

Otra Información 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 la presente información relevante:

- La Agencia de Calificación **Ethifinance Rating (“Ethifinance”)** (anteriormente Axesor Rating), con fecha 8 de noviembre de 2022, comunica que ha afirmado la calificación asignada a los Bonos emitidos por el Fondo:

- **Bonos: AA (sf)**

Se adjunta la comunicación emitida por Ethifinance.

Madrid, 21 de diciembre de 2022

First rating date: 24/11/2016
Review date: 08/11/2022

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Rating Action

EthiFinance Ratings ("the Agency") affirms the rating of "AA(sf)" to the Bonds issued by the Fund.

Executive Summary

BBVA RMBS 17 FT (the "Fund"), is a granular securitization fund with a static pool of first-ranking prime residential mortgage loans granted to individuals, secured over properties located in Spain and structured under the Spanish Legislation. The Fund was established with the goal to obtain liquidity. The residential mortgage loans were originated by Banco Bilbao Vizcaya Argentaria S.A ("BBVA") and assigned to the Fund in November 2016. The legal maturity date is August 16, 2066.

EthiFinance Ratings is analyzing the drivers affecting the performance of the Fund, the macroeconomic environment is one of the most relevant. Also, changes in the portfolio's prepayment rates, Loan to Value, and delinquency rates are watched closely to see the potential impacts, especially in the Credit Enhancement. Emphasize that the Fund has two layers of protection that act as a buffer: the Loan B and the Reserve Fund.

Class	Rating	Outstanding Balance (millions €)	Coupon	Credit Enhancement ¹ September 2022	Credit Enhancement ² September 2021	Legal Maturity Date
A	AA(sf)	906	EUR 3M + 0.30%	25.66%	22.80%	16/08/2066
Loan B	NR ³	216	EUR 3M + 0.15%	6.42%	5.70%	16/08/2066
Reserve Fund	-	72				

¹ Credit enhancement as of last payment date (16/08/2022)

² Credit enhancement as of last payment date (16/08/2021)

³ NR = Non-rated

Rating Fundamentals

- **The Credit Enhancement of the Tranche A has increased from 22.80% to 25.66% in the last 12 months.** The CE has improved due to the amortization of the Fund in addition to two buffers, the Loan B and the Reserve Fund. Furthermore, the most stringent sensitivity analysis performed by EthiFinance Ratings provide us with a better credit enhancement, although the current economic conditions, especially the delinquency rate, interest rates and prepayment rates, does not favor to upgrade the rating.
- **Improvement in the overall PD of the portfolio from 3.61% in October 2021 to 3.29% in September 2022.** As a result of the seasoning along with the progress in the Loan to Value, the overall PD has been reduced, which strengthens the structure.
- **Increase in the Asset's Interest Rates from 1.28% in October 2021 to 2.22% in September 2022.** Due to the increase in interest rates, which contributes to the whole of the installments, the weighted average interest rate of the portfolio is boosted and assists to increase the collection of the portfolio. Also, this increase also impacts the cost of the Bonds making the coupons more expensive to the Fund.
- **Prepayment rises from 5.8% in September 2021 to 8.4% in September 2022.** The prepayment creates two drawbacks: first, the term is shortened and therefore the cashflows of the structure. Secondly, if the loans are shortened, less installments are produced with no interest rates applied to

them.

- **Increase in the Delinquency Rate (+90d) from 0.14% to an 0.26% in the last 12 months.** Given the upturn in the interest rates, the inability to make higher installments increases. This is not particularly troubling; however, we are still alert of the performance development of the Fund.
- **Overall CLTV decreased from 62.9% in September 2021 to 60.5% in August 2022.** The overall portfolio has now a lower LTV, this has happened because the reduction of the outstanding balance of the loans while the value of the collateral remains the same.

Sensitivity analysis

Factors that could (individually or collectively) impact the rating

- **Positive factors (↑).**

A strong improvement in the Credit Enhancement as a result of a strong amortization, or also, a downward in several factors such as delinquency rates and Loan-to-Value can upgrade the Rating. This accompanied by an improvement in the economy.

- **Negative factors (↓).**

A rising interest rate environment can result in a late payment by debtors and an increase in delinquency rate, which could add pressure to the operation.

Description of the Transaction

BBVA RMBS 17 FT is a granular securitization fund of € 1,800 millions by inception date (November 2016) with a static pool of first-ranking prime residential mortgage loans granted to individuals, secured over properties located in Spain and structured under the Spanish Legislation. The Fund was established with the goal to obtain funding and liquidity. The residential mortgage loans were originated by Banco Bilbao Vizcaya Argentaria S.A ("BBVA") and assigned to The Fund in November 2016. BBVA is the servicer of the mortgage loans. The transaction is managed by Europea de Titulización S.A, S.G.F.T ("EdT"). The legal maturity date is August 16, 2066.

Description	Figures
Issuer	BBVA RMBS 17 FT
Purpose	Liquidity and Funding
Asset class	Residential Mortgage Loans
Originator/Seller/Servicer	BBVA
Constitution Date	21/11/2016
Closing Date	23/11/2066
Residential Mortgage Loans balance (as of 30/09/2022)	€ 1,094,482,261
Liabilities: Series A Notes balance + Loan B balance + Reserve Fund (as of Pay Date 30/09/2022)	€ 1,194,271,978
Listing	AIAF
Settlement	IBERCLEAR
Clean-Up Call	10%
Payment Dates	Quarterly (February, May, August, November)

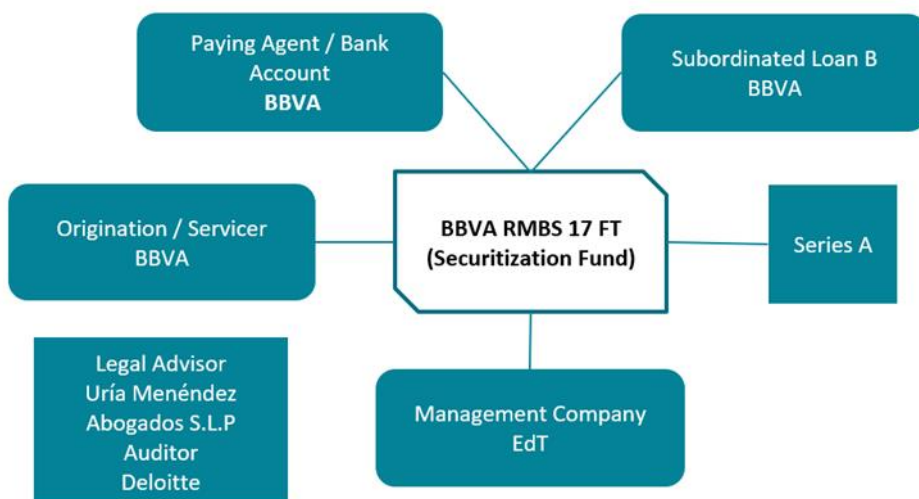
Source: EdT

Participants

Participants	
Originator/Seller	Banco Bilbao Vizcaya Argentaria, S.A.
Servicer	Banco Bilbao Vizcaya Argentaria, S.A.
Arrangers	BBVA and EdT
Management Company	Europea de Titulización S.A., S.G.F.T.
Paying Agent	Banco Bilbao Vizcaya Argentaria S.A
Bank Account	Banco Bilbao Vizcaya Argentaria S.A
Auditor of the assets assigned to the Fund	Deloitte & Touche España, S.L.
Legal Advisor	Uría Menéndez Abogados S.L.P

Source: EdT

Operation Diagram



Description of the Servicer

BBVA acts as servicer, bank account provider and paying agent of the transaction. On 22nd December 2021, EthiFinance Ratings confirmed the long-term credit rating of BBVA at “A”, which mitigates the exposure to counterparty risk.

Regulatory information

Sources of information

The credit rating assigned in this report has been made solicited by the originator of the assets, taking part in the process. The credit rating is based in:

- Public information from public access sources.
- Information provided by the originator of assets assigned or that shall be assigned to the securitization fund.

From the time of the assignment of the credit rating, all information provided by the originator of the assets, by the servicer of the assets (other than the originator) or by a third participant in the transaction, shall be reviewed and analyzed with the aim to assess the following issues:

- The performance of the credit quality of the assets comprising the collateral of the Fund.
- The level of credit enhancement.
- The evolution of the quantitative triggers of the Fund.
- The evolution of the qualitative triggers (counterparty risks).

The information has been thoroughly reviewed to ensure that it is valid, coherent and consistent and it is considered as satisfactory. Nevertheless, EthiFinance Ratings assumes no responsibility for the accuracy of the information provided and the conclusions drawn from it.

Additional information

- The rating was carried out in accordance with Regulation (EC) N° 1060/2009 of the European Parliament and the Council of 16 September 2009, on credit rating agencies, and in accordance with the Structured Finance Rating Methodology that can be consulted on [www.EthiFinance Ratings-rating.com/en-US/about-EthiFinance Ratings/methodology](http://www.EthiFinanceRatings-rating.com/en-US/about-EthiFinanceRatings/methodology) and according to the Structured Finance Rating scale available at [www.EthiFinance Ratings-rating.com/en-US/about-EthiFinance Ratings/rating-scale](http://www.EthiFinanceRatings-rating.com/en-US/about-EthiFinanceRatings/rating-scale).
- EthiFinance Ratings publishes data on the historical default rates of the rating categories, which are located in the central statistics repository CEREP, of the European Securities and Markets Authority (ESMA).
- 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 EthiFinance Ratings has not provided ancillary services to the rated entity or its related third parties.
- The issued credit rating has been notified to the rated entity, and has not been modified since.

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