Europea de Titulización
Sociedad Gestora de Fondos de Titulización

Hecho Relevante de BANKINTER 2 PYME FONDO DE TITULIZACIÓN DE ACTIVOS

En virtud de lo establecido en el Folleto Informativo de **BANKINTER 2 PYME FONDO DE TITULIZACION 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 Ratings Services** ("**S&P**"), con fecha 18 de diciembre de 2014, comunica que ha confirmado las calificaciones asignadas a las siguientes Series de Bonos emitidos por el Fondo:
  - **Serie A2**: **A+ (sf)**
  - **Serie B**: **A+ (sf)**
  - **Serie C**: **BBB (sf)**
  - **Serie E**: **D (sf)**

  Asimismo, S&P ha bajado la calificación asignada a la restante Serie de Bonos:
  - **Serie D**: **B- (sf)** (anterior **B (sf)**)

  Se adjunta la comunicación emitida por S&P.

Madrid, 22 de diciembre de 2014.

Mario Masiá Vicente
Director General

Various Rating Actions Taken In Spanish SME CLO Transaction Bankinter 2 PYME Following Criteria Update

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OVERVIEW

- We have reviewed Bankinter 2 PYME under our updated criteria for rating single-jurisdiction securitizations above the sovereign foreign currency rating.
- We have also applied our SME CLO and current counterparty criteria to perform our credit and cash flow analysis.
- Following our review, we have affirmed our ratings on the class A2, B, C, and E notes, and have lowered our rating on the class D notes.
- Bankinter 2 PYME is a single-jurisdiction cash flow CLO transaction backed by SME loans. It closed in June 2006 and is currently amortizing.

LONDON (Standard & Poor's) Dec. 18, 2014--Standard & Poor's Ratings Services today affirmed its credit ratings on Bankinter 2 PYME, Fondo de Titulizacion de Activos' class A2, B, C, and E notes. At the same time, we have lowered our rating on the class D notes (see list below).

Upon publishing our updated criteria for rating single-jurisdiction securitizations above the sovereign foreign currency rating (RAS criteria), we placed those ratings that could potentially be affected "under criteria observation" (UCO) (see "**EMEA Structured Finance, Covered Bond, And Multicedulas Ratings Placed Under Criteria Observation**" and "**Methodology And Assumptions For Ratings Above The Sovereign--Single-Jurisdiction Structured Finance**," published on Sept. 18, 2014 and Sept. 19, 2014, respectively).

Following our review of this transaction, our ratings that could potentially be affected by the criteria are no longer under criteria observation.

We have used data from the October 2014 investor report to perform our credit and cash flow analysis and have applied our European small and midsize enterprise (SME) collateralized loan obligation (CLO) criteria and our current counterparty criteria (see "**European SME CLO Methodology And Assumptions**," published on Jan. 10, 2013, and "**Counterparty Risk Framework Methodology And Assumptions**," published on June 25, 2013). For ratings in this transaction that are above our rating on the sovereign, we have also applied our RAS criteria.

CREDIT ANALYSIS

Bankinter 2 PYME is a single-jurisdiction cash flow CLO transaction securitizing a portfolio of SME loans that were originated by Bankinter S.A. in Spain. The transaction closed in June 2006.

We have applied our European SME CLO criteria to determine the scenario default rate (SDR)--the minimum level of portfolio defaults that we expect each tranche to be able to withstand at a specific rating level using CDO Evaluator.

To determine the SDR, we adjusted the archetypical European SME average 'b+' credit quality to reflect two factors (country and originator and portfolio selection adjustments).

We ranked the originator into the moderate category (see tables 1, 2, and 3 in our European SME CLO criteria). Taking into account Spain's Banking Industry Country Risk Assessment (BICRA) score of 6 and the originator's average annual observed default frequency, we have applied a downward adjustment of one notch to the 'b+' archetypical average credit quality (see "**Banking Industry Country Risk Assessment Update: December 2014**," published on Dec. 8, 2014). To address differences in the creditworthiness of the securitized portfolio compared with the originator's entire loan book, we further adjusted the average credit quality by one notch (see table 4 in our European SME CLO criteria).

As a result of these adjustments, our average credit quality assessment of the portfolio was 'b-', which we used to generate our 'AAA' SDR of 65.05%.

We have calculated the 'B' SDR, based primarily on our analysis of historical SME performance data and our projections of the transaction's future performance. We have reviewed the originator's historical default data, and assessed market developments, macroeconomic factors, changes in country risk, and the way these factors are likely to affect the loan portfolio's creditworthiness. As a result of this analysis, our 'B' SDR is 5.50%.

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

RECOVERY RATE ANALYSIS

We applied a weighted-average recovery rate (WARR) at each liability rating level by considering the asset type and its seniority, the country recovery grouping, and the observed historical recoveries in this transaction (see table 7 in our European SME CLO criteria).

COUNTRY RISK

Our long-term rating on the Kingdom of Spain is 'BBB'. Our RAS criteria require the tranche to have sufficient credit enhancement to pass a minimum of a "severe" stress to qualify to be rated above the sovereign (see "**Understanding Standard & Poor's Rating Definitions**," published on June 3, 2009 for our definitions of severe and extreme levels of economic stress).

CASH FLOW ANALYSIS

We used the reported portfolio balance that we considered to be performing, the principal cash balance, the current weighted-average spread, and the weighted-average recovery rates that we considered to be appropriate. We subjected the capital structure to various cash flow stress scenarios, incorporating different default patterns and timings and interest rate curves, to determine the rating level, based on the available credit enhancement for each class of notes under our European SME CLO criteria.

Under our RAS criteria, we can rate a securitization up to four notches above our foreign currency rating on the sovereign if the tranche can withstand "severe" stresses. However, if all six of the conditions in paragraph 48 of the RAS criteria are met (including credit enhancement being sufficient to pass an extreme stress), we can assign ratings in this transaction up to a maximum of six notches (two additional notches of uplift) above the sovereign rating. The available credit enhancement for the class A2 and B notes withstands "severe" stresses. We have therefore affirmed our 'A+ (sf)' ratings on these classes of notes.

The available credit enhancement for the class C notes cannot withstand "severe" stresses. We have therefore affirmed our 'BBB (sf)' rating on the class C notes.

Given that the rating levels for the class D and E notes are lower than the sovereign ratings, we have not applied our updated criteria for rating single-jurisdiction securitizations above the sovereign. Based on our credit and cash flow analysis and the application of our current counterparty criteria, we consider the available credit enhancement for the class D notes to be commensurate with a lower rating than that currently assigned. We have therefore lowered to 'B- (sf)' from 'B (sf)' our rating on the class D notes. We consider the available credit enhancement for the class E notes to be commensurate with the currently assigned rating. We have therefore affirmed our 'D (sf)' rating on this class of notes.

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

- **Methodology And Assumptions For Ratings Above The Sovereign--Single-Jurisdiction Structured Finance**, Sept. 19, 2014
- **Update To Global Methodologies And Assumptions For Corporate Cash Flow And Synthetic CDOs**, Aug. 1, 2014
- **Counterparty Risk Framework Methodology And Assumptions**, June 25, 2013
- **European SME CLO Methodology And Assumptions**, Jan. 10, 2013
- **Understanding Standard & Poor's Rating Definitions**, June 3, 2009

Related Research

- **Banking Industry Country Risk Assessment Update: December 2014**, Dec. 8, 2014
- **Standard & Poor's Ratings Definitions**, Nov. 20, 2014
- **EMEA Structured Finance, Covered Bond, And Multicedulas Ratings Placed Under Criteria Observation**, Sept. 18, 2014
- **European Structured Finance Scenario And Sensitivity Analysis 2014: The Effects Of The Top Five Macroeconomic Factors**, July 8, 2014
- **Global Structured Finance Scenario And Sensitivity Analysis: Understanding The Effects Of Macroeconomic Factors On Credit Quality**, July 2, 2014
- **Ratings Lowered On Bankinter 2 PYME's Class A2 And B Notes Following European SME CLO Criteria Update**, April 3, 2013
- **European SME Mapping Model**, Jan. 25, 2013
- **S&P Announcement: CDO Evaluator Version 6.0.1 Released**, Aug. 7, 2012

RATINGS LIST

Class	Rating	
	To	From

Bankinter 2 PYME, Fondo de Titulizacion de Activos
€800 Million Asset-Backed Floating-Rate Notes

Ratings Affirmed

A2	A+ (sf)	
B	A+ (sf)	
C	BBB (sf)	
E	D (sf)	

Rating Lowered

D	B- (sf)	B (sf)

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