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Fitch Affirms Spanish CAP-TDA 1 at 'AAA'; Outlook Stable

Ratings

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Fitch Ratings-London-30 October 2008: Fitch Ratings has today affirmed the rating of Spanish CAP-TDA 1 Fondo de Titulizacion de Activos's (CAP-TDA 1) EUR300m trade receivable-backed notes (ISIN ES0315911000) at 'AAA' with a Stable Outlook following a satisfactory performance review.

The affirmation reflects the stable performance of the underlying asset pool, and the fact that there has been no significant change to the pool composition and type of obligors since the close. The rating action also reflects the continued ability of the originator, Grupo Actividades de Construccion y Servicos S.A., to generate sufficient eligible receivables to support the notes and the dynamic credit enhancement inherent in the transaction.

The transaction is still revolving and purchase of new receivables occurs on a monthly basis. So far there has been no early amortisation triggered on this deal. As of September 2008, the public obligors remained the largest debtors in the pool, accounting for 71% of the total pool of receivables. Among the top ten obligors, only one private obligor represented approximately 3% of the pool size, well below its 10% concentration limit.

The transaction benefits from a dynamic credit enhancement that is sized to cover the carrying costs, default and dilution risk of the obligors, commingling and insolvency risk of the originators. As of September 2008, the credit enhancement was sized at 27.9% of the pool balance (EUR418.2m).

The average collection period of the receivables for the public obligors and private obligors was 109.9 days and 98.8 days respectively compared to the early amortisation triggers of 165 days (public) and 175 days (private).

The three month delinquency ratios for both public and private obligors have fluctuated since close due to the revolving nature of the pool. The ratios, 4.3% for private debtors and 12.3% for public debtors, were below the respective amortisation trigger of 6.5% for private obligors and 14% for public obligors. The default rate calculated as a three month average remained negligible, and well below the 2.75% and 3.25% triggers for public and private obligors respectively.

No dilutions have been reported in the deal since its close. An initial reserve of 1% was sized for the first three months after the close of the deal and since then has been calculated as a dynamic amount.

Fitch will continue to monitor the transaction and provide updates as necessary. For topical commentary on the European structured finance market, along with global capital markets coverage, please see www.fitchratings.com/capitalmarkets.

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