

C. N. M. V.
Dirección General de Mercados e Inversores
C/ Edison 4
Madrid

COMUNICACIÓN DE HECHO RELEVANTE

CAIXA PENEDES 1 TDA, FONDO DE TITULIZACIÓN DE ACTIVOS Actuaciones sobre las calificaciones de los bonos por parte de Standard & Poor's.

Titulización de Activos, Sociedad Gestora de Fondos de Titulización, S.A. comunica el siguiente Hecho Relevante:

I. Respecto al fondo de referencia, adjuntamos nota de prensa publicada por Standard & Poor's, con fecha 6 de junio de 2018, donde se llevan a cabo las siguientes actuaciones:

- Bono A, desde **BBB+ (sf)/perspectiva de revisión positiva a A- (sf)**
- Bono B, desde **B+ (sf)/perspectiva de revisión positiva a BB- (sf)**
- Bono C, desde **B- (sf)/perspectiva de revisión positiva a B- (sf)**

En Madrid, a 9 de julio de 2018

Ramón Pérez Hernández
Consejero Delegado

Various Rating Actions Taken On CAIXA PENEDES 1's Spanish RMBS Notes

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OVERVIEW

- On March 23, 2018, we raised our unsolicited long-term sovereign rating on Spain to 'A-' from 'BBB+'.
- Following the sovereign upgrade, on April 6, 2018, we raised our long-term rating on Banco de Sabadell, the servicer in this transaction.
- On April 17, 2018, we revised our outlook assumptions for the Spanish residential mortgage market to benign to reflect the improved Spanish residential mortgage and real estate market, and lowered our projected losses at the 'B' rating level for the archetypal Spanish pool.
- On April 24, 2018, we placed on CreditWatch positive our ratings on CAIXA PENEDES 1's class A, B, and C notes, as we needed to conduct a full analysis to determine the impact of these recent events.
- Following our review of this transaction under our relevant criteria, we have taken various rating actions and resolved our CreditWatch placements.
- CAIXA PENEDES 1 is a Spanish RMBS transaction, which closed in October 2006.

MADRID (S&P Global Ratings) June 6, 2018--S&P Global Ratings today raised and removed from CreditWatch positive its credit ratings on CAIXA PENEDES 1 TDA, Fondo de Titulizacion de Activos' class A and B notes. At the same time, we affirmed and removed from CreditWatch positive our 'B- (sf)' rating on the class C notes (see list below).

Today's rating actions follow the application of our relevant criteria and our full analysis of the most recent transaction information that we have received, and reflect the transaction's current structural features (see "Related Criteria"). We have also considered our updated outlook assumptions for the Spanish residential mortgage market (see "Outlook Assumptions For The Spanish Residential Mortgage Market," published on April 17, 2018).

Our structured finance ratings above the sovereign (RAS) criteria classify the sensitivity of this transaction as moderate (see "Ratings Above The Sovereign - Structured Finance: Methodology And Assumptions," published on Aug. 8, 2016). Therefore, after our March 23, 2018 upgrade of Spain to 'A-' from 'BBB+', the highest rating that we could assign to the senior-most tranche in this transaction is six notches above the Spanish sovereign rating, or 'AAA (sf)', if certain conditions are met (see "Spain Long-Term Ratings Raised To 'A-' On Economic Growth And Budgetary Consolidation; Outlook Positive"). For all the other tranches, the highest rating that we can assign is four notches above the sovereign rating.

Following the sovereign upgrade, on April 6, 2018, we raised to 'BBB' from 'BBB-' our long-term issuer credit rating (ICR) on Banco de Sabadell S.A, which is the servicer of the mortgages in this transaction (see "Reduced Funding Risks Lead To Upgrades At Several Spanish Banks"). Our ratings on the class B and C notes are linked to our long-term ICR on the servicer, as in our cash flow analysis we are excluding the application of a commingling loss at rating levels at and below the ICR on the servicer.

JPMorgan Chase Bank N.A. provides the interest rate and basis swap contract, which, although it has defined remedy actions and periods, they are not in line with our current counterparty criteria (see "Counterparty Risk Framework Methodology And Assumptions," published on June 25, 2013). Therefore, the notes cannot achieve ratings higher than 'AA-', the current ICR on the swap provider plus one notch, as we are giving benefit to the swap contract in our analysis.

Our European residential loans criteria, as applicable to Spanish residential loans, establish how our loan-level analysis incorporates our current opinion of the local market outlook (see "Methodology And Assumptions: Assessing Pools Of European Residential Loans," published on Aug. 4, 2017). Our current outlook for the Spanish housing and mortgage markets, as well as for the overall economy in Spain, is benign. Therefore, we revised our expected level of losses for an archetypal Spanish residential pool at the 'B' rating level to 0.9% from 1.6%, in line with table 87 of our European residential loans criteria, by lowering our foreclosure frequency assumption to 2.00% from 3.33% for the archetypal pool at the 'B' rating level (see "Guidance: Methodology And Assumptions: Assessing Pools Of European Residential Loans," published on April 17, 2018).

After applying our European residential loans criteria to this transaction,

Various Rating Actions Taken On CAIXA PENEDES 1's Spanish RMBS Notes

the overall effect in our credit analysis results is a decrease in the required credit coverage for each rating level compared with our previous review, mainly driven by our revised foreclosure frequency assumptions.

Rating level	WAFF (%)	WALS (%)
AAA	16.79	8.97
AA	11.38	6.12
A	8.56	2.78
BBB	6.35	2.00
BB	4.14	2.00
B	2.46	2.00

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

CAIXA PENEDES 1's class A, B, and C notes' credit enhancement has remained stable at 12.7%, 6.5%, and 2.0%, respectively, due to the notes' amortization, which is pro rata as the reserve fund is at its required level.

Following the application of our criteria, we have determined that our assigned ratings on the classes of notes in this transaction should be the lower of (i) the rating as capped by our RAS criteria, (ii) the rating as capped by our counterparty criteria, or (iii) the rating that the class of notes can attain under our European residential loans criteria.

Under our current counterparty criteria, the swap downgrade language caps our rating on the class A notes at 'AA- (sf)'. Additionally, the application of our RAS criteria caps our rating on this class of notes at our unsolicited 'A-' long-term sovereign rating on Spain. Furthermore, our credit and cash flow results indicate that the available credit enhancement for the class A notes can support higher stresses than those at the currently assigned rating. We have therefore raised to 'A- (sf)' from 'BBB+ (sf)' and removed from CreditWatch positive our rating on the class A notes.

Our rating on the class B notes is not capped by our RAS analysis as the application of our European residential loans criteria, reflecting our updated credit figures, determines our rating on the notes at 'BB- (sf)'. We have therefore raised to 'BB- (sf)' from 'B+ (sf)' and removed from CreditWatch positive our rating on this class of notes. This rating is now linked to our long-term ICR on Banco Sabadell, as in our cash flow analysis, we excluded the application of a commingling loss at rating levels at and below the ICR on the servicer.

Credit enhancement has slightly increased for the class C notes since our previous full review, but remains commensurate with the currently assigned rating (see "Various Ratings Actions Taken In Spanish RMBS Transactions CAIXA PENEDES 1 And 2," published on April 28, 2016). Additionally, we believe that the payments on this class of notes are not dependent upon favorable financial and economic conditions. Consequently, we have affirmed and removed from

CreditWatch positive our 'B- (sf)' rating on the class C notes. Our rating on the class C notes is linked to our long-term ICR on the servicer, Banco Sabadell, as in our cash flow analysis, we excluded the application of a commingling loss at rating levels at and below the ICR on the servicer.

CAIXA PENEDES 1 is a Spanish residential mortgage-backed securities (RMBS) transaction, which closed in October 2006, and securitizes first-ranking mortgage loans. Caixa d'Estalvis del Penedès, now merged with Banco de Sabadell, originated the pool, which comprises loans granted to Spanish residents, mainly located in Catalonia.

RELATED CRITERIA

- Criteria - Structured Finance - General: Methodology And Assumptions: Assessing Pools Of European Residential Loans, Aug. 4, 2017
- Legal Criteria: Structured Finance: Asset Isolation And Special-Purpose Entity Methodology, March 29, 2017
- Criteria - Structured Finance - General: Ratings Above The Sovereign - Structured Finance: Methodology And Assumptions, Aug. 8, 2016
- Criteria - Structured Finance - General: Methodology: Criteria For Global Structured Finance Transactions Subject To A Change In Payment Priorities Or Sale Of Collateral Upon A Nonmonetary EOD, March 2, 2015
- Criteria - Structured Finance - General: Global Framework For Assessing Operational Risk In Structured Finance Transactions, Oct. 9, 2014
- Criteria - Structured Finance - General: Counterparty Risk Framework Methodology And Assumptions, June 25, 2013
- Criteria - Structured Finance - General: Global Derivative Agreement Criteria, June 24, 2013
- General Criteria: Criteria For Assigning 'CCC+', 'CCC', 'CCC-', And 'CC' Ratings, Oct. 1, 2012
- Criteria - Structured Finance - General: Criteria Methodology Applied To Fees, Expenses, And Indemnifications, July 12, 2012
- General Criteria: Methodology: Credit Stability Criteria, May 3, 2010
- General Criteria: Use Of CreditWatch And Outlooks, Sept. 14, 2009
- Criteria - Structured Finance - General: Standard & Poor's Revises Criteria Methodology For Servicer Risk Assessment, May 28, 2009

RELATED RESEARCH

- Spanish RMBS Index Report Q1 2018, May 24, 2018
- Ratings On 213 Tranches In 82 Spanish RMBS Transactions Placed On CreditWatch Positive, April 24, 2018
- Outlook Assumptions For The Spanish Residential Mortgage Market, April 17, 2018
- Guidance: Methodology And Assumptions: Assessing Pools Of European Residential Loans, April 17, 2018
- Reduced Funding Risks Lead To Upgrades At Several Spanish Banks, April 6, 2018

Various Rating Actions Taken On CAIXA PENEDES 1's Spanish RMBS Notes

- Spain Long-Term Ratings Raised To 'A-' On Economic Growth And Budgetary Consolidation; Outlook Positive, March 23, 2018
- 2017 EMEA RMBS Scenario And Sensitivity Analysis, July 6, 2017
- Global Structured Finance Scenario And Sensitivity Analysis 2016: The Effects Of The Top Five Macroeconomic Factors, Dec. 16, 2016
- European Structured Finance Scenario And Sensitivity Analysis 2016: The Effects Of The Top Five Macroeconomic Factors, Dec. 16, 2016
- Various Ratings Actions Taken In Spanish RMBS Transactions CAIXA PENEDES 1 And 2, April 28, 2016

RATINGS LIST

Class	Rating	Class
	To	From

CAIXA PENEDES 1 TDA, Fondo de Titulizacion de Activos
€1 Billion Mortgage-Backed Floating-Rate Notes

Ratings Raised And Removed From CreditWatch Positive

A	A- (sf)	BBB+ (sf)/Watch Pos
B	BB-(sf)	B+ (sf)/Watch Pos

Rating Affirmed and removed from CreditWatch Positive

C	B- (sf)	B- (sf)/Watch Pos
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