

**Hecho Relevante de**

**BBVA-4 PYME Fondo de Titulización de Activos**

En virtud de lo establecido en el apartado 4.1.4 del Módulo Adicional a la Nota de Valores del Folleto Informativo de **BBVA-4 PYME Fondo de Titulización 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 10 de noviembre de 2010, comunica que ha confirmado la calificación asignada a la siguiente Serie de Bonos emitidos por **BBVA-4 PYME Fondo de Titulización de Activos**:
  - **Serie A2: AAA (sf)**

Así mismo, S&P comunica que ha bajado las calificaciones asignadas a las restantes Series de Bonos:

- **Serie B: A+ (sf)** (anterior **AA- (sf)**)
- **Serie C: BB- (sf)** (anterior **BBB (sf)**, observación negativa)

Se adjunta la nota de prensa emitida por S&P.

Madrid, 10 de noviembre de 2010.

Mario Masiá Vicente  
Director General

## Various Rating Actions Taken In Six Of BBVA's Spanish SME ABS Securitizations

**Surveillance Credit Analyst:**

Virginie Couchet, Madrid (34) 91-389-6959; virginie\_couchet@standardandpoors.com

**OVERVIEW**

- We have reviewed six BBVA-originated Spanish ABS SME transactions.
- We have lowered our ratings on 18 tranches and affirmed our ratings on seven tranches.
- Loans that BBVA granted to Spanish SMEs comprise the pools that back each transaction.

LONDON (Standard & Poor's) Nov. 10, 2010--Standard & Poor's Ratings Services today took various rating actions on all classes of notes in six Banco Bilbao Vizcaya Argentaria, S.A. (BBVA) transactions. The six transactions are securitizations of loans granted to Spanish small and midsize enterprises (SMEs).

Specifically, we have:

- Lowered our ratings on BBVA-4 PYME Fondo de Titulizacion de Activos' (BBVA 4) class B notes and BBVA-5 FTPYME Fondo de Titulizacion de Activos' (BBVA 5) class A1, A2, and A3(G) notes;
- Lowered and removed from CreditWatch negative our ratings from BBVA 4's class C notes, BBVA 5's class B notes, BBVA-6 FTPYME Fondo de Titulizacion de Activos' (BBVA 6) class A1, A2(G), B, and C notes, BBVA-7 FTGENCAT Fondo de Titulizacion de Activos' (BBVA 7) class A1, A2(G), B, and C notes, BBVA Empresas 1, Fondo de Titulizacion de Activos' class B and C notes, and BBVA-8 FTPYME Fondo de Titulizacion de Activos' (BBVA 8) class B and C notes; and
- Affirmed our ratings on BBVA Empresas 1's class A1, A2, and A3 notes, BBVA 4's class A2 notes, BBVA 5's class C notes, and BBVA 8's class A1 and A2(G) notes (see list below).

*Various Rating Actions Taken In Six Of BBVA's Spanish SME ABS Securitizations*

Today's rating actions are based on our review of each transaction, including a credit and cash flow analysis. We assessed the risk related to a variety of critical features embedded in the current backing pools, i.e., industry concentration, top borrowers' weight over the pool totals, bullet loans, and loans granted to developers. The results of our cash flow projections and concentration tests led us to lower our ratings on some classes of notes.

The following table reports the summary information for each transaction as per the last investor reports available.

	Pool factor	90 to 360 days(1)	Cumulative default (2)	Credit support (3)	Top 10 borrowers (4)
BBVA 1	35.37	0.85	1.47	4.28	23.34
BBVA 4	12.17	3.57	1.09	5.01	15.71
BBVA 5	23.76	1.70	2.75	(1.10)	7.38
BBVA 6	32.60	2.78	3.80	(4.38)	6.26
BBVA 7	39.30	1.39	4.23	(0.64)	19.57
BBVA 8	51.90	1.71	2.83	4.32	8.83

(1) Delinquent loans between 90 and 360 days as a percentage of the current pool balance.

(2) Cumulative defaults as a percentage of the original pool balance.

(3) Cash reserve or principal deficiency as a percentage of the outstanding note balance.

(4) Top ten borrowers as a percentage of the current pool balance.

BBVA 4 shows a very low pool factor and a significant concentration of the pool in few large borrowers. Consequently, the junior tranches are exposed to the risk of defaults in these few large positions in conjunction with the cash reserve providing less support. Therefore, we lowered our ratings on the junior notes in BBVA 4.

Of the Spanish asset-backed securities (ABS) SME deals that we rate, BBVA 5, BBVA 6, and BBVA 7 are the first ones to accumulate principal deficiency. In our view, these deals face the risk that the junior tranches could default due to the partial amortization of the note balance at maturity. At the same time, higher levels of cumulative defaults and a trend of increasing amounts of defaulted assets are, in our opinion, increasing the probability of a breach in the interest-deferral triggers for the junior classes. Our overall credit assessments show that credit support for the senior classes is no longer commensurate with a 'AAA (sf)' rating. For these reasons, we have lowered our ratings on these transactions.

BBVA Empresas 1 and BBVA 8 report slightly better performance and higher levels of credit support provided by the cash reserve. Those elements led us to affirm our ratings on the senior classes. At the same time, there are other concerning factors (i.e., concentration risk), which led us to lower our ratings on the junior tranches.



## Various Rating Actions Taken In Six Of BBVA's Spanish SME ABS Securitizations

A portfolio of loans BBVA has granted to SMEs across Spain back the notes in these six transactions (as an exception, BBVA-7's pool is fully concentrated in Catalunya).

### RELATED CRITERIA AND RESEARCH

- Methodology And Assumptions: Update To The Criteria For Rating European SME Securitizations, Jan. 6, 2009
- Principles-Based Rating Methodology For Global Structured Finance Securities, May 29, 2007

Related articles are available on RatingsDirect. Criteria, presales, servicer evaluations, and ratings information 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

Class	Rating
To	From

#### RATINGS LOWERED

BBVA-4 PYME Fondo de Titulizacion de Activos  
€1.25 Billion Mortgage-Backed Floating-Rate Notes

B	A+ (sf)	AA- (sf)
---	---------	----------

BBVA-5 FTPYME Fondo de Titulizacion de Activos  
€1.9 Billion Floating-Rate Notes

A1	AA+ (sf)	AAA (sf)
A2	AA+ (sf)	AAA (sf)
A3(G)	AA+ (sf)	AAA (sf)

#### RATINGS LOWERED AND REMOVED FROM CREDITWATCH NEGATIVE

BBVA Empresas 1, Fondo de Titulizacion de Activos  
€1.45 Billion Floating-Rate Notes

B	BBB+ (sf)	A- (sf)/Watch Neg
C	B+ (sf)	BBB (sf)/Watch Neg

BBVA-4 PYME Fondo de Titulizacion de Activos  
€1.25 Billion Mortgage-Backed Floating-Rate Notes

C	BB- (sf)	BBB (sf)/Watch Neg
---	----------	--------------------

*Various Rating Actions Taken In Six Of BBVA's Spanish SME ABS Securitizations*

BBVA-5 FTPYME Fondo de Titulizacion de Activos  
€1.9 Billion Floating-Rate Notes

B            BBB+ (sf)            A- (sf)/Watch Neg

BBVA-6 FTPYME Fondo de Titulizacion de Activos  
€1.5 Billion Floating-Rate Notes

A1            AA- (sf)            AAA (sf)/Watch Neg

A2(G)        AA- (sf)            AAA (sf)/Watch Neg

B            B+ (sf)            BBB (sf)/Watch Neg

C            CCC (sf)            B- (sf)/Watch Neg

BBVA-7 FTGENCAT Fondo de Titulizacion de Activos  
€250 Million Floating-Rate Notes

A            AA+ (sf)            AAA (sf)/Watch Neg

A2(G)        AA+ (sf)            AAA (sf)/Watch Neg

B            BB+ (sf)            A (sf)/Watch Neg

C            B- (sf)            BB (sf)/Watch Neg

BBVA-8 FTPYME Fondo de Titulizacion de Activos  
€1.1 Billion Floating-Rate Notes

B            BBB (sf)            A (sf)/Watch Neg

C            BB- (sf)            BBB (sf)/Watch Neg

RATINGS AFFIRMED

BBVA Empresas 1, Fondo de Titulizacion de Activos  
€1.45 Billion Floating-Rate Notes

A1            AAA (sf)

A2            AAA (sf)

A3            AAA (sf)

BBVA-4 PYME Fondo de Titulizacion de Activos  
€1.25 Billion Mortgage-Backed Floating-Rate Notes

A2            AAA (sf)

BBVA-5 FTPYME Fondo de Titulizacion de Activos  
€1.9 Billion Floating-Rate Notes

C            AAA (sf)

BBVA-8 FTPYME Fondo de Titulizacion de Activos  
€1.1 Billion Floating-Rate Notes

A1            AAA (sf)

*Various Rating Actions Taken In Six Of BBVA's Spanish SME ABS Securitizations*

A2 (G)      AAA (sf)

**Additional Contact:**

Structured Finance Europe; StructuredFinanceEurope@standardandpoors.com

Copyright © 2010 by Standard & Poor's Financial Services LLC (S&P), a subsidiary of The McGraw-Hill Companies.

No content (including ratings, credit-related analyses and data, model, software or other application or output therefrom) or any part thereof (Content) may be modified, reverse engineered, reproduced or distributed in any form by any means, or stored in a database or retrieval system, without the prior written permission of S&P. The Content shall not be used for any unlawful or unauthorized purposes. S&P, its affiliates, and any third-party providers, as well as their directors, officers, shareholders, employees or agents (collectively S&P Parties) do not guarantee the accuracy, completeness, timeliness or availability of the Content. S&P Parties are not responsible for any errors or omissions, regardless of the cause, for the results obtained from the use of the Content, or for the security or maintenance of any data input by the user. The Content is provided on an "as is" basis. S&P PARTIES DISCLAIM ANY AND ALL EXPRESS OR IMPLIED WARRANTIES, INCLUDING, BUT NOT LIMITED TO, ANY WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE, FREEDOM FROM BUGS, SOFTWARE ERRORS OR DEFECTS, THAT THE CONTENT'S FUNCTIONING WILL BE UNINTERRUPTED OR THAT THE CONTENT WILL OPERATE WITH ANY SOFTWARE OR HARDWARE CONFIGURATION. In no event shall S&P Parties be liable to any party for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees, or losses (including, without limitation, lost income or lost profits and opportunity costs) in connection with any use of the Content even if advised of the possibility of such damages.

Credit-related analyses, including ratings, and statements in the Content are statements of opinion as of the date they are expressed and not statements of fact or recommendations to purchase, hold, or sell any securities or to make any investment decisions. S&P assumes no obligation to update the Content following publication in any form or format. The Content should not be relied on and is not a substitute for the skill, judgment and experience of the user, its management, employees, advisors and/or clients when making investment and other business decisions. S&P's opinions and analyses do not address the suitability of any security. S&P does not act as a fiduciary or an investment advisor. While S&P has obtained information from sources it believes to be reliable, S&P does not perform an audit and undertakes no duty of due diligence or independent verification of any information it receives.

S&P keeps certain activities of its business units separate from each other in order to preserve the independence and objectivity of their respective activities. As a result, certain business units of S&P may have information that is not available to other S&P business units. S&P has established policies and procedures to maintain the confidentiality of certain non-public information received in connection with each analytical process.

S&P may receive compensation for its ratings and certain credit-related analyses, normally from issuers or underwriters of securities or from obligors. S&P reserves the right to disseminate its opinions and analyses. S&P's public ratings and analyses are made available on its Web sites, [www.standardandpoors.com](http://www.standardandpoors.com) (free of charge), and [www.ratingsdirect.com](http://www.ratingsdirect.com) and [www.globalcreditportal.com](http://www.globalcreditportal.com) (subscription), and may be distributed through other means, including via S&P publications and third-party redistributors. Additional information about our ratings fees is available at [www.standardandpoors.com/usratingsfees](http://www.standardandpoors.com/usratingsfees).

The McGraw-Hill Companies