

**Material Event
concerning**

**VAL BANCAJA 1 Fondo de Titulización de Activos
(formerly FTGENVAL BANCAJA 1 FTA)**

Pursuant to section 4.1.4 of the Securities Note Building Block of the Prospectus for **FTGENVAL BANCAJA 1 Fondo de Titulización de Activos**, now **VAL BANCAJA 1 Fondo de Titulización de Activos** (the “Fund”) notice is given to the COMISIÓN NACIONAL DEL MERCADO DE VALORES of the following material event:

- The Rating Agency **Fitch Ratings (“Fitch”)** advised on August 11, 2010 that has confirmed the ratings assigned to the Bond Series issued by **VAL BANCAJA 1 Fondo de Titulización de Activos**:
 - **Series A1: AAA**, outlook stable
 - **Series A2: AAA**, outlook stable
 - **Series B: A**, outlook stable
 - **Series C: BBB**, outlook stable

Enclosed herewith is the press release issued by Fitch Ratings.

Madrid, August 11, 2010.

Mario Masiá Vicente
General Manager

FITCH AFFIRMS VAL BANCAJA 1 FTA; OUTLOOK STABLE

Fitch Ratings-London/Madrid-11 August 2010: Fitch Ratings has today affirmed VAL BANCAJA 1 Fondo de Titulizacion De Activos, a Spanish RMBS transaction previously known as FTGENVAL BANCAJA 1 Fondo de Titulizacion De Activos. The deal was originated by Caja de Ahorros de Valencia, Castellon y Alicante (Bancaja). The rating affirmation follows the steady performance of the underlying portfolio since closing. A full rating breakdown is provided at the end of this comment.

The overall performance of the transaction to date has been strong. Current reported three months plus arrears levels stand at 0.65% and no defaults have been realised to date. However, Fitch remains concerned about the basis and interest rate risk that has not been hedged. The agency notes that while the notes are linked to 3M EURIBOR and reset every quarter, the majority of the loans carry variable rates (12M EURIBOR) and reset annually.

On 2 August 2010, Europea de Titulizacion (EDT), the Trustee, announced that the guarantee that was provided by the Valencian Government has been discontinued. The guarantee was originally put in place to cover the series A2(G) - now the A2 note - interest and principal. In Fitch's opinion, the removal of the guarantee will not have an impact on the transaction's current ratings, as the agency did not consider the guarantee in assigning initial ratings to this tranche in its original analysis.

The rating actions are as follows:

Class A1 (ISIN ES0339721005): affirmed at 'AAA'; Outlook Stable; assigned a Loss Severity rating of 'LS-1'

Class A2 (ISIN ES0339721013): affirmed at 'AAA'; Outlook Stable; assigned a Loss Severity rating of 'LS-1'

Class B (ISIN ES0339721021): affirmed at 'A'; Outlook Stable; assigned a Loss Severity rating of 'LS-3'

Class C (ISIN ES0339721039): affirmed at 'BBB'; Outlook Stable; assigned a Loss Severity rating of 'LS-3'

Applicable criteria available at www.fitchratings.com: 'EMEA Residential Mortgage Loss Criteria Addendum - Spain,' dated 23 February 2010.

Further commentary and performance data on the transaction are also available at www.fitchratings.com.

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Additional information is available at www.fitchratings.com.

Related Research:

EMEA Residential Mortgage Loss Criteria Addendum - Spain

http://www.fitchratings.com/creditdesk/reports/report_frame.cfm?rpt_id=500764

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