Otra Información Relevante de BBVA CONSUMER 2024-1 FONDO DE TITULIZACIÓN

En virtud de lo establecido en el Folleto Informativo de **BBVA CONSUMER 2024-1 FONDO DE TITULIZACIÓN** (el "**Fondo**") se comunica a la COMISIÓN NACIONAL DEL MERCADO DE VALORES la presente información relevante:

La Agencia de Calificación **Moody´s Investors Service** ("**Moody´s**")**,** con fecha 23 de mayo de 2024, comunica que ha asignado las siguientes calificaciones las siguientes Series de Bonos emitidos por el Fondo:

- **Serie A:** **Aa1 (sf)**
- **Serie B:** **A3 (sf)**
- **Serie C:** **Baa3 (sf)**
- **Serie D:** **B1 (sf)**

Se adjunta la comunicación emitida por Moody´s.

Madrid, 26 de junio de 2024.

MOODY'S RATINGS

Rating Action: Moody's Ratings assigns definitive ratings to BBVA CONSUMER 2024-1, FT ABS

23 May 2024

EUR 780.0 million ABS Notes rated, relating to a portfolio of Spanish Consumer Loans

Madrid, May 23, 2024 -- Moody's Ratings (Moody's) has assigned the following definitive ratings to Notes issued by BBVA CONSUMER 2024-1, FT:

....EUR674M Class A Asset-Backed Floating Rate Notes due April 2037, Definitive Rating Assigned Aa1 (sf)

....EUR32M Class B Asset-Backed Floating Rate Notes due April 2037, Definitive Rating Assigned A3 (sf)

....EUR50M Class C Asset-Backed Floating Rate Notes due April 2037, Definitive Rating Assigned Baa3 (sf)

....EUR24M Class D Asset-Backed Floating Rate Notes due April 2037, Definitive Rating Assigned B1 (sf)

Moody's has not assigned any ratings to the EUR20M Class E Asset-Backed Floating Rate Notes due April 2037 and EUR7.1M Class Z Subordinated Floating Rate Notes due April 2037.

Maximum achievable rating is Aa1 (sf) for structured finance transactions in Spain, driven by the corresponding local currency country ceiling of the country.

RATINGS RATIONALE

The transaction is a static cash securitisation of Spanish unsecured consumer loans originated by Banco Bilbao Vizcaya Argentaria, S.A. (BBVA) (A2/A3(cr), A2 LT Bank Deposits). The portfolio consists of consumer loans used for several purposes, such car acquisition, property improvement and other undefined or general purposes. BBVA also acts as servicer, collection account bank and issuer account bank provider of the transaction.

The underlying assets consist of consumer loans with fixed rates and a total outstanding balance of approximately EUR 937 million. As of 12 March 2024, the provisional portfolio has 107,351 loans with a weighted average interest of 7.9%. The portfolio is highly granular with the largest and 20 largest borrowers representing 0.01% and 0.17% of the pool, respectively. The portfolio also benefits from a good geographic diversification and good weighted average seasoning of 13.6 months. The final EUR 800 million portfolio will be selected at random from the provisional portfolio to match the final Notes issuance amount.

The transaction benefits from credit strengths such as the granularity of the portfolio, the excess spread-trapping mechanism through a 6 months artificial write off mechanism, the high average interest rate of 7.9% and the financial strength and securitisation experience of the originator. However, Moody's notes that there is a risk of yield compression as 98.3% of the loans in the pool has the option of an automatic discount on the loan interest rate as a result of the future cross selling of other products.

Moreover, Moody's notes that the transaction features some credit weaknesses such as a complex structure including interest deferral triggers for junior Notes, pro-rata payments on all asset-backed Notes from the first payment date, the high linkage to BBVA and limited liquidity available in case of servicer disruption. Various mitigants have been put in place in the transaction structure such as sequential redemption triggers to stop the pro-rata amortization. Commingling risk is mitigated by the transfer of collections to the issuer account within two days and the high rating of the servicer.

Hedging: all the loans are fixed-rate loans, whereas the Notes are floating-rate liabilities. As a result, the issuer is subjected to a fixed-floating interest-rate mismatch. To mitigate the fixed-floating rate mismatch, the issuer has entered into a swap agreement with BBVA. Under the swap agreement, (i) the issuer pays a fixed rate of 2.948%, (ii) the swap counterparty pays 3M Euribor (floored at 0), (iii) the notional as of any date will be the outstanding balance of Classes A-E Notes.

Moody's analysis focused, amongst other factors, on: (i) an evaluation of the underlying portfolio of consumer loans and the eligibility criteria; (ii) historical performance provided on BBVA's total book and past consumer loan ABS transactions and performance of previous BBVA Consumo deals; (iii) the credit enhancement provided by subordination, excess spread and the reserve fund; (iv) the liquidity support available in the transaction by way of principal to pay interest; and (v) the overall legal and structural integrity of the transaction.

MAIN MODEL ASSUMPTIONS

Moody's determined a portfolio lifetime expected mean default rate of 4.5%, expected recoveries of 15.0% and a portfolio credit enhancement ("PCE") of 17.0%. The expected defaults and recoveries capture our expectations of performance considering the current economic outlook, while the PCE captures the loss we expect the portfolio to suffer in the event of a severe recession scenario. Expected defaults and PCE are parameters used by Moody's to calibrate its lognormal portfolio loss distribution curve and to associate a probability with each potential future loss scenario in its ABSROM cash flow model to rate consumer ABS transactions.

The portfolio expected mean default rate of 4.5% is in line with recent Spanish consumer loan transaction average and is based on Moody's assessment of the lifetime expectation for the pool taking into account: (i) historical performance of the loan book of the originator, (ii) performance track record on most recent BBVA Consumo deals, (iii) benchmark transactions, and (iv) other qualitative considerations.

Portfolio expected recoveries of 15% are in line with recent Spanish consumer loan average and are based on Moody's assessment of the lifetime expectation for the pool taking into account: (i) historical performance of the loan book of the originator, (ii) benchmark transactions, and (iii) other qualitative considerations such as quality of data provided.

The PCE of 17.0% is in line with other Spanish consumer loan peers and is based on Moody's assessment of the pool taking into account the relative ranking to originator peers in the Spanish consumer loan market. The PCE of 17.0% results in an implied coefficient of variation ("CoV") of 51.88%.

The principal methodology used in these ratings was "Moody's Approach to Rating Consumer Loan-Backed ABS" published in December 2022 and available at https://ratings.moodys.com/rmc-documents/396935 . Alternatively, please see the Rating Methodologies page on https://ratings.moodys.com for a copy of this methodology.

Factors that would lead to an upgrade or downgrade of the ratings:

Factors or circumstances that could lead to an upgrade of the ratings of the Notes would be (1) better than expected performance of the underlying collateral; or (2) a lowering of Spain's sovereign risk leading to the removal of the local currency ceiling cap.

Factors or circumstances that could lead to a downgrade of the ratings would be (1) worse than expected performance of the underlying collateral; (2) deterioration in the credit quality of BBVA; or (3) an increase in Spain's sovereign risk.

REGULATORY DISCLOSURES

For further specification of Moody's key rating assumptions and sensitivity analysis, see the sections Methodology Assumptions and Sensitivity to Assumptions in the disclosure form. Moody's Rating Symbols and Definitions can be found on https://ratings.moodys.com/rating-definitions .

The analysis relies on an assessment of collateral characteristics to determine the collateral loss distribution, that is, the function that correlates to an assumption about the likelihood of occurrence to each level of possible losses in the collateral. As a second step, Moody's evaluates each possible collateral loss scenario using a model that replicates the relevant structural features to derive payments and therefore the ultimate potential losses for each rated instrument. The loss a rated instrument incurs in each collateral loss scenario, weighted by assumptions about the likelihood of events in that scenario occurring, results in the expected loss of the rated instrument.

For ratings issued on a program, series, category/class of debt or security this announcement provides certain regulatory disclosures in relation to each rating of a subsequently issued bond or note of the same series, category/class of debt, security or pursuant to a program for which the ratings are derived exclusively from existing ratings in accordance with Moody's rating practices. For ratings issued on a support provider, this announcement provides certain regulatory disclosures in relation to the credit rating action on the support provider and in relation to each particular credit rating action for securities that derive their credit ratings from the support provider's credit rating. For provisional ratings, this announcement provides certain regulatory disclosures in relation to the provisional rating assigned, and in relation to a definitive rating that may be assigned subsequent to the final issuance of the debt, in each case where the transaction structure and terms have not changed prior to the assignment of the definitive rating in a manner that would have affected the rating. For further information please see the issuer/deal page for the respective issuer on https://ratings.moodys.com.

For any affected securities or rated entities receiving direct credit support from the primary entity(ies) of this credit rating action, and whose ratings may change as a result of this credit rating action, the associated regulatory disclosures will be those of the guarantor entity. Exceptions to this approach exist for the following disclosures, if applicable to jurisdiction: Ancillary Services, Disclosure to rated entity, Disclosure from rated entity.

These ratings are solicited. Please refer to Moody's Policy for Designating and Assigning Unsolicited Credit Ratings available on its website https://ratings.moodys.com.

Regulatory disclosures contained in this press release apply to the credit rating and, if applicable, the related rating outlook or rating review.

The Global Scale Credit Rating(s) discussed in this Credit Rating Announcement was(were) issued by one of Moody's affiliates outside the UK and is(are) endorsed for use in the UK in accordance with the UK CRA Regulation.

Please see https://ratings.moodys.com for any updates on changes to the lead rating analyst and to the Moody's legal entity that has issued the rating.

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