

## FITCH AFFIRMS BBVA ABS TRANSACTIONS

Fitch Ratings-London-23 May 2011: Fitch Ratings has affirmed two transactions originated by Banco Bilbao Vizcaya Argentaria S.A. (BBVA; 'AA-/F1+') as follows:

### BBVA Leasing 1:

EUR750.0m class A1 notes: affirmed at 'BBsf'; Outlook revised to Stable from Negative; Loss Severity (LS) Rating downgraded to 'LS-3'

EUR1.606.2m class A2 notes: affirmed at 'BBsf'; Outlook revised to Stable from Negative; LS Rating downgraded to 'LS-3'

EUR82.5m class B notes: affirmed at 'CCCsf'; Recovery Rating upgraded to 'RR3' from 'RR4'

EUR61.3m class C notes: affirmed at 'Csf'; Recovery Rating downgraded to 'RR6' from 'RR5'

### BBVA Autos 2:

EUR949.5m class A notes: affirmed at 'AAAsf'; Outlook Stable; LS Rating 'LS-1'

EUR20.5m class B notes: affirmed at 'AA-sf'; Outlook revised to Stable from Negative; LS Rating 'LS-3'

EUR30.0m class C notes: affirmed at 'BBsf'; Outlook revised to Stable from Negative; LS Rating 'LS-3'

The affirmations reflect the fact that the transactions performance remains in line with their outstanding ratings. Credit enhancement for the senior classes of BBVA Leasing 1 and all classes of BBVA Autos 2 has increased and the agency believes they are adequately protected at the current rating level.

As of March 2011, BBVA Leasing 1 had amortised to 34% of its original balance and BBVA Autos 2 had amortised to 26%.

Cumulative defaults and losses were above agency expectations for both transactions. As of March 2011, the Cumulative Default Ratio (CDR) for BBVA Leasing 1 and BBVA Auto 2 had reached 2.9% and 3.3% compared with base case expectations of 1.6% and 2.7% respectively. The Cumulative Loss Ratio (CLR) had reached 2.5% and 2.6% compared with base case values of 1.5% and 1.1% respectively for the same period of seasoning.

In relation to BBVA Leasing 1, the cash reserve has been fully drawn since April 2010 as a result of the high level of defaults. Excess spread was negative on the last interest payment date (IPD) of February 2011 and the principal deficiency ledger (PDL) had amounted to EUR29.7m. BBVA Autos 2 began drawing from the reserve in May 2009. However, that has since cured and the reserve was fully funded at its original balance of EUR15.7m as of February 2011. There is currently no PDL in the transaction.

BBVA Leasing 1 and BBVA Auto 2 are securitisations of a pool of leasing contracts (real estate leases and chattel finance leases) and a pool of auto loans receivables respectively.

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

Applicable criteria, 'Global Structured Finance Rating Criteria', dated 13 August 2010, 'Criteria for Structured Finance Loss Severity Ratings', dated 17 February 2009, 'Rating Criteria for European Granular Corporate Balance-Sheet Securitisations (SME CLO)', dated 23 July 2009' and , 'EMEA Consumer ABS Rating Criteria', dated 1 September, 2009 are available on [www.fitchratings.com](http://www.fitchratings.com).

Applicable Criteria and Related Research:

Global Structured Finance Rating Criteria

[http://www.fitchratings.com/creditdesk/reports/report\\_frame.cfm?rpt\\_id=547326](http://www.fitchratings.com/creditdesk/reports/report_frame.cfm?rpt_id=547326)

Criteria for Structured Finance Loss Severity Ratings

[http://www.fitchratings.com/creditdesk/reports/report\\_frame.cfm?rpt\\_id=426038](http://www.fitchratings.com/creditdesk/reports/report_frame.cfm?rpt_id=426038)

Rating Criteria for European Granular Corporate Balance-Sheet Securitisations (SME CLOs) (Europe CDOs)

[http://www.fitchratings.com/creditdesk/reports/report\\_frame.cfm?rpt\\_id=459476](http://www.fitchratings.com/creditdesk/reports/report_frame.cfm?rpt_id=459476)

EMEA Consumer ABS Rating Criteria

[http://www.fitchratings.com/creditdesk/reports/report\\_frame.cfm?rpt\\_id=463692](http://www.fitchratings.com/creditdesk/reports/report_frame.cfm?rpt_id=463692)

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