

Otra Información Relevante de BBVA RMBS 14 FONDO DE TITULIZACIÓN DE ACTIVOS

En virtud de lo establecido en el Folleto Informativo de **BBVA RMBS 14 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 **Standard & Poor’s Global Ratings (“S&P”)**, con fecha 23 de febrero de 2021, comunica que ha elevado la calificación asignada a la siguiente Serie de Bonos emitidos por el Fondo:

- **Serie B: BBB (sf)** (anterior **BB (sf)**)

Asimismo, S&P ha afirmado la calificación asignada a la restante Serie de Bonos:

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

Se adjunta la comunicación emitida por S&P.

Madrid, 25 de febrero de 2021.



(/en_US/web/guest/home) BBVA RMBS 14 Spanish RMBS Rating Raised On One Class; One Class Affirmed Following Criteria Revision

23-Feb-2021 11:34 EST

[View Analyst Contact Information](#)[Table of Contents](#)[Overview](#)[Related Criteria](#)[Related Research](#)

Overview

We have reviewed BBVA RMBS 14 following the expansion of the global RMBS criteria's scope to include Spain, among other countries.

We have raised our rating on the class B notes. At the same time, we have affirmed our rating on the class A notes.

BBVA RMBS 14 is a Spanish RMBS transaction, which closed in November 2014. The collateral comprises Spanish first-lien VPO mortgage loans originated under two government-sponsored programs, for which BBVA is the originator and servicer.

MADRID (S&P Global Ratings) Feb. 23, 2021--S&P Global Ratings today raised its credit rating on BBVA RMBS 14, Fondo de Titulizacion de Activos's class B notes to 'BBB (sf)' from 'BB (sf)'. At the same time, we have affirmed our 'A (sf)' rating on the class A notes.

Today's rating actions follow the implementation of our revised criteria and assumptions for assessing pools of Spanish residential loans (see "Related Criteria"). They also reflect our full analysis of the most recent information that we have received and the transaction's current structural features.

Upon expanding our global RMBS criteria to include Spanish transactions, we placed our rating on the class B notes under criteria observation. Following our review of the transaction's performance and the application of our updated criteria for rating Spanish RMBS transactions, the rating is no longer under criteria observation.

Our weighted-average foreclosure frequency (WAFF) assumptions have decreased due to the calculation of the effective loan-to-value (LTV) ratio, which is based on 80% original LTV (OLTV) and 20% current LTV (CLTV). Under our previous criteria, we used only the OLTV. Our WAFF assumptions also declined because of the transaction's decrease in arrears. In addition, our weighted-average loss severity (WALS) assumptions have decreased, due to the lower CLTV and lower market value declines. The reduction in our WALS is partially offset by the increase in our foreclosure cost assumptions.

Table 1

Rating	WAFF (%)	Credit Analysis Results	
		WALS (%)	Credit coverage (%)
AAA	8.43	11.75	0.99
AA	5.75	6.93	0.40
A	4.41	2.00	0.09

BBB	3.35	2.00	0.07
BB	2.24	2.00	0.04
B	1.45	2.00	0.03

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

Loan-level arrears are low at 0.30%. Overall delinquencies remain well below our Spanish RMBS index (see "Related Research").

Cumulative defaults, defined as loans in arrears for a period equal to or greater than 18 months, represent 0.12% of the closing pool balance. The interest deferral trigger for class B is not at risk of being breached because it is defined at 4.0%, and we do not expect that this level will be reached in the near term.

Our analysis also considers the transaction's sensitivity to the potential repercussions of the coronavirus outbreak. Of the pool, 2% of loans are on payment holidays under the Spanish sectorial moratorium schemes, and the proportion of loans with either legal or sectorial payment holidays has remained low in comparison with the market average (below 5%). The government approved a new payment holiday scheme available until March 31, 2021, where the payment holidays could last up to three months. In our analysis, we considered the potential impact of the scheme extension and the risk the payment holidays could present should they become arrears or defaults in the future.

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

We consider that the transaction's documented replacement mechanisms adequately mitigate its counterparty risk exposure to BBVA, as bank account provider, up to a 'A' rating under our current counterparty criteria. Therefore, our ratings on the notes are capped at 'A (sf)' by our counterparty criteria.

The servicer, BBVA, has a standardized, integrated, and centralized servicing platform. It is a servicer for many Spanish RMBS transactions, and its transactions' historical performance has outperformed our Spanish RMBS index.

Credit enhancement available in BBVA RMBS 14 has increased since our previous review because the notes amortize sequentially, and the reserve fund is at its required level.

We have raised to 'BBB (sf)' from 'BB (sf)' our rating on the class B notes. The class B notes could withstand stresses at a higher rating than the current rating assigned. However, we have limited our upgrade based on their overall credit enhancement and position in the waterfall, the deterioration in the macroeconomic environment, and the risk that payment holidays could become arrears in the future. At the same time, we have affirmed our 'A (sf)' rating on the class A notes. Our rating on class A is capped at 'A' by our counterparty criteria.

S&P Global Ratings believes there remains high, albeit moderating, uncertainty about the evolution of the coronavirus pandemic and its economic effects. Vaccine production is ramping up and rollouts are gathering pace around the world. Widespread immunization, which will help pave the way for a return to more normal levels of social and economic activity, looks to be achievable by most developed economies by the end of the third quarter. However, some emerging markets may only be able to achieve widespread immunization by year-end or later. We use these assumptions about vaccine timing in assessing the economic and credit implications associated with the pandemic (see our research here: www.spglobal.com/ratings (<http://www.spglobal.com/ratings>)). As the situation evolves, we will update our assumptions and estimates accordingly.

Related Criteria

Criteria | Structured Finance | General: Global Framework For Payment Structure And Cash Flow Analysis Of Structured Finance Securities (/en_US/web/guest/article/-/view/sourceld/11734324), Dec. 22, 2020

Criteria | Structured Finance | General: Methodology To Derive Stressed Interest Rates In Structured Finance (/en_US/web/guest/article/-/view/sourceld/11140277), Oct. 18, 2019

Criteria | Structured Finance | General: Counterparty Risk Framework: Methodology And Assumptions (/en_US/web/guest/article/-/view/sourceld/10861340), March 8, 2019

Criteria | Structured Finance | General: Incorporating Sovereign Risk In Rating Structured Finance Securities: Methodology And Assumptions (/en_US/web/guest/article/-/view/sourceld/10836964), Jan. 30, 2019

Criteria | Structured Finance | RMBS: Global Methodology And Assumptions: Assessing Pools Of Residential Loans (/en_US/web/guest/article/-/view/sourceld/10808991), Jan. 25, 2019

Legal Criteria: Structured Finance: Asset Isolation And Special-Purpose Entity Methodology (/en_US/web/guest/article/-/view/sourceld/9733017), March 29, 2017

Criteria | Structured Finance | General: Global Framework For Assessing Operational Risk In Structured Finance Transactions (/en_US/web/guest/article/-/view/sourceld/8737366), Oct. 9, 2014

General Criteria: Principles Of Credit Ratings (/en_US/web/guest/article/-/view/sourcelId/6485398), Feb. 16, 2011
 Criteria | Structured Finance | General: Methodology For Servicer Risk Assessment
 (/en_US/web/guest/article/-/view/sourcelId/5428209), May 28, 2009

Related Research

European RMBS Outlook 2021 (/en_US/web/guest/article/-/view/sourcelId/11799532), Jan. 25, 2021
 Certain Italian, Portuguese, And Spanish RMBS Ratings Placed Under Criteria Observation Due To Criteria Update
 (/en_US/web/guest/article/-/view/sourcelId/11796195), Jan. 8, 2021
 Global Criteria For Assessing Pools Of Residential Loans Updated To Include Seven European Jurisdictions
 (/en_US/web/guest/article/-/view/sourcelId/11794605), Jan. 8, 2021
 Spanish Banks Need To Bolster Provisions, Cut Costs, And Preserve Capital In 2021
 (/en_US/web/guest/article/-/view/sourcelId/11808306), Jan. 25, 2021
 S&P Global Ratings Definitions (/en_US/web/guest/article/-/view/sourcelId/504352), Jan. 5, 2021
 Spanish RMBS Index Report Q3 2020 (/en_US/web/guest/article/-/view/sourcelId/11744833), Dec. 11, 2020
 European RMBS Index Report Q3 2020 (/en_US/web/guest/article/-/view/sourcelId/11744504), Dec. 11, 2020
 Spain Outlook Revised To Negative From Stable On Mounting Fiscal and Structural Challenges; Affirmed At 'A/A-1'
 (/en_US/web/guest/article/-/view/sourcelId/11653485), Sept. 18, 2020
 Banking Industry Country Risk Assessment: Spain (/en_US/web/guest/article/-/view/sourcelId/11523497), June 18, 2020
 Residential Mortgage Market Outlooks Updated For 13 European Jurisdictions Following Revised Economic Forecasts
 (/en_US/web/guest/article/-/view/sourcelId/11475804), May 1, 2020
 2017 EMEA RMBS Scenario And Sensitivity Analysis (/en_US/web/guest/article/-/view/sourcelId/10156650), July 6, 2017
 Global Structured Finance Scenario And Sensitivity Analysis 2016: The Effects Of The Top Five Macroeconomic Factors
 (/en_US/web/guest/article/-/view/sourcelId/9913417), Dec. 16, 2016
 European Structured Finance Scenario And Sensitivity Analysis 2016: The Effects Of The Top Five Macroeconomic Factors
 (/en_US/web/guest/article/-/view/sourcelId/9914948), Dec. 16, 2016
 Regulatory Disclosures For Each Credit Rating Including Ratings List Table
 (/en_US/web/guest/article/-/view/sourcelId/100049152?pu=true)
 Disclosures include requirements relating to press releases or reports published in accordance with Article 10(1), 10(2), and 10(5), and Annex I, Section D, I, 1, 2, 2a, 4, and 5. These requirements are available by rating via the link titled "Regulatory Disclosure" and include, but are not limited to:

Key Elements Underlying The Credit Rating

ESG Credit Factors

Solicited Or Unsolicited Status

Analysts Primarily Responsible For The Credit Rating

Office Responsible For The Credit Rating

Materials Used In The Credit Rating Process

Criteria Applied

Models Applied, Loss, And Cash Flow Analysis Performed

Scenario Analysis

Sensitivity Analysis

Risk Warning, Understanding Credit Rating Categorizations, And Criteria

Rated Entity Notification

Ancillary And Additional Services

Attributes And Limitations Of The Credit Rating

Information Specific To Structured Finance And Securitization Instruments

'sf' Identifier

The 'sf' identifier is assigned to ratings on structured finance or securitization instruments when required to comply with an applicable law or regulatory requirement or when S&P Global Ratings believes it appropriate. The addition of the 'sf' identifier to a rating does not change that rating's definition or our opinion about the issue's creditworthiness. For detailed information on the instruments assigned the 'sf' identifier, please see the appendix to "S&P Global Ratings Definitions" (https://www.standardandpoors.com/en_US/web/guest/article/-/view/sourcelId/504352) for the types of instruments that carry the 'sf' identifier. To see if a credit rating has a 'sf' identifier, visit the [standardandpoors.com](https://www.standardandpoors.com) website and search for the rated entity.

Primary Credit Analyst: Rocio Romero, Madrid + 34 91 389 6968;
rocio.romero@spglobal.com (mailto:rocio.romero@spglobal.com)

No content (including ratings, credit-related analyses and data, valuations, model, software or other application or output therefrom) or any part thereof (Content) may be modified, reverse engineered, reproduced or distributed in any form by any means, or stored in a database or retrieval system, without the prior written permission of Standard & Poor's Financial Services LLC or its affiliates (collectively, S&P). The Content shall not be used for any unlawful or unauthorized purposes. S&P and any third-party providers, as well as their directors, officers, shareholders, employees or agents (collectively S&P Parties) do not guarantee the accuracy, completeness, timeliness or availability of the Content. S&P Parties are not responsible for any errors or omissions (negligent or otherwise), regardless of the cause, for the results obtained from the use of the Content, or for the security or maintenance of any data input by the user. The Content is provided on an "as is" basis. S&P PARTIES DISCLAIM ANY AND ALL EXPRESS OR IMPLIED WARRANTIES, INCLUDING, BUT NOT LIMITED TO, ANY WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE, FREEDOM FROM BUGS, SOFTWARE ERRORS OR DEFECTS, THAT THE CONTENT'S FUNCTIONING WILL BE UNINTERRUPTED OR THAT THE CONTENT WILL OPERATE WITH ANY SOFTWARE OR HARDWARE CONFIGURATION. In no event shall S&P Parties be liable to any party for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees, or losses (including, without limitation, lost income or lost profits and opportunity costs or losses caused by negligence) in connection with any use of the Content even if advised of the possibility of such damages.

Credit-related and other analyses, including ratings, and statements in the Content are statements of opinion as of the date they are expressed and not statements of fact. S&P's opinions, analyses and rating acknowledgment decisions (described below) are not recommendations to purchase, hold, or sell any securities or to make any investment decisions, and do not address the suitability of any security. S&P assumes no obligation to update the Content following publication in any form or format. The Content should not be relied on and is not a substitute for the skill, judgment and experience of the user, its management, employees, advisors and/or clients when making investment and other business decisions. S&P does not act as a fiduciary or an investment advisor except where registered as such. While S&P has obtained information from sources it believes to be reliable, S&P does not perform an audit and undertakes no duty of due diligence or independent verification of any information it receives. Rating-related publications may be published for a variety of reasons that are not necessarily dependent on action by rating committees, including, but not limited to, the publication of a periodic update on a credit rating and related analyses.

To the extent that regulatory authorities allow a rating agency to acknowledge in one jurisdiction a rating issued in another jurisdiction for certain regulatory purposes, S&P reserves the right to assign, withdraw or suspend such acknowledgment at any time and in its sole discretion. S&P Parties disclaim any duty whatsoever arising out of the assignment, withdrawal or suspension of an acknowledgment as well as any liability for any damage alleged to have been suffered on account thereof.

S&P keeps certain activities of its business units separate from each other in order to preserve the independence and objectivity of their respective activities. As a result, certain business units of S&P may have information that is not available to other S&P business units. S&P has established policies and procedures to maintain the confidentiality of certain non-public information received in connection with each analytical process.

S&P may receive compensation for its ratings and certain analyses, normally from issuers or underwriters of securities or from obligors. S&P reserves the right to disseminate its opinions and analyses. S&P's public ratings and analyses are made available on its Web sites, www.standardandpoors.com (<http://www.standardandpoors.com>) (free of charge), and www.ratingsdirect.com (<http://www.ratingsdirect.com>) and www.globalcreditportal.com (<http://www.globalcreditportal.com>) (subscription), and may be distributed through other means, including via S&P publications and third-party redistributors. Additional information about our ratings fees is available at www.standardandpoors.com/usratingsfees (<http://www.standardandpoors.com/usratingsfees>).

Any Passwords/user IDs issued by S&P to users are single user-dedicated and may ONLY be used by the individual to whom they have been assigned. No sharing of passwords/user IDs and no simultaneous access via the same password/user ID is permitted. To reprint, translate, or use the data or information other than as provided herein, contact S&P Global Ratings, Client Services, 55 Water Street, New York, NY 10041; (1) 212-438-7280 or by e-mail to: research_request@spglobal.com (mailto:research_request@spglobal.com).

[Legal Disclaimers \(/en_US/web/guest/regulatory/legal-disclaimers\)](#)

[Careers at S&P Global Ratings \(https://www.spglobal.com/en/careers/overview\)](https://www.spglobal.com/en/careers/overview)

[Terms of Use \(/en_US/web/guest/regulatory/termsofuse\)](#)

[Privacy and Cookie Notice \(/en_US/web/guest/regulatory/privacy-notice\)](#)

[Do Not Sell My Personal Information \(https://www.spglobal.com/en/privacy/california-consumer-privacy-act\)](https://www.spglobal.com/en/privacy/california-consumer-privacy-act)

Copyright © 2021 Standard & Poor's Financial Services LLC. All rights reserved.

Reproduction and distribution of this information in any form is prohibited except with the prior written permission of Standard & Poor's Financial Services LLC and its affiliates (together, "S&P"). S&P does not guarantee the accuracy, completeness, timeliness or availability of any information, including ratings, and is not responsible for any errors or omissions (negligent or otherwise), regardless of the cause, or for the results obtained from the use of such information. S&P GIVES NO EXPRESS OR IMPLIED WARRANTIES, INCLUDING, BUT NOT LIMITED TO, ANY WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE. S&P shall not be liable for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees, or losses (including lost income or profits and opportunity costs) in connection with any use of this information, including ratings. S&P ratings are statements of opinions and are not statements of fact or recommendations to purchase hold or sell securities. They do not address the market value of securities or the suitability of securities for investment purposes, and should not be relied on as investment advice. Please read our complete disclaimer here. (/en_US/web/guest/regulatory/legal-disclaimers)