

February 24, 2009

## Rating Raised On BSA Notes In Cibeles III FTPYME Spanish SME Transaction

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MADRID (Standard & Poor's) Feb. 24, 2009—Standard & Poor's Ratings Services today raised its credit rating on the class BSA notes issued by Cibeles III FTPYME, Fondo de Titulizacion de Activos. At the same time, we affirmed our ratings on the class BCA and C notes (see list below).

Today's rating actions follow a review of the most recent information we have received, the current strong performance, and the significant increase in credit support available to the class BSA notes since closing.

The collateral in this transaction comprises loans granted to Spanish small and midsize enterprises (SMEs) originated by Caja de Ahorros y Monte de Piedad de Madrid (Caja Madrid; A+/Negative/A-1).

As of December 2008, loans in arrears for more than 90 days were 1.17% of the outstanding collateral, or €1.92 million. Gross cumulative defaults currently represent only 0.38% of the original outstanding balance.

The current cash reserve is equal to the original balance of €17.75 million. The cash reserve is currently nonamortizing because loans delinquent for more than three months are higher than 1% of the outstanding balance. It currently provides a significant credit support to the structure as it represents 10.19% of the outstanding balance of the notes.

This transaction closed in December 2003 and the collateral has amortized to

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34.8% of the original outstanding balance. The current collateral comprises 2,751 loans totaling €158.8 million.

Of the pool, 51.4% of the loans were originated in Madrid, the major area of business for the deal's originator. Exposure to real estate sector represents almost half of the pool. However, all the loans are secured.

Our assessment of the risk factors in the portfolio, and their mitigating elements, showed that the rating on the class BSA notes can be raised from its original level. Moreover, the class BCA notes are able to maintain a 'AA+' rating without further reliance on the guarantee granted from the Kingdom of Spain.

RELATED RESEARCH

-- Methodology And Assumptions: Update To The Criteria For Rating European SME Securitizations (published on Jan. 6, 2009)

Related articles are available on RatingsDirect. Criteria can also be found on Standard & Poor's Web site at [www.standardandpoors.com](http://www.standardandpoors.com). Alternatively, call one of the following Standard & Poor's numbers: Client Support Europe (44) 20-7176-7176; London Press Office (44) 20-7176-3605; Paris (33) 1-4420-6708; Frankfurt (49) 69-33-999-225; Stockholm (46) 8-440-5914; or Moscow (7) 495-783-4011.

RATINGS LIST

Cibeles III FTPYME, Fondo de Titulizacion de Activos  
€500 Million Floating-Rate Notes

Class	To	Rating	From
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Rating Raised

BSA	AA+		AA
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Ratings Affirmed

BCA	AA+		
C	BBB		

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