Hecho Relevante de BBVA RMBS 17 FONDO DE TITULIZACIÓN

En virtud de lo establecido en el Folleto Informativo de BBVA RMBS 17 FONDO DE TITULIZACIÓN (el “Fondo”) se comunica a la COMISIÓN NACIONAL DEL MERCADO DE VALORES el presente hecho relevante:

- La Agencia de Calificación Axesor Conocer para Decidir, S.A. (“Axesor”), con fecha 22 de noviembre de 2017, comunica que ha confirmado la calificación asignada a los Bonos emitidos por el Fondo:

  - Bonos: A+ (sf)

Se adjunta la comunicación emitida por DBRS.

Madrid, 24 de noviembre.

José Luis Casillas González Apoderado

Paula Torres Esperante Apoderada
BBVA RMBS 17 FT - RMBS
Updated Review: 22/11/2017

Director
Julián Villalba Checa
jvillalba@axesor-rating.es

Vice President
Luis Bel Codeso
lbel@axesor-rating.es
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Introduction

Our ratings are based on documents and information provided voluntarily and public and private information provided by the rated issuer. The information has been used by our rating analysts in accordance with best practices. Furthermore, where considered necessary, all the information has been fully checked to ensure plausibility and coherence. However, axesor rating declines all responsibility for the correctness of the information and the conclusions drawn from it.

In accordance with Article 6 (2), in conjunction with Annex I, section B (4) of the Regulation (EC) No 1060/2009 of the European Parliament and of the Council of 16 September 2009, it is reported that during the last 12 months axesor has provided ancillary services to the rated entity and its related third parties. Notwithstanding the foregoing, as per our Conflicts of Interests Policy, there is no conflict since said aggregate sales do not exceed 5% of net turnover.

The method for the ratings that are issued has followed the regulatory framework of Regulation 1060/2009 of the European Parliament on Rating Agencies. Together with the sensitivity analyses of the hypotheses and correlations that have been used, details of the structured finance criteria methodology can be consulted on our website at www.axesor-rating.es.
Maximun Credit Quality.
Excellent capacity to meet its payment obligations. You can rely on timely payment of financial obligations in the future.

Low level.
Low capacity to meet financial obligations. Favorable economic environment's dependency.

Very high level.
Keeps a high level capacity to meet its debt obligations even in the event of changes in the economic environment.

High Level.
The bond has a high capacity to meet its credit obligations. However, this rating may deteriorate if there are moderately adverse changes in the economic environment.

Medium/High Level
Further adequate capacity to meet its financial commitments. However, this capacity is more likely to deteriorate in the medium or long term than at higher levels.

Medium Level.
Adequate capacity to meet its financial obligations.

Medium/Low Level.
Although the capacity to face the payment obligations is not problematic at present, this capacity could not last for a long time.

Poor Credit Quality.
There is uncertainty about their capacity to repay financial obligations. High probability of default in any payment. High sensitivity to changes in the economic environment.

Very Poor Credit Quality.
High risk of payments’s interruption.

Quality Close to Insolvency.
Very high risk of payments’s interruption.

Default Status.
Default Status.
BBVA RMBS 17 FT is a granular securitisation fund with a static pool of first ranking prime secured loans and structured under Spanish legislation. The fund’s target is to obtain funding and liquidity by issuing bonds. The collateral consists of a portfolio of residential mortgage loans originated by Banco Bilbao Vizcaya Argentaria S.A (“BBVA”). The legal maturity date is August 16, 2066.

### Rating

<table>
<thead>
<tr>
<th>Class</th>
<th>Rating</th>
<th>Notional (Thds€)</th>
<th>Coupon</th>
<th>Credit Enhancement</th>
<th>Legal Maturity Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>A</td>
<td>A+</td>
<td>1.512.000</td>
<td>EUR 3M + 0.30%</td>
<td>16.66%</td>
<td>16/08/2066</td>
</tr>
<tr>
<td>B Loan</td>
<td>NR</td>
<td>216.000</td>
<td>EUR 3M + 0.15%</td>
<td>4.16%</td>
<td>16/08/2066</td>
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<tr>
<td>RF</td>
<td>-</td>
<td>72.000</td>
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</table>

The rating addresses the timely payment of interest and the ultimate payment of principal on the Class A notes by the legal maturity date established on the prospectus. All figures in the report refer to the pool cut as of 30 September 2017.

### Issuance

<table>
<thead>
<tr>
<th>Issuance Data</th>
<th></th>
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</thead>
<tbody>
<tr>
<td>Issuer</td>
<td>BBVA RMBS 17 FT</td>
</tr>
<tr>
<td>Purpose</td>
<td>Liquidity and Funding</td>
</tr>
<tr>
<td>Fund Type</td>
<td>Closed</td>
</tr>
<tr>
<td>Asset Class</td>
<td>Residential Mortgage Loans</td>
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<tr>
<td>Originator/Seller/Servicer</td>
<td>BBVA</td>
</tr>
<tr>
<td>Constitution Date</td>
<td>21/11/2016</td>
</tr>
<tr>
<td>Closing Date</td>
<td>23/11/2016</td>
</tr>
<tr>
<td>Assets/Liabilities (thds€)</td>
<td>1,715.000/ 1,728.000</td>
</tr>
<tr>
<td>ISIN Class A</td>
<td>ES0305217004</td>
</tr>
<tr>
<td>Listing/Settlement</td>
<td>AIAF / IBERCLEAR</td>
</tr>
<tr>
<td>Call</td>
<td>10%</td>
</tr>
<tr>
<td>Payment Date</td>
<td>Quarterly (February, May, August, November)</td>
</tr>
<tr>
<td>1st Payment Date</td>
<td>16/02/2017</td>
</tr>
<tr>
<td>Legal Maturity Date</td>
<td>16/08/2066</td>
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</table>
2.3 Participants

<table>
<thead>
<tr>
<th>Participants</th>
<th>Function</th>
</tr>
</thead>
<tbody>
<tr>
<td>Banco Bilbao Vizcaya Argentaria S.A</td>
<td>Originator/Seller</td>
</tr>
<tr>
<td>Banco Bilbao Vizcaya Argentaria S.A</td>
<td>Servicer</td>
</tr>
<tr>
<td>BBVA and Europea de Titulización S.A.</td>
<td>Arranger</td>
</tr>
<tr>
<td>Europea de Titulización S.A.</td>
<td>Management Company</td>
</tr>
<tr>
<td>Banco Bilbao Vizcaya Argentaria S.A</td>
<td>Paying Agent</td>
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<tr>
<td>Banco Bilbao Vizcaya Argentaria S.A</td>
<td>Issuer Account</td>
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<tr>
<td>Deloitte S.L.</td>
<td>Auditor</td>
</tr>
<tr>
<td>Uría Menéndez Abogados S.L.P</td>
<td>Legal Adviser</td>
</tr>
</tbody>
</table>

2.4 Transaction Diagram

Madrid, 22 November 2017

Julián Villalba Checa  
Director axesor rating

Luis Bel Codeso  
Vice President axesor rating
Rating Rationale

Axesor rating has today affirmed its credit rating on the notes issued by BBVA RMBS 17 FT.

The rating addresses the timely payment of interests and the ultimate payment of principal on the Class A notes by legal final maturity in August 2066.

BBVA RMBS 17 FT is a granular cash-flow securitization transaction of a EUR 1715m static portfolio of Spanish mortgage loans originated by BBVA. The assets backing the notes are mortgage loans secured by residential properties located in Spain. The portfolio will be serviced by BBVA.

The portfolio has amortised 4.68% of the initial balance and remains granular with over 14,000 mortgages. The cumulative constant prepayment rate to date is 2.34%. Delinquency levels (over 90 days in arrears) remain very low at 0.01% and the transaction does not have any defaulted assets to date due to the long default definition of 18 months. Credit enhancement for the senior notes has slightly increased to 16.66% from 16% at closing.

The transaction is exposed to counterparty risk through Banco Bilbao Vizcaya Argentaria S.A. as bank account provider and paying agent. The transaction’s documented rating requirements for Banco Bilbao Vizcaya Argentaria S.A. under its different roles and its replacement mechanisms adequately mitigate its exposure to counterparty risk.

RMBS transactions are more exposed to a scenario of uncertainty than other asset classes because of their longer weighted average life. In this transaction, the exposure in Catalunya represents 17.25% of the portfolio. In our opinion, in the unlikely scenario of Catalunya’s independence from Spain, there may be negative consequences. In addition, a decrease in house prices, as a result of lower demand and oversupply, would reduce expected recovery rates.
Monitoring

From the time of issuance of the rating, the information provided by the management company and/or any other participants in the transaction will be reviewed to monitor the following:

• The quality of the underlying collateral
• The levels of the credit enhancement
• The counterparties

As a rule, the reviews will be carried out annually, however, they may be more frequent should information arise that may affect the credit quality of the notes.

Methodology

Axesor applied the following methodology to conduct the analysis of the transaction: STRUCTURED FINANCE CRITERIA.
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The credit rating contained in this document has been elaborated in accordance with the Regulation (EC) No 1060/2009 of the European Parliament and of the Council of 16 September 2009 regarding credit rating agencies and in accordance with the methodology developed by the AGENCY to this effect. Further details regarding this methodology can be consulted in the corporate website www.axesor-rating.es.