HECHO RELEVANTE –IM BANCO POPULAR FTPYME 1, FONDO DE TITULIZACIÓN DE ACTIVOS

En virtud de lo establecido en el apartado III.5 del Folleto de “IM BANCO POPULAR FTPYME 1, Fondo de Titulización de Activos” (el **“Fondo”**), se comunica el presente hecho relevante:

- Intermoney Titulización, S.G.F.T., S.A. ha tenido conocimiento de que Standard & Poor´s (la “**Agencia de Calificación**”) ha rebajado la calificación crediticia de los Bonos de la Serie B emitidos por el Fondo de “A (sf)” a “A- (sf)” y de los Bonos de la serie C de “B- (sf)” a “CCC (sf)”.

Se adjunta el documento publicado por la Agencia de Calificación relativo a lo comunicado en este hecho relevante.

Madrid, 12 de abril de 2013.

Various Rating Actions Taken On All Classes Of Notes In IM BANCO POPULAR FTPYME 1 Following Review

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OVERVIEW

- We have reviewed the performance of IM BANCO POPULAR FTPYME 1, using data from the February 2013 trustee report, and have performed our credit and cash flow analysis applying our updated European SME CLO criteria and our 2012 counterparty criteria.
- Today, we have affirmed our 'AA- (sf)' rating on the class A (G) notes.
- At the same time, we have lowered to 'A- (sf)' from 'A (sf)' our rating on the class B notes and to 'CCC (sf)' from 'B- (sf)' our rating on the class C notes.
- IM BANCO POPULAR FTPYME 1 is a cash flow CLO transaction that securitizes loans to SMEs. The collateral pool comprises both secured and unsecured loans. The transaction closed in December 2004.

LONDON (Standard & Poor's) April 12, 2013--Standard & Poor's Ratings Services today affirmed its 'AA- (sf)' credit rating on IM BANCO POPULAR FTPYME 1, Fondo de Titulizacion de Activos' class A (G) notes. At the same time, we have lowered to 'A- (sf)' from 'A (sf)' our rating on the class B notes and to 'CCC (sf)' from 'B- (sf)' our rating on the class C notes (see list below).

Today's rating actions follow the application of our updated criteria for European collateralized loan obligations (CLOs) backed by small and midsize enterprises (SMEs) and our 2012 counterparty criteria, as well as our assessment of the transaction's performance using the latest available trustee report (dated February 2013) and portfolio data (see " European SME CLO Methodology And Assumptions," published on Jan. 10, 2013, and " Counterparty Risk Framework Methodology And Assumptions," published on Nov. 29, 2012).

CREDIT ANALYSIS

Based on our review of the current pool and since our previous review in March 2011, the pool has experienced further defaults and the obligor concentration risk to the pool has further increased due to the further deleveraging of loans (see "Rating Lowered On Spanish SME CLO Transaction IM BANCO POPULAR FTPYME 1's Class C Notes," published on March 9, 2011).

The underlying pool is highly seasoned with a pool factor (the percentage of the pool's outstanding aggregate principal balance in comparison with the closing date) of approximately 8%.

We have applied our updated European SME CLO criteria to determine the scenario default rates (SDRs) for this transaction.

We categorize the originator as moderate (based on tables 1, 2, and 3 in our criteria), which factored in Spain's Banking Industry Country Risk Assessment (BICRA) score (as the country of origin for these SME loans is Spain). This resulted in a downward adjustment of one notch to the 'b+' archetypical European SME average credit quality assessment to determine loan-level rating inputs and applying the 'AAA' targeted corporate portfolio default rates. As a result, our average credit quality assessment of the current pool is 'b'.

We further applied a portfolio selection adjustment of minus one notch to the 'b' credit quality assessment, which we based on our review of the current pool characteristics, compared with the originator's other transactions. As a result, our average credit quality assessment of the pool to derive the 'AAA' SDR was 'b-'.

We have applied this approach as we were not provided with the internal credit scores upon request, therefore we assumed that each loan in the portfolio had a credit quality that is equal to our average credit quality assessment of the portfolio.

We have reviewed historical originator default data, and have assessed Spain's current market trends and developments, macroeconomic factors, and the way these factors are likely to affect the loan portfolio's creditworthiness.

As a result of this analysis, our 'B' SDR is 4.7%.

The SDRs for rating levels between 'B' and 'AAA' are interpolated in accordance with our European SME CLO criteria.

COUNTRY RISK

Given that our long-term rating on the Kingdom of Spain is 'BBB-', according to our nonsovereign ratings criteria, we have affirmed our 'AA- (sf)' rating on the class A (G) notes (see "Nonsovereign Ratings That Exceed EMU Sovereign Ratings: Methodology And Assumptions," published on June 14, 2011). Based on our cash flow analysis, the current available credit enhancement for this class of notes (the most senior in the capital structure) can support ratings higher than 'AA- (sf)'.

RECOVERY RATE ANALYSIS

At each liability rating level, we assumed a weighted-average recovery rate (WARR) by taking into consideration the asset type (secured/unsecured) and the country recovery grouping (see table 7 in " European SME CLO Methodology And Assumptions") and observed historical recoveries. We also factored in the actual recoveries from the historical defaulted assets to derive our recovery rate assumptions to be applied in our cash flow analysis.

As a result of this analysis, our WARR assumption in a 'AA' scenario was 22.59%. The recovery rates at more junior rating levels were higher (as outlined in our criteria).

CASH FLOW ANALYSIS

We subjected the capital structure to various cash flow scenarios, incorporating different default patterns, recovery timings, and interest rate curves to generate the minimum break-even default rate (BDR) for each rated tranche in the capital structure. The BDR is the maximum level of gross defaults that a tranche can withstand and still fully repay the noteholders, given the assets and structure's characteristics. We then compare these BDRs with the SDRs outlined above.

COUNTERPARTY RISK

The transaction features an interest rate swap where the issuer pays the swap counterparty the total interest accrued on the performing loans (loans up to 11 months in arrears) plus the interest accrued in the GIC (guaranteed investment contract) account. In return, the issuer receives from the swap counterparty an amount equivalent to the weighted-average coupon of the notes plus 40 basis points per year on the outstanding balance of the performing loans (up to three months in arrears) and the servicing fee amount if the servicer is replaced.

Banco Popular Espanol S.A. (BB/Negative/B) is the swap counterparty. We have reviewed the swap counterparty's downgrade provisions, and, in our opinion, they do not fully comply with our 2012 counterparty criteria. Therefore, we conducted our cash flow analysis without giving benefit to the swap above a 'BB+' rating level--our long-term issuer credit rating on the swap counterparty plus one notch.

The class A (G) notes benefit from a guarantee provided by the Kingdom of Spain. The guarantee from the Kingdom of Spain can be drawn either for interest or principal payments on the class A (G) notes under the priority of payments, when available funds are insufficient. Our rating on the class A (G) notes is on a standalone basis (i.e., we give no credit to this guarantee).

The credit enhancement available to the class B and C notes is commensurate with lower ratings than previously assigned. We have therefore lowered to 'A- (sf)' from 'A (sf)' our rating on the class B notes and to 'CCC (sf)' from 'B- (sf)' our rating on the class C notes.

IM BANCO POPULAR FTPYME 1 is a cash flow CLO transaction that securitizes loans to SMEs. The collateral pool comprises both secured and unsecured loans. The transaction closed in December 2004.

STANDARD & POOR'S 17G-7 DISCLOSURE REPORT

SEC Rule 17g-7 requires an NRSRO, for any report accompanying a credit rating relating to an asset-backed security as defined in the Rule, to include a description of the representations, warranties and enforcement mechanisms available to investors and a description of how they differ from the representations, warranties and enforcement mechanisms in issuances of similar securities. The Rule applies to in-scope securities initially rated (including preliminary ratings) on or after Sept. 26, 2011.

If applicable, the Standard & Poor's 17g-7 Disclosure Report included in this credit rating report is available at http://standardandpoorsdisclosure-17g7.com .

RELATED CRITERIA AND RESEARCH

Related Criteria

- European SME CLO Methodology And Assumptions, Jan. 10, 2013
- Counterparty Risk Framework Methodology And Assumptions, Nov. 29, 2012
- Nonsovereign Ratings That Exceed EMU Sovereign Ratings: Methodology And Assumptions, June 14, 2011
- Update To Global Methodologies And Assumptions For Corporate Cash Flow And Synthetic CDOs, Sept. 17, 2009

Related Research

- Europe 2013: Recession Strikes Again, Feb. 25, 2013
- European Structured Finance Scenario And Sensitivity Analysis: The Effects Of The Top Five Macroeconomic Factors, March 14, 2012
- Global Structured Finance Scenario And Sensitivity Analysis: The Effects Of The Top Five Macroeconomic Factors, Nov. 4, 2011
- Rating Lowered On Spanish SME CLO Transaction IM BANCO POPULAR FTPYME 1's Class C Notes, March 9, 2011

RATINGS LIST

Class	Rating	
	To	From

IM BANCO POPULAR FTPYME 1, Fondo de Titulizacion de Activos
€2 Billion Floating-Rate Notes

Ratings Lowered

B	A- (sf)	A (sf)
C	CCC (sf)	B- (sf)

Rating Affirmed

A (G)	AA- (sf)

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