

Hecho Relevante de RURAL HIPOTECARIO X FONDO DE TITULIZACIÓN DE ACTIVOS

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

- La Agencia de Calificación **DBRS Ratings Limited** (“**DBRS**”), con fecha 27 de enero de 2016, comunica que ha elevado la calificación asignada a la siguiente Serie de Bonos emitidos por el Fondo:

- **Serie A: A (high) (sf)** (anterior **A (sf)**)

Asimismo, DBRS ha confirmado las calificaciones asignadas a las restantes Series de Bonos:

- **Serie B: BBB (sf)**
- **Serie C: B (sf)**

Se adjunta la comunicación emitida por DBRS.

Madrid, 28 de enero de 2016.

José Luis Casillas González
Apoderado

Paula Torres Esperante
Apoderada



Date of Release: January 27, 2016

DBRS Upgrades Series A, Confirms Series B and C Notes Ratings Issued by Rural Hipotecario X, Fondo de Titulización de Activos

DBRS Ratings Limited (DBRS) has today taken the following rating actions on the notes issued by Rural Hipotecario X, Fondo de Titulización de Activos (FTA) (the Issuer):

- Series A notes rating is upgraded to A (high) (sf), previously A (sf)
- Series B notes rating is confirmed at BBB (sf)
- Series C notes rating is confirmed at B (sf)

The rating actions are based on the following analytical considerations as described more fully below:

- Portfolio performance, in terms of delinquencies and defaults, as of November 2015.
- Portfolio default rate, loss given default and expected loss assumptions for the remaining collateral pool.
- Current available credit enhancement to cover the expected losses at the A (high) (sf), BBB (sf), and B (sf) rating levels.

Rural Hipotecario X, FTA is a securitisation of first-ranking residential mortgage loans originated and serviced by 21 Spanish rural savings banks. The transaction follows the standard structure under the Spanish Securitisation Law and closed in June 2008.

The Series A notes are rated for timely payment of interest and ultimate payment of principal. The Series B and Series C notes are rated for ultimate payment of interest and principal as the terms and conditions for these Series allow for deferment of interest to be paid based on certain trigger conditions.

The portfolio is performing in line with DBRS's expectations. As of the November 2015 payment date, the cumulative gross default was at 3.18%. The 90+ delinquency ratio as a percentage of the outstanding collateral portfolio balance remained stable at 1.62%. The pool is geographically diversified with some concentrations in Andalusia (29.50%), Valencia (29.26%), Aragon (9.66%), and Navarre (8.65%).

The credit enhancements as a percentage of the performing portfolio for the Series A, B and C notes have increased to 14.56%, 10.43% and 4.54% respectively from 12.46%, 8.77% and 3.52% over the past 12 months. The source of credit enhancement is the subordination of the lower-ranked Series notes and a fully funded Cash Reserve Fund (EUR 41.36 million) currently non-amortising due to a breach of delinquency trigger.

On 16 July 2015, Citibank Europe plc (Spanish Branch) replaced Barclays Bank PLC (Spanish Branch) as the Treasury Account Bank in the transaction. The DBRS private rating of Citibank Europe plc (Spanish Branch) is above the Minimum Institution Rating given the rating assigned to the Series A notes, as described in DBRS's "Legal Criteria for European Structured Finance Transactions" methodology.

The swap counterparty, Banco Cooperativo Español S.A. currently rated at BBB /R-2 (high), meets the rating requirement given the rating assigned to the Series A notes.

Notes:

All figures are in euros unless otherwise noted.

The principal methodology applicable is: "Master European Structured Finance Surveillance Methodology", which can be found on www.dbrs.com at <http://www.dbrs.com/about/methodologies>.

DBRS has applied the principal methodology consistently and conducted a review of the transaction in accordance with the principal methodology.

A review of the account bank amendment documents were conducted in July 2015. A review of other transaction legal documents was not conducted as those documents have remained unchanged since the most recent rating action.

Other methodologies referenced in this transaction are listed at the end of this press release. This may be found on www.dbrs.com at: <http://www.dbrs.com/about/methodologies>

For a more detailed discussion of the sovereign risk impact on Structured Finance ratings, please refer to DBRS's "The Effect of Sovereign Risk on Securitisations in the Euro Area" commentary on: <http://www.dbrs.com/industries/bucket/id/10036/name/commentaries/>

The sources of information used for this rating include investor reports from Europea de Titulización S.A., S.G.F.T. and loan-by-loan data from the European DataWarehouse.

DBRS does not rely upon third-party due diligence in order to conduct its analysis.

DBRS was not supplied with third-party assessments. However, this did not impact the rating

analysis.

DBRS considers the information available to it for the purposes of providing this rating was of satisfactory quality.

DBRS does not audit the information it receives in connection with the rating process, and it does not and cannot independently verify that information in every instance.

The last rating action on this transaction took place on 27 January 2015, when the ratings on the Series A, Series B and Series C notes were confirmed. The lead responsibilities for this transaction have been transferred to Kevin Ma.

Information regarding DBRS ratings, including definitions, policies and methodologies are available on www.dbrs.com.

To assess the impact of changing the transaction parameters on the rating, DBRS considered the following stress scenarios, as compared to the parameters used to determine the rating (the Base Case):

-- DBRS expected a lifetime base case probability of default (PD) and loss given default (LGD) for the pool based on a review of the current assets. Adverse changes to asset performance may cause stresses to base case assumptions and therefore have a negative effect on credit ratings.

-- The base case PD and LGD of the current pool of mortgages for the Issuer are 5.64% and 24.08%, respectively. At the A (high) (sf) rating level, the corresponding PD is 19.03% and the LGD is 39.01%. At the BBB (sf) rating level, the corresponding PD is 14.07% and the LGD is 32.54%. At the B (sf) rating level, the corresponding PD is 5.64% and the LGD is 24.08%.

-- The Risk Sensitivity overview below illustrates the ratings expected if the PD and LGD increase by a certain percentage over the base case assumption. For example, if the LGD increases by 50%, the rating of the Series A notes would be expected to be at A (high) (sf), assuming no change in the PD. If the PD increases by 50%, the rating for the Series A notes would be expected to be at A (high) (sf), assuming no change in the LGD. Furthermore, if both PD and LGD increase by 50%, the rating would be expected to decrease to A (low) (sf).

Series A notes Risk Sensitivity:

- 25% increase in LGD, expected rating of A (high) (sf)
- 50% increase in LGD, expected rating of A (high) (sf)
- 25% increase in PD, expected rating of A (high) (sf)
- 50% increase in PD, expected rating of A (high) (sf)
- 25% increase in PD and 25% increase in LGD, expected rating of A (high) (sf)
- 25% increase in PD and 50% increase in LGD, expected rating of A (high) (sf)
- 50% increase in PD and 25% increase in LGD, expected rating of A (high) (sf)

-- 50% increase in PD and 50% increase in LGD, expected rating of A (low) (sf)

Series B notes Risk Sensitivity:

- 25% increase in LGD, expected rating of BBB (sf)
- 50% increase in LGD, expected rating of BBB (sf)
- 25% increase in PD, expected rating of BB (high) (sf)
- 50% increase in PD, expected rating of BB (sf)
- 25% increase in PD and 25% increase in LGD, expected rating of BB (high) (sf)
- 25% increase in PD and 50% increase in LGD, expected rating of BB (high) (sf)
- 50% increase in PD and 25% increase in LGD, expected rating of BB (sf)
- 50% increase in PD and 50% increase in LGD, expected rating of BB (sf)

Series C notes Risk Sensitivity:

- 25% increase in LGD, expected rating of B (sf)
- 50% increase in LGD, expected rating of B (sf)
- 25% increase in PD, expected rating of B (sf)
- 50% increase in PD, expected rating of B (sf)
- 25% increase in PD and 25% increase in LGD, expected rating of B (sf)
- 25% increase in PD and 50% increase in LGD, expected rating of B (sf)
- 50% increase in PD and 25% increase in LGD, expected rating of B (sf)
- 50% increase in PD and 50% increase in LGD, expected rating of CCC (sf)

For further information on DBRS historic default rates published by the European Securities and Markets Administration (ESMA) in a central repository, see:

<http://cerp.esma.europa.eu/cerp-web/statistics/defaults.xhtml>.

Ratings assigned by DBRS Ratings Limited are subject to EU regulations only.

Initial Lead Analyst: Kali Sirugudi

Initial Rating Date: 8 February 2013

Initial Rating Committee Chair: Quincy Tang

Lead Surveillance Analyst: Kevin Ma

Rating Committee Chair: Diana Turner

DBRS Ratings Limited

1 Minster Court, 10th Floor

Mincing Lane

London

EC3R 7AA

United Kingdom

Registered in England and Wales: No. 7139960.

The rating methodologies and criteria used in the analysis of this transaction can be found at <http://www.dbrs.com/about/methodologies>.

- Legal Criteria for European Structured Finance Transactions
- Derivative Criteria for European Structured Finance Transactions
- Master European Structured Finance Surveillance Methodology
- Operational Risk Assessment for European Structured Finance Servicers
- Master European Residential Mortgage-Backed Securities Rating Methodology and Jurisdictional Addenda
- Unified Interest Rate Model for European Securitisations

A description of how DBRS analyses structured finance transactions and how the methodologies are collectively applied can be found at: <http://www.dbrs.com/research/278375>.

For more information on this credit or on this industry, visit www.dbrs.com or contact us at info@dbrs.com.

Ratings

Issuer	Debt Rated	Rating Action	Rating	Trend	Notes Published	Issued
Rural Hipotecario X, Fondo de Titulización de Activos	Series A	Upgraded	A (high) (sf)	--	Jan 27, 2016	EU
Rural Hipotecario X, Fondo de Titulización de Activos	Series B	Confirmed	BBB (sf)	--	Jan 27, 2016	EU
Rural Hipotecario X, Fondo de Titulización de Activos	Series C	Confirmed	B (sf)	--	Jan 27, 2016	EU

US = USA Issued, NRSRO
CA = Canada Issued, NRSRO
EU = EU Issued
E = [EU Endorsed](#)
[Unsolicited Participating](#)
[Unsolicited Non-participating](#)

ALL DBRS RATINGS ARE SUBJECT TO DISCLAIMERS AND CERTAIN LIMITATIONS. PLEASE READ THESE [DISCLAIMERS AND LIMITATIONS](#) AND ADDITIONAL INFORMATION REGARDING DBRS RATINGS, INCLUDING [DEFINITIONS](#), [POLICIES](#), [RATING SCALES](#) AND [METHODOLOGIES](#).

Contacts

Kevin Ma
Assistant Vice President, EU CBs & Surveillance - Global Structured Finance

+44 20 7855 6681

kma@dbrs.com

Javier Martinez

Financial Analyst, EU Surveillance - Global Structured Finance

+44 20 7855 6639

jmartinez@dbrs.com

Kali Sirugudi

Vice President, EU RMBS - Global Structured Finance

+44 20 7855 6609

ksirugudi@dbrs.com

Vito Natale, CFA, FRM

Senior Vice President, EU CBs & Surveillance - Global Structured Finance

+44 20 7855 6649

vnatale@dbrs.com

Copyright © 2016, DBRS Limited, DBRS, Inc. and DBRS Ratings Limited (collectively, DBRS). All rights reserved. The information upon which DBRS ratings and reports are based is obtained by DBRS from sources DBRS believes to be reliable. DBRS does not audit the information it receives in connection with the rating process, and it does not and cannot independently verify that information in every instance. The extent of any factual investigation or independent verification depends on facts and circumstances. DBRS ratings, reports and any other information provided by DBRS are provided "as is" and without representation or warranty of any kind. DBRS hereby disclaims any representation or warranty, express or implied, as to the accuracy, timeliness, completeness, merchantability, fitness for any particular purpose or non-infringement of any of such information. In no event shall DBRS or its directors, officers, employees, independent contractors, agents and representatives (collectively, DBRS Representatives) be liable (1) for any inaccuracy, delay, loss of data, interruption in service, error or omission or for any damages resulting therefrom, or (2) for any direct, indirect, incidental, special, compensatory or consequential damages arising from any use of ratings and rating reports or arising from any error (negligent or otherwise) or other circumstance or contingency within or outside the control of DBRS or any DBRS Representative, in connection with or related to obtaining, collecting, compiling, analyzing, interpreting, communicating, publishing or delivering any such information. Ratings and other opinions issued by DBRS are, and must be construed solely as, statements of opinion and not statements of fact as to creditworthiness or recommendations to purchase, sell or hold any securities. A report providing a DBRS 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. DBRS receives compensation for its rating activities from issuers, insurers, guarantors and/or underwriters of debt securities for assigning ratings and from subscribers to its website. DBRS is not responsible for the content or operation of third party websites accessed through hypertext or other computer links and DBRS shall have no liability to any person or entity for the use of such third party websites. This publication may not be reproduced, retransmitted or distributed in any form without the prior written consent of DBRS. ALL DBRS RATINGS ARE SUBJECT TO DISCLAIMERS AND CERTAIN LIMITATIONS. PLEASE READ THESE DISCLAIMERS AND LIMITATIONS AT <http://www.dbrs.com/about/disclaimer>. ADDITIONAL INFORMATION REGARDING DBRS RATINGS, INCLUDING DEFINITIONS, POLICIES, RATING SCALES AND METHODOLOGIES, ARE AVAILABLE ON <http://www.dbrs.com>.



[close Request a DBRS.com Trial Now!](#) or [Contact Us](#) to get started.