA2	23,500,000.00	3.950	3.70	86,950,000.00
Lemic Insurance Company	99MSC3Z83	5,000,000.00	0.000	0.00	0.00
Liberty Bancorp of Georgia Trust II	5301709A9	5,000,000.00	1.617	1.40	7,000,000.00
Liberty Shares Statutory Trust II	9AMBDD2Q0	10,000,000.00	1.696	1.48	14,800,000.00
Meadowbrook Capital Trust II	58319P9A8	20,000,000.00	3.830	3.59	71,862,600.00
Northrim Statutory Trust 2	666789AA0	10,000,000.00	1.587	1.37	13,700,000.00
Northwest Bancorp Statutory Trust IV	667331AA0	12,500,000.00	1.597	1.38	17,250,000.00
Orchid Statutory Trust I	68572X9B0	5,500,000.00	1.696	1.48	8,140,000.00
PFC Statutory Trust I	6942759B6	5,000,000.00	1.667	1.45	7,250,000.00
Quincy Mutual Fire Insurance Corporation	748559AB7	14,000,000.00	2.917	2.70	37,800,000.00
Republic Bancorp Capital Trust	76028UAA9	10,000,000.00	1.640	1.42	14,200,000.00



**Alesco Preferred Funding X, Ltd.**  
**Weighted Average Spread Test**  
 As of: 12/16/2020  
 Next Payment: 12/23/2020



<i>Issuer</i>	<i>CUSIP</i>	<i>Balance</i>	<i>Coupon %</i>	<i>Effective Spread</i>	<i>Weighted Factor</i>
River Valley Capital Trust II	7685009A0	7,000,000.00	1.966	1.75	12,250,000.00
Rock Hill Trust I	773406AA1	20,000,000.00	3.917	3.70	74,000,000.00
Southeastern Bank Financial Trust I	841585AA0	9,750,000.00	1.617	1.40	13,650,000.00
Starion Statutory Trust I	99MSC3ZD2	3,500,000.00	1.516	1.30	4,550,000.00
Starion Statutory Trust II	99MSC3ZC4	3,500,000.00	1.516	1.30	4,550,000.00
Sun Statutory Trust VII	866877AA1	28,500,000.00	1.567	1.35	38,475,000.00
Tower Hill Holdings, Inc	99MSC3Z75	8,000,000.00	3.667	3.45	27,600,000.00
Trans-Pacific Capital Trust I	01447W9A8	4,000,000.00	0.000	0.00	0.00
UCB-LA Capital Trust II	9094589A1	2,000,000.00	2.317	2.10	4,200,000.00
VCBI Capital Trust III	91819KAA3	25,000,000.00	1.633	1.42	35,500,000.00
WT Capital Trust II	12799D8A2	4,000,000.00	1.663	1.45	5,800,000.00
Willow Grove Statutory Trust I	97111W9A1	5,000,000.00	1.526	1.31	6,550,000.00
		<b>566,429,000.00</b>			<b>1,093,788,500.00</b>

<b>Weighted Average Spread (%)</b>	<b>1.93</b>
<b>Fixed Rate Excess (%)</b>	
<b>Adjusted Weighted Avg Spread (%)</b>	<b>1.93</b> <b>A</b>
<b>Threshold (%)</b>	<b>2.30</b>
<b>Pass/Fail</b>	<b>Failed</b>



**Alesco Preferred Funding X, Ltd.**  
**Ineligible Collateral Debt Securities**  
As of: 12/16/2020  
Next Payment: 12/23/2020



<i>Issuer Name</i>	<i>CUSIP</i>	<i>Par Balance</i>
First Mutual Bancorp Trust II	3210749A6	10,000,000.00
NCB Statutory Trust I	6516479A9	3,000,000.00
Security Pacific Statutory Trust VIII	81481N9B5	5,000,000.00
		<b>18,000,000.00</b>

**Footnote:**  
Each listed Security was a Defaulted Security at the time of its purchase and therefore fails to meet the Collateral Debt Security Criteria

## Assumptions

(refer to Items 1. and 2.)

1. The LIBOR rate with respect to the related Interest Period is 0.22325%.
2. The Trustee indicated that the Interest Proceeds are \$3,090,482.20 with respect to the related Distribution Date.
3. The Trustee indicated that the Principal Proceeds are \$100,000.00 with respect to the related Distribution Date.
4. The Trustee indicated that the Balance of Uninvested Proceeds is \$0.00 with respect to the related Distribution Date.
5. The Trustee indicated that the taxes and filing and registration fees are \$0.00 with respect to the related Distribution Date.
6. The Trustee indicated that the Trustee Expenses related to legal fees are \$0.00 with respect to the related Distribution Date.
7. The Trustee indicated that the fees and expenses paid during the Due Period, other than Trustee or Preferred Share Paying Agent fees, are \$2,227.05 with respect to the related Distribution Date.
8. The Trustee indicated that other Administrative Expenses of the Issuer, excluding Trustee and Preferred Shares Paying Agent fees, are \$13,129.05 with respect to the related Distribution Date.
9. The Trustee indicated that the Expense Account Balance is \$97,772.95 with respect to the related Distribution Date.
10. The Trustee indicated that the Interest Reserve Account Balance is \$0.00 with respect to the related Distribution Date.
11. The Trustee, on behalf of the Issuer, indicated that the Collateral Management Fee, Subordinate Collateral Management Fee and the Trustee Fee are to be recalculated using a fixed 90-day for each Due Period over a 360-day year day count convention.
12. The Trustee indicated that the Swap Differential determined on the Ramp-Up Completion Date is 0.032%.
13. The Collateral Debt Securities that were transferred back with an exchange offer pursuant to Section 6.16 of the Indenture, that do not satisfy Collateral Debt Security Criteria and/or the Eligibility Criteria, if any, as provided by the Trustee, on the behalf of the Issuer, are shown in the "Ineligible Collateral Debt Securities" schedule of the NVR attached as a part of Exhibit 1.
14. The Trustee indicated that the column heading "Interest Payable" on the NVR has the same meaning as "Interest Paid".