

**Otra Información Relevante de SABADELL CONSUMO 2 FONDO DE TITULIZACIÓN**

En virtud de lo establecido en el Folleto Informativo de **SABADELL CONSUMO 2 FONDO DE TITULIZACIÓN** (el “Fondo”), se comunica a la COMISIÓN NACIONAL DEL MERCADO DE VALORES la presente información relevante:

La Agencia de Calificación **Fitch Ratings** (“Fitch”), con fecha 24 de abril de 2024, comunica que ha confirmado la calificación asignada a las siguientes Series de Bonos emitidos por el Fondo:

- **Serie A:** AAAsf
- **Serie B:** AAAsf
- **Serie C:** AA-sf
- **Serie D:** BBB+sf
- **Serie E:** BBB-sf
- **Serie F:** BBsf

Se adjunta la comunicación emitida por Fitch.

Madrid, 30 de mayo de 2024

## RATING ACTION COMMENTARY

# Fitch Affirms Sabadell Consumo 2, FT; Outlook Stable

Wed 24 Apr, 2024 - 8:31 ET

Fitch Ratings - Madrid - 24 Apr 2024: Fitch Ratings has affirmed Sabadell Consumo 2, FT's notes. The Outlooks are Stable. A full list of rating actions is below.

## RATING ACTIONS

ENTITY / DEBT ↕	RATING ↕	PRIOR ↕
Sabadell Consumo 2, FT		
Class A ES0305622005	LT AAAsf Rating Outlook Stable  Affirmed	AAAsf Rating Outlook Stable
Class B ES0305622013	LT AAAsf Rating Outlook Stable  Affirmed	AAAsf Rating Outlook Stable
Class C ES0305622021	LT AA-sf Rating Outlook Stable  Affirmed	AA-sf Rating Outlook Stable
Class D ES0305622039	LT BBB+sf Rating Outlook Stable  Affirmed	BBB+sf Rating Outlook Stable

Class E ES0305622047	LT	BBB-sf Rating Outlook Stable	BBB-sf Rating Outlook Stable
		Affirmed	
Class F ES0305622054	LT	BBsf Rating Outlook Stable	BBsf Rating Outlook Stable
		Affirmed	

#### [VIEW ADDITIONAL RATING DETAILS](#)

### TRANSACTION SUMMARY

The transaction is a static securitisation of a portfolio of fully amortising general-purpose consumer loans originated by Banco de Sabadell, S.A. (Sabadell; BBB-/Positive/F3) to individual Spanish residents. All the loans have been granted to existing Sabadell clients. The pool comprises pre-approved (61.5%) and on-demand loans (38.5%) for general purposes, such as home improvement, appliances and furniture and vehicle acquisition.

The notes are amortising pro-rata with triggers to switch to sequential. Credit enhancement (CE) consists of structural subordination and a reserve fund that amortises with the class A to G notes' balance (1.17%) with a floor of EUR3.2 million.

### KEY RATING DRIVERS

**Asset Assumptions Maintained:** Fitch has maintained the base case remaining life default rate of 4.5% for the total pool. The transaction's observed and projected performance remain in line with Fitch's expectations. Gross cumulative defaults over the initial portfolio balance (GCD) ratio and 90+days past due as of the payment date of February 2024 stood at 2.0% and 2.1% respectively.

Fitch maintains different base case recoveries for pre-approved and on-demand loans at 15% and 20%, respectively. Recoveries remain low but considering the transaction default definition and recovery timing assumptions, Fitch expects convergence to the blended base case rate of 16.9% in the medium to long term. For a 'AAA' scenario, the lifetime default rate and the recovery rate are 20.3% and 9.3%, respectively.

**CE Trends:** We expect credit enhancement (CE) to remain stable as the class A to G notes continue amortising pro rata. Under the base case scenario, Fitch views the key switch to sequential triggers, including key performance triggers (GCD exceeding a certain dynamic threshold or a principal deficiency greater than 0.1% of the initial portfolio balance), as unlikely to be breached in the short term under its central scenario.

The tail risk posed by the pro-rata paydown is mitigated by a mandatory switch to sequential amortisation when the portfolio balance falls below 10% of its initial balance (54.4% as of the latest payment date). We expect CE to increase once the transaction switches to sequential amortisation or the reserve fund reaches its floor and stops amortising.

**Servicing Disruption Risk Mitigated:** Fitch views servicing disruption risk as mitigated by the liquidity provided by a cash reserve equal to 1.17% of the class A to G outstanding balance, which would cover senior costs, net swap payments and interest on these notes for more than two months. We view this period as sufficient to implement alternative arrangements upon Sabadell being downgraded below 'BBB-', including the pre-funding of an additional third month within 14 days or establishing a replacement servicer. Moreover, the trustee operates as a back-up servicer facilitator.

**Deviation from MIR:** The affirmation of the class D and F notes is a one-notch deviation from the model-implied ratings (MIR). The deviations reflect Fitch's forward-looking view and the notes' sensitivity to changes in default and recovery levels.

## **RATING SENSITIVITIES**

### **Factors that Could, Individually or Collectively, Lead to Negative Rating Action/Downgrade**

- For the class A and B notes, a downgrade of Spain's Long-Term Issuer Default Rating (IDR) that could decrease the maximum achievable rating for Spanish structured finance transactions. This is because these notes are rated at the maximum achievable rating, six notches above the sovereign IDR.
- Long-term asset performance deterioration, such as increased delinquencies or reduced portfolio yield, which could be driven by changes in portfolio characteristics, macroeconomic conditions, business practices or the legislative landscape. For instance, a 10% increase of defaults combined with a 10% decrease of recoveries could lead to downgrades of up to one notch.

### **Factors that Could, Individually or Collectively, Lead to Positive Rating Action/Upgrade**

- The class A and B notes are rated at the highest level on Fitch's scale and cannot be upgraded.
- For the class C to F notes, CE increasing as the transaction deleverages, able to fully compensate the credit losses and cash flow stresses commensurate with higher rating scenarios. Positive rating action on these classes could also be driven by long-term performance of the underlying assets, including reduced level of defaults or an increase

in the level of recoveries, that is better than Fitch's current assumptions. For instance, a 10% decrease in defaults combined with a 10% increase in recoveries could lead to upgrades of up to two notches.

## **CRITERIA VARIATION**

Fitch has deviated from its Structured Finance and Covered Bonds Counterparty Rating Criteria in analysing payment interruption risk. The agency considers the liquidity coverage of two months (compared with the coverage of one month as per the criteria), fully compensates for servicer remedial actions established after losing its 'BBB-' IDR compared with 'BBB' and 'F2' under the criteria. Considering the updated Global Structured Finance Rating Criteria, the application of this variation has a rating impact of up to one notch on the class A and B notes.

## **USE OF THIRD PARTY DUE DILIGENCE PURSUANT TO SEC RULE 17G -10**

Form ABS Due Diligence-15E was not provided to, or reviewed by, Fitch in relation to this rating action.

## **DATA ADEQUACY**

Sabadell Consumo 2, FT

Fitch has checked the consistency and plausibility of the information it has received about the performance of the asset pool and the transaction. Fitch has not reviewed the results of any third party assessment of the asset portfolio information or conducted a review of origination files as part of its ongoing monitoring.

Prior to the transaction closing, Fitch reviewed the results of a third party assessment conducted on the asset portfolio information and concluded that there were no findings that affected the rating analysis.

Prior to the transaction closing, Fitch conducted a review of a small targeted sample of the originator's origination files and found the information contained in the reviewed files to be adequately consistent with the originator's policies and practices and the other information provided to the agency about the asset portfolio.

Overall, and together with any assumptions referred to above, Fitch's assessment of the information relied upon for the agency's rating analysis according to its applicable rating methodologies indicates that it is adequately reliable.

## **REFERENCES FOR SUBSTANTIALLY MATERIAL SOURCE CITED AS KEY DRIVER OF RATING**

The principal sources of information used in the analysis are described in the Applicable Criteria.

## ESG CONSIDERATIONS

The highest level of ESG credit relevance is a score of '3', unless otherwise disclosed in this section. A score of '3' means ESG issues are credit-neutral or have only a minimal credit impact on the entity, either due to their nature or the way in which they are being managed by the entity. Fitch's ESG Relevance Scores are not inputs in the rating process; they are an observation on the relevance and materiality of ESG factors in the rating decision. For more information on Fitch's ESG Relevance Scores, visit <https://www.fitchratings.com/topics/esg/products#esg-relevance-scores>.

## FITCH RATINGS ANALYSTS

### Rachna Priyanka

Senior Analyst

Surveillance Rating Analyst

+34 91 793 6790

[rachna.priyanka@fitchratings.com](mailto:rachna.priyanka@fitchratings.com)

Fitch Ratings Ireland Spanish Branch, Sucursal en España

Paseo de la Castellana 31 9°B Madrid 28046

### Federica Fabrizi

Senior Director

Committee Chairperson

+39 02 9475 7283

[federica.fabrizi@fitchratings.com](mailto:federica.fabrizi@fitchratings.com)

## MEDIA CONTACTS

### Athos Larkou

London

+44 20 3530 1549

[athos.larkou@thefitchgroup.com](mailto:athos.larkou@thefitchgroup.com)

Additional information is available on [www.fitchratings.com](http://www.fitchratings.com)

## PARTICIPATION STATUS

The rated entity (and/or its agents) or, in the case of structured finance, one or more of the transaction parties participated in the rating process except that the following issuer(s), if any, did not participate in the rating process, or provide additional information, beyond the issuer's available public disclosure.

## APPLICABLE CRITERIA

[Structured Finance and Covered Bonds Country Risk Rating Criteria \(pub. 07 Jul 2023\)](#)

[Consumer ABS Rating Criteria \(pub. 11 Oct 2023\) \(including rating assumption sensitivity\)](#)

[Structured Finance and Covered Bonds Counterparty Rating Criteria \(pub. 28 Nov 2023\)](#)

[Structured Finance and Covered Bonds Counterparty Rating Criteria: Derivative Addendum \(pub. 28 Nov 2023\)](#)

[Global Structured Finance Rating Criteria \(pub. 19 Jan 2024\) \(including rating assumption sensitivity\)](#)

[Structured Finance and Covered Bonds Interest Rate Stresses Rating Criteria \(pub. 05 Apr 2024\)](#)

## APPLICABLE MODELS

Numbers in parentheses accompanying applicable model(s) contain hyperlinks to criteria providing description of model(s).

[Consumer ABS Asset Model, v1.1.0 \(1\)](#)

[Multi-Asset Cash Flow Model, v3.1.1 \(1\)](#)

## ADDITIONAL DISCLOSURES

[Dodd-Frank Rating Information Disclosure Form](#)

[Solicitation Status](#)

[Endorsement Policy](#)

## ENDORSEMENT STATUS

Sabadell Consumo 2, FT

EU Issued, UK Endorsed

## DISCLAIMER & DISCLOSURES

All Fitch Ratings (Fitch) credit ratings are subject to certain limitations and disclaimers. Please read these limitations and disclaimers by following this link:

<https://www.fitchratings.com/understandingcreditratings>. In addition, the following <https://www.fitchratings.com/rating-definitions-document> details Fitch's rating definitions for each rating scale and rating categories, including definitions relating to default. ESMA and the FCA are required to publish historical default rates in a central repository in accordance with Articles 11(2) of Regulation (EC) No 1060/2009 of the

European Parliament and of the Council of 16 September 2009 and The Credit Rating Agencies (Amendment etc.) (EU Exit) Regulations 2019 respectively.

Published ratings, criteria, and methodologies are available from this site at all times. Fitch's code of conduct, confidentiality, conflicts of interest, affiliate firewall, compliance, and other relevant policies and procedures are also available from the Code of Conduct section of this site. Directors and shareholders' relevant interests are available at <https://www.fitchratings.com/site/regulatory>. Fitch may have provided another permissible or ancillary service to the rated entity or its related third parties. Details of permissible or ancillary service(s) for which the lead analyst is based in an ESMA- or FCA-registered Fitch Ratings company (or branch of such a company) can be found on the entity summary page for this issuer on the Fitch Ratings website.

In issuing and maintaining its ratings and in making other reports (including forecast information), Fitch relies on factual information it receives from issuers and underwriters and from other sources Fitch believes to be credible. Fitch conducts a reasonable investigation of the factual information relied upon by it in accordance with its ratings methodology, and obtains reasonable verification of that information from independent sources, to the extent such sources are available for a given security or in a given jurisdiction. The manner of Fitch's factual investigation and the scope of the third-party verification it obtains will vary depending on the nature of the rated security and its issuer, the requirements and practices in the jurisdiction in which the rated security is offered and sold and/or the issuer is located, the availability and nature of relevant public information, access to the management of the issuer and its advisers, the availability of pre-existing third-party verifications such as audit reports, agreed-upon procedures letters, appraisals, actuarial reports, engineering reports, legal opinions and other reports provided by third parties, the availability of independent and competent third-party verification sources with respect to the particular security or in the particular jurisdiction of the issuer, and a variety of other factors. Users of Fitch's ratings and reports should understand that neither an enhanced factual investigation nor any third-party verification can ensure that all of the information Fitch relies on in connection with a rating or a report will be accurate and complete. Ultimately, the issuer and its advisers are responsible for the accuracy of the information they provide to Fitch and to the market in offering documents and other reports. In issuing its ratings and its reports, Fitch must rely on the work of experts, including independent auditors with respect to financial statements and attorneys with respect to legal and tax matters. Further, ratings and forecasts of financial and other information are inherently forward-looking and embody assumptions and predictions about future events that by their nature cannot be verified as facts. As a result, despite any verification of current facts, ratings and forecasts can be affected by future events or conditions that were not anticipated at the time a rating or forecast was issued or affirmed. Fitch Ratings makes



routine, commonly-accepted adjustments to reported financial data in accordance with the relevant criteria and/or industry standards to provide financial metric consistency for entities in the same sector or asset class.

The complete span of best- and worst-case scenario credit ratings for all rating categories ranges from 'AAA' to 'D'. Fitch also provides information on best-case rating upgrade scenarios and worst-case rating downgrade scenarios (defined as the 99th percentile of rating transitions, measured in each direction) for international credit ratings, based on historical performance. A simple average across asset classes presents best-case upgrades of 4 notches and worst-case downgrades of 8 notches at the 99th percentile. For more details on sector-specific best- and worst-case scenario credit ratings, please see [Best- and Worst-Case Measures](#) under the Rating Performance page on Fitch's website.

The information in this report is provided "as is" without any representation or warranty of any kind, and Fitch does not represent or warrant that the report or any of its contents will meet any of the requirements of a recipient of the report. A Fitch rating is an opinion as to the creditworthiness of a security. This opinion and reports made by Fitch are based on established criteria and methodologies that Fitch is continuously evaluating and updating. Therefore, ratings and reports are the collective work product of Fitch and no individual, or group of individuals, is solely responsible for a rating or a report. The rating does not address the risk of loss due to risks other than credit risk, unless such risk is specifically mentioned. Fitch is not engaged in the offer or sale of any security. All Fitch reports have shared authorship. Individuals identified in a Fitch report were involved in, but are not solely responsible for, the opinions stated therein. The individuals are named for contact purposes only. A report providing a Fitch rating is neither a prospectus nor a substitute for the information assembled, verified and presented to investors by the issuer and its agents in connection with the sale of the securities. Ratings may be changed or withdrawn at any time for any reason in the sole discretion of Fitch. Fitch does not provide investment advice of any sort. Ratings are not a recommendation to buy, sell, or hold any security. Ratings do not comment on the adequacy of market price, the suitability of any security for a particular investor, or the tax-exempt nature or taxability of payments made in respect to any security. Fitch receives fees from issuers, insurers, guarantors, other obligors, and underwriters for rating securities. Such fees generally vary from US\$1,000 to US\$750,000 (or the applicable currency equivalent) per issue. In certain cases, Fitch will rate all or a number of issues issued by a particular issuer, or insured or guaranteed by a particular insurer or guarantor, for a single annual fee. Such fees are expected to vary from US\$10,000 to US\$1,500,000 (or the applicable currency equivalent). The assignment, publication, or dissemination of a rating by Fitch shall not constitute a consent by Fitch to use its name as an expert in connection with any registration statement filed under the United States

securities laws, the Financial Services and Markets Act of 2000 of the United Kingdom, or the securities laws of any particular jurisdiction. Due to the relative efficiency of electronic publishing and distribution, Fitch research may be available to electronic subscribers up to three days earlier than to print subscribers.

For Australia, New Zealand, Taiwan and South Korea only: Fitch Australia Pty Ltd holds an Australian financial services license (AFS license no. 337123) which authorizes it to provide credit ratings to wholesale clients only. Credit ratings information published by Fitch is not intended to be used by persons who are retail clients within the meaning of the Corporations Act 2001. Fitch Ratings, Inc. is registered with the U.S. Securities and Exchange Commission as a Nationally Recognized Statistical Rating Organization (the "NRSRO"). While certain of the NRSRO's credit rating subsidiaries are listed on Item 3 of Form NRSRO and as such are authorized to issue credit ratings on behalf of the NRSRO (see <https://www.fitchratings.com/site/regulatory>), other credit rating subsidiaries are not listed on Form NRSRO (the "non-NRSROs") and therefore credit ratings issued by those subsidiaries are not issued on behalf of the NRSRO. However, non-NRSRO personnel may participate in determining credit ratings issued by or on behalf of the NRSRO.

dv01, a Fitch Solutions company, and an affiliate of Fitch Ratings, may from time to time serve as loan data agent on certain structured finance transactions rated by Fitch Ratings.

Copyright © 2024 by Fitch Ratings, Inc., Fitch Ratings Ltd. and its subsidiaries. 33 Whitehall Street, NY, NY 10004. Telephone: 1-800-753-4824, (212) 908-0500. Reproduction or retransmission in whole or in part is prohibited except by permission. All rights reserved.

[READ LESS](#)

## **SOLICITATION STATUS**

The ratings above were solicited and assigned or maintained by Fitch at the request of the rated entity/issuer or a related third party. Any exceptions follow below.

## **ENDORSEMENT POLICY**

Fitch's international credit ratings produced outside the EU or the UK, as the case may be, are endorsed for use by regulated entities within the EU or the UK, respectively, for regulatory purposes, pursuant to the terms of the EU CRA Regulation or the UK Credit Rating Agencies (Amendment etc.) (EU Exit) Regulations 2019, as the case may be. Fitch's approach to endorsement in the EU and the UK can be found on Fitch's [Regulatory Affairs](#) page on Fitch's website. The endorsement status of international credit ratings is provided within the entity summary page for each rated entity and in the

transaction detail pages for structured finance transactions on the Fitch website. These disclosures are updated on a daily basis.