

December 1, 2008

## Ratings On BBVA Consumo 1 And 2's Class C Notes Put On CreditWatch Negative

**Surveillance Credit Analyst:**

Chiara Sardelli, Madrid (34) 91-389-6966; chiara\_sardelli@standardandpoors.com

MADRID (Standard & Poor's) Dec. 1, 2008—Standard & Poor's Ratings Services today placed on CreditWatch negative its credit ratings on the class C notes issued by BBVA Consumo 1 Fondo de Titulizacion de Activos and BBVA Consumo 2 Fondo de Titulizacion de Activos. At the same time, we have affirmed our ratings on all the other classes in both deals (see list below).

Today's CreditWatch placements follow an initial credit analysis for these two transactions originated by Banco Bilbao Vizcaya Argentaria, S.A. (BBVA). This review shows that the ratings on the class C notes issued by BBVA Consumo 1 and BBVA Consumo 2 are currently under pressure.

In April 2008, BBVA Consumo 1 ended its two-year revolving period. Currently, 56.00% of the pool comprises loans originated after 2006, while at closing most of the loans were originated in 2005 (47.20%). BBVA Consumo 2 reached the end of its revolving period at the last payment date in September. Currently, 42.72% of the pool comprises loans originated after 2007.

At present, loans more than three months in arrears over the outstanding balance of the loans are 4.34% and 2.06% for BBVA Consumo 1 and BBVA Consumo 2, respectively. As of October, BBVA Consumo 1 has seen an aggregate of 0.61% of defaulted loans over the original balance of the pool and BBVA Consumo 2 an aggregate of 0.94%. The recovery rates for these deals are lower than our forecast as of closing. These factors, combined with the deterioration of the Spanish economic environment, have lead to today's rating actions.

*Ratings On BBVA Consumo 1 And 2's Class C Notes Put On CreditWatch Negative*

We will complete our updated credit analysis and re-run the cash flow analysis for both transactions to assess whether credit enhancement levels for the classes on CreditWatch are sufficient to support any new modeled default levels and recovery rates at their respective rating categories. We will maintain close contact with the originator to monitor the status of the delinquent loans in each deal and to obtain loan-level data to study the effect of the revolving period on the pools' composition.

The notes issued by BBVA Consumo 1 and BBVA Consumo 2 are both backed by a portfolio of Spanish consumer loans originated by BBVA.

Further information on these transactions is available to subscribers of RatingsDirect, the real-time Web-based source for Standard & Poor's credit ratings, research, and risk analysis, at [www.ratingsdirect.com](http://www.ratingsdirect.com). Alternatively, call one of the following Standard & Poor's numbers: Client Support Europe (44) 20-7176-7176; London Press Office (44) 20-7176-3605; Paris (33) 1-4420-6708; Frankfurt (49) 69-33-999-225; Stockholm (46) 8-440-5914; or Moscow (7) 495-783-4017.

RATINGS LIST

Class	To	Rating	From
-------	----	--------	------

Ratings Placed On CreditWatch Negative

BBVA Consumo 1 Fondo de Titulizacion de Activos  
€1.5 Billion Floating-Rate Asset-Backed Notes

C	A/Watch Neg		A
---	-------------	--	---

BBVA Consumo 2 Fondo de Titulizacion de Activos  
€1.5 Billion Floating-Rate Asset-Backed Notes

C	A/Watch Neg		A
---	-------------	--	---

Ratings Affirmed

BBVA Consumo 1 Fondo de Titulizacion de Activos  
€1.5 Billion Floating-Rate Asset-Backed Notes

A	AAA
B	AA

BBVA Consumo 2 Fondo de Titulizacion de Activos  
€1.5 Billion Floating-Rate Asset-Backed Notes

A	AAA
B	AA

**Additional Contact:**

Structured Finance Europe; [StructuredFinanceEurope@standardandpoors.com](mailto:StructuredFinanceEurope@standardandpoors.com)

Copyright © 2008 Standard & Poor's, a division of The McGraw-Hill Companies, Inc. (S&P). S&P and/or its third party licensors have exclusive proprietary rights in the data or information provided herein. This data/information may only be used internally for business purposes and shall not be used for any unlawful or unauthorized purposes. Dissemination, distribution or reproduction of this data/information in any form is strictly prohibited except with the prior written permission of S&P. Because of the possibility of human or mechanical error by S&P, its affiliates or its third party licensors, S&P, its affiliates and its third party licensors do not guarantee the accuracy, adequacy, completeness or availability of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. S&P GIVES NO EXPRESS OR IMPLIED WARRANTIES, INCLUDING, BUT NOT LIMITED TO, ANY WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE. In no event shall S&P, its affiliates and its third party licensors be liable for any direct, indirect, special or consequential damages in connection with subscriber's or others use of the data/information contained herein. Access to the data or information contained herein is subject to termination in the event any agreement with a third-party of information or software is terminated.

Analytic services provided by Standard & Poor's Ratings Services (Ratings Services) are the result of separate activities designed to preserve the independence and objectivity of ratings opinions. The credit ratings and observations contained herein are solely statements of opinion and not statements of fact or recommendations to purchase, hold, or sell any securities or make any other investment decisions. Accordingly, any user of the information contained herein should not rely on any credit rating or other opinion contained herein in making any investment decision. Ratings are based on information received by Ratings Services. Other divisions of Standard & Poor's may have information that is not available to Ratings Services. Standard & Poor's has established policies and procedures to maintain the confidentiality of non-public information received during the ratings process.

Ratings Services receives compensation for its ratings. Such compensation is normally paid either by the issuers of such securities or third parties participating in marketing the securities. While Standard & Poor's reserves the right to disseminate the rating, it receives no payment for doing so, except for subscriptions to its publications. Additional information about our ratings fees is available at [www.standardandpoors.com/usratingsfees](http://www.standardandpoors.com/usratingsfees).

Any Passwords/user IDs issued by S&P to users are single user-dedicated and may ONLY be used by the individual to whom they have been assigned. No sharing of passwords/user IDs and no simultaneous access via the same password/user ID is permitted. To reprint, translate, or use the data or information other than as provided herein, contact Client Services, 55 Water Street, New York, NY 10041; (1)212.438.9823 or by e-mail to: [research\\_request@standardandpoors.com](mailto:research_request@standardandpoors.com).