

Otra Información Relevante de BANKINTER 10 FONDO DE TITULIZACIÓN DE ACTIVOS

En virtud de lo establecido en el Folleto Informativo de **BANKINTER 10 FONDO DE TITULIZACIÓN DE ACTIVOS** (el “Fondo”) se comunica a la COMISIÓN NACIONAL DEL MERCADO DE VALORES la presente información relevante:

- La Agencia de Calificación **Standard & Poor’s Global Ratings (“S&P”)** con fecha 10 de marzo de 2022, comunica que ha elevado las calificaciones asignadas a las siguientes Series de Bonos emitidos por el Fondo:

- **Serie B:** **AA+ (sf)** (anterior **AA (sf)**)
- **Serie C:** **AA (sf)** (anterior **A+ (sf)**)

Asimismo, S&P ha afirmado las calificaciones asignadas a las restantes Series de Bonos

- **Serie A2:** **AAA (sf)**
- **Serie D:** **B- (sf)**
- **Serie E:** **CCC- (sf)**

Se adjunta la comunicación emitida por S&P.

Madrid, 31 de marzo de 2022.

NEWS — RATING_ACTION — 10 Mar, 2022 | 17:42 — EMEA

Bankinter 10 Spanish RMBS Notes Ratings Raised



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Sector: **Structured Finance, RMBS**
Tags: **EMEA**

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Overview

- Bankinter 10 is a Spanish RMBS transaction that closed in June 2005 and securitizes first-ranking mortgage loans originated and serviced by Bankinter.
- Following our review, we raised our ratings on the class B and C notes. At the same time, we affirmed our ratings on the class A, D, and E notes.

MADRID (S&P Global Ratings) March 10, 2022--S&P Global Ratings today raised its credit ratings on Bankinter 10 Fondo de Titulización de Activos's class B and C notes to 'AA+ (sf)' and 'AA (sf)', from 'AA (sf)' and 'A+ (sf)', respectively. We also affirmed our 'AAA (sf)', 'B- (sf)', and 'CCC- (sf)' ratings on the class A, D, and E notes.

Today's rating actions follow our full analysis of the most recent information that we have received and the transaction's current structural features, such as credit enhancement and reserve fund levels.

After applying our global RMBS criteria, the main change compared to our previous review is a marginal increase of the expected losses. This is due to a slight increase of our weighted-average loss severity (WALS) assumptions at 'AAA', which is driven by our view of market value declines in Spain. Nevertheless, the overall credit enhancement continues to increase--which drives today's upgrades of the class B and C notes--as the transaction deleverages.

Credit Analysis Results

Rating	WAFF (%)	WALS (%)	Credit coverage (%)
AAA	6.14	2.24	0.14
AA	4.28	2.00	0.09
A	3.35	2.00	0.07
BBB	2.61	2.00	0.05
BB	1.84	2.00	0.04
B	1.30	2.00	0.03

WAFF--Weighted-average foreclosure frequency. WALS--Weighted-average loss severity.

Arrears in the transaction are low, under 1% of the current pool balance. Overall delinquencies remain well below our Spanish RMBS index (see "Related Research").

Since our previous review, the class A, B, C, and D notes' credit enhancement has increased to 14.7%, 11.1%, 7.3%, and 4.0%, respectively, due to the amortization of the class A notes.

The reserve fund as of November 2021 is at about 87% of the target. We expect it to continue to slowly deplete, given the low excess spread in the transaction.

Our operational, sovereign risk, and legal risk analyses remain unchanged since our previous review. Therefore, the ratings assigned are not capped by any of these criteria.

Under our cash flow analysis, the class B and C notes could withstand stresses at higher ratings than those assigned. However, in our analysis we also considered the decreasing reserve fund level and the expected long life of these notes given the large proportion of class A notes outstanding, as well as testing different recovery rates on existing defaulted assets.

The available credit enhancement for the class A, D, and E notes is commensurate with the currently assigned ratings. We have therefore affirmed our ratings on these classes of notes.

Related Criteria

- General Criteria: Environmental, Social, And Governance Principles In Credit Ratings**
 , Oct. 10, 2021
Criteria | Structured Finance | General: Global Framework For Payment Structure And Cash Flow Analysis Of Structured Finance Securities
 , Dec. 22, 2020
Criteria | Structured Finance | General: Methodology To Derive Stressed Interest Rates In Structured Finance
 , Oct. 18, 2019
Criteria | Structured Finance | General: Counterparty Risk Framework: Methodology And Assumptions
 , March 8, 2019
Criteria | Structured Finance | General: Incorporating Sovereign Risk In Rating Structured Finance Securities: Methodology And Assumptions
 , Jan. 30, 2019
Criteria | Structured Finance | RMBS: Global Methodology And Assumptions: Assessing Pools Of Residential Loans
 , Jan. 25, 2019
Legal Criteria: Structured Finance: Asset Isolation And Special-Purpose Entity Methodology
 , March 29, 2017
Criteria | Structured Finance | General: Global Framework For Assessing Operational Risk In Structured Finance Transactions
 , Oct. 9, 2014
Criteria | Structured Finance | General: Global Derivative Agreement Criteria
 , June 24, 2013
General Criteria: Criteria For Assigning 'CCC+', 'CCC', 'CCC-', And 'CC' Ratings
 , Oct. 1, 2012
General Criteria: Principles Of Credit Ratings, Feb. 16, 2011
Criteria | Structured Finance | General: Methodology For Servicer Risk Assessment
 , May 28, 2009

Related Research

- **European RMBS Index Report Q4 2021**, Feb. 17, 2022
European RMBS Outlook 2022: Performance And Issuance At A
- **Crossroads**
, Jan. 27, 2022
- **S&P Global Ratings Definitions**, Nov. 10, 2021
- **Spain**, Sept. 20, 2021
Five Bankinter Spanish RMBS Tranches Upgraded Following Review; Seven Tranches Affirmed
, Feb. 25, 2021
Spanish Banks Need To Bolster Provisions, Cut Costs, And Preserve Capital In 2021
, Jan. 25, 2021
- **2017 EMEA RMBS Scenario And Sensitivity Analysis**, July 6, 2017
Global Structured Finance Scenario And Sensitivity Analysis 2016: The Effects Of The Top Five Macroeconomic Factors
, Dec. 16, 2016
European Structured Finance Scenario And Sensitivity Analysis 2016: The Effects Of The Top Five Macroeconomic Factors
, Dec. 16, 2016

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