

FitchRatings

Fitch Affirms AyT Unicaja Financiacion I, FTA
26 Mar 2010 6:29 AM (EDT)

Fitch Ratings-London/Madrid-26 March 2010: Fitch Ratings has today affirmed AyT Unicaja Financiacion I, FTA's floating-rate notes following its recent review of the transaction's performance. The transaction was originated by Montes de Piedad y Caja de Ahorros de Ronda, Cadiz, Almeria, Malaga y Antequera (Unicaja, rated 'A+/'Stable/'F1') in October 2008 involving a collateral pool of mixed auto and consumer loans.

The rating actions are as follows:

EUR452.8m class A: affirmed at 'AAA'; Outlook Stable; assigned Loss Severity (LS) rating 'LS-1'

EUR63.7m class B: affirmed at 'A'; Outlook Stable; assigned 'LS-3'

EUR40.9m class C: affirmed at 'BBB-'; Outlook Stable; assigned 'LS-3'

EUR20.1m class D: affirmed at 'BB-'; Outlook revised to Negative from Stable; assigned 'LS-4'

The transaction switched into amortisation after the 90+ day delinquency rate breached the 0.31% trigger on the first payment date in April 2009. Fitch considers the breaching of the tight performance trigger as positive in that it allows the structure to build up its credit enhancement level to withstand future losses through de-leveraging. As of end-January 2010, the transaction has amortised by approximately 37% of its initial size.

Fitch noticed that during the last quarter ended in January 2010 the amount of defaulted loans, defined as being delinquent for more than 12 months, has significantly increased. Fitch net default rate (calculated as an annualised percentage of the current period defaults divided by the outstanding pool) reached 2.5% in January 2010, up from 0.6% in October 2009. As a result Fitch excess spread (after deduction of the defaults) dropped sharply to 0.3% from the 1.4% level in October 2009. Fitch expects the current default trend will likely continue in the coming quarters, which will result in the drawdown of the transaction's reserve (EUR45.5m as of January 2010) to absorb losses not covered by the available excess spread. The revision of the Outlook on the class D reflects Fitch's concern over the potential weakening in the credit protection received by the junior tranche as a result of the reserve draw.

Applicable criteria, 'EMEA Consumer ABS Rating Criteria', dated 1 September 2009, and 'Global Structured Finance Rating Criteria', dated 30 September 2009, are available on www.fitchratings.com.

Further information on Fitch's EMEA structured finance offering can be found in "EMEA Structured Finance Snapshot", which is available at www.fitchratings.com. The Snapshot consolidates and highlights the key research and commentary produced by the agency's EMEA structured finance group and includes previously unpublished Fitch data and multimedia content that will be updated each quarter.

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Additional information is available at www.fitchratings.com.

Related Research:

EMEA Consumer ABS Rating Criteria

Global Structured Finance Rating Criteria

EMEA Structured Finance Snapshot - February 2010 (Multimedia) - Amended

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