**<u>Otra Información Relevante de</u>** **<u>BBVA CONSUMER AUTO 2018-1 FONDO DE TITULIZACIÓN</u>**

En virtud de lo establecido en el Folleto Informativo de **BBVA CONSUMER AUTO 2018-1 FONDO DE TITULIZACIÓN** (el "**Fondo**") se comunica a la COMISIÓN NACIONAL DEL MERCADO DE VALORES la presente información relevante:

La Agencia de Calificación **Moody´s Investors Service** ("**Moody´s**") con fecha 15 de julio de 2021, comunica que ha elevado la calificación asignada a las siguientes Series de Bonos emitidos por el Fondo:

- **Serie B**: **Aa3 (sf)** (anterior **A1 (sf)**)

Asimismo, Moody´s ha confirmado las calificaciones asignadas a las restantes Series de Bonos:

- **Serie A**: **Aa1 (sf)**
- **Serie C:** **Baa1 (sf)**
- **Serie D:** **Ba2 (sf)**
- **Serie E:** **B3 (sf)**

Se adjunta la comunicación emitida por Moody´s.

Madrid, 6 de septiembre de 2021.

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MOODY'S
INVESTORS SERVICE

# Rating Action: Moody's upgrades ratings in two Auto ABS in Spain and Portugal

**15 Jul 2021**

Frankfurt am Main, July 15, 2021 -- Moody's Investors Service ("Moody's") has today upgraded the ratings of certain notes in Aqua Finance No. 4 and BBVA CONSUMER AUTO 2018-1 FONDO DE TITULIZACION. The rating action reflects increased levels of credit enhancement for the affected notes and better than expected performance for Aqua Finance No.4.

Moody's affirmed the ratings of the notes that had sufficient credit enhancement to maintain the current rating on the affected notes.

Maximum achievable rating is Aa3 (sf) and Aa1 (sf) for structured finance transactions in Portugal and Spain respectively, driven by the corresponding local currency country ceiling of the country.

Issuer: Aqua Finance No. 4

....EUR 140M Class A Notes, Affirmed Aa3 (sf); previously on Feb 5, 2020 Upgraded to Aa3 (sf)

....EUR 15M Class B Notes, Upgraded to A1 (sf); previously on Feb 5, 2020 Upgraded to Baa1 (sf)

Issuer: BBVA CONSUMER AUTO 2018-1 FONDO DE TITULIZACION

....EUR 728M Class A Notes, Affirmed Aa1 (sf); previously on Jun 20, 2018 Definitive Rating Assigned Aa1 (sf)

....EUR 23.2M Class B Notes, Upgraded to Aa3 (sf); previously on Jun 20, 2018 Definitive Rating Assigned A1 (sf)

....EUR 32.8M Class C Notes, Affirmed Baa1 (sf); previously on Aug 31, 2020 Confirmed at Baa1 (sf)

....EUR 10M Class D Notes, Affirmed Ba2 (sf); previously on Aug 31, 2020 Confirmed at Ba2 (sf)

....EUR 6M Class E Notes, Affirmed B3 (sf); previously on Aug 31, 2020 Confirmed at B3 (sf)

RATINGS RATIONALE

The rating action is prompted by

- an increase in credit enhancement for the affected tranches as well as better than expected performance for Aqua Finance No. 4.

Revision of Key Collateral Assumptions

As part of the rating action, Moody's reassessed its default probability and recovery rate assumptions for the portfolio reflecting the collateral performance to date.

Aqua Finance No. 4:

The performance of the transactions has continued to be stable since closing.

Late stage arrears have remained stable in the past year, with 90 days plus arrears currently standing at 0.62% of current pool balance. Cumulative defaults currently stand at 0.89% of original pool balance.

For Aqua Finance No. 4, the current default probability is maintained at 7.2% of the current portfolio balance, which corresponds to a revised default probability of 2.8% of the original portfolio balance, down from 7.2% at closing. The assumption for the fixed recovery rate is unchanged at 26.0%. Portfolio credit enhancement remains unchanged at 22.4%.

BBVA CONSUMER AUTO 2018-1 FONDO DE TITULIZACION:

The performance of the transactions has continued to be stable since closing.

Total delinquencies of 3.77% have modestly decreased in the past year, with 90 days plus arrears currently standing at 0.5% of current pool balance. Cumulative defaults currently stand at 2.04% of original pool balance, an increase from 1.07% a year earlier.

For BBVA CONSUMER AUTO 2018-1 FONDO DE TITULIZACION the current default probability is 5.26% of the current portfolio balance, which corresponds to a default probability of 4.27% of the original portfolio balance unchanged from the last rating action in August 2020. The assumption for the fixed recovery rate is unchanged at 35.0%. Portfolio credit enhancement remains unchanged at 15.0%.

Increase in Available Credit Enhancement

Sequential amortization led to the increase in the credit enhancement available in this transaction. Additionally for Aqua Finance No. 4, a non-amortizing reserve fund further contributed to build up of credit enhancement.

The credit enhancement for the Class B in Aqua Finance No. 4, for example, increased to 60.80% from 33.3% since the last rating action in February 2020. Similarly, for BBVA CONSUMER AUTO 2018-1 FONDO DE TITULIZACION, the credit enhancement of Class B increased to 10.64% from 7.87% since the last rating action in August 2020.

For Aqua Finance No. 4, liquidity for Class A is available in form of a non-amortizing reserve fund and principal to pay interest mechanism. However, for Class B, liquidity support is only on available in the form of the reserve fund once Class A Notes have been fully redeemed. This has limited today's upgrade of Class B to A1 (sf).

The principal methodology used in these ratings was "Moody's Global Approach to Rating Auto Loan- and Lease-Backed ABS" published in December 2020 and available at https://www.moodys.com/researchdocumentcontentpage.aspx?docid=PBS_1202515 . Alternatively, please see the Rating Methodologies page on www.moodys.com for a copy of this methodology.

Factors that would lead to an upgrade or downgrade of the ratings:

Factors or circumstances that could lead to an upgrade of the ratings include (1) performance of the underlying collateral that is better than Moody's expected, (2) an increase in available credit enhancement, (3) improvements in the credit quality of the transaction counterparties and (4) a decrease in sovereign risk.

Factors or circumstances that could lead to a downgrade of the ratings include (1) an increase in sovereign risk, (2) performance of the underlying collateral that is worse than Moody's expected, (3) deterioration in the notes' available credit enhancement and (4) deterioration in the credit quality of the transaction counterparties.

REGULATORY DISCLOSURES

For further specification of Moody's key rating assumptions and sensitivity analysis, see the sections Methodology Assumptions and Sensitivity to Assumptions in the disclosure form. Moody's Rating Symbols and Definitions can be found at: https://www.moodys.com/researchdocumentcontentpage.aspx?docid=PBC_79004.

The analysis relies on an assessment of collateral characteristics to determine the collateral loss distribution, that is, the function that correlates to an assumption about the likelihood of occurrence to each level of possible losses in the collateral. As a second step, Moody's evaluates each possible collateral loss scenario using a model that replicates the relevant structural features to derive payments and therefore the ultimate potential losses for each rated instrument. The loss a rated instrument incurs in each collateral loss scenario, weighted by assumptions about the likelihood of events in that scenario occurring, results in the expected loss of the rated instrument.

Moody's quantitative analysis entails an evaluation of scenarios that stress factors contributing to sensitivity of ratings and take into account the likelihood of severe collateral losses or impaired cash flows. Moody's weights the impact on the rated instruments based on its assumptions of the likelihood of the events in such scenarios occurring.

For ratings issued on a program, series, category/class of debt or security this announcement provides certain regulatory disclosures in relation to each rating of a subsequently issued bond or note of the same series, category/class of debt, security or pursuant to a program for which the ratings are derived exclusively from existing ratings in accordance with Moody's rating practices. For ratings issued on a support provider, this announcement provides certain regulatory disclosures in relation to the credit rating action on the support provider and in relation to each particular credit rating action for securities that derive their credit ratings from the support provider's credit rating. For provisional ratings, this announcement provides certain regulatory disclosures in relation to the provisional rating assigned, and in relation to a definitive rating that may be assigned subsequent to the final issuance of the debt, in each case where the transaction structure and terms have not changed prior to the assignment of the definitive rating in a manner that would have affected the rating. For further information please see the ratings tab on the issuer/entity page for the respective issuer on www.moodys.com.

For any affected securities or rated entities receiving direct credit support from the primary entity(ies) of this credit rating action, and whose ratings may change as a result of this credit rating action, the associated regulatory disclosures will be those of the guarantor entity. Exceptions to this approach exist for the following disclosures, if applicable to jurisdiction: Ancillary Services, Disclosure to rated entity, Disclosure from rated entity.

The ratings have been disclosed to the rated entity or its designated agent(s) and issued with no amendment resulting from that disclosure.

These ratings are solicited. Please refer to Moody's Policy for Designating and Assigning Unsolicited Credit Ratings available on its website www.moodys.com.

Regulatory disclosures contained in this press release apply to the credit rating and, if applicable, the related rating outlook or rating review.

Moody's general principles for assessing environmental, social and governance (ESG) risks in our credit analysis can be found at http://www.moodys.com/researchdocumentcontentpage.aspx?docid=PBC_1288435 .

The Global Scale Credit Rating on this Credit Rating Announcement was issued by one of Moody's affiliates outside the UK and is endorsed by Moody's Investors Service Limited, One Canada Square, Canary Wharf, London E14 5FA under the law applicable to credit rating agencies in the UK. Further information on the UK endorsement status and on the Moody's office that issued the credit rating is available on www.moodys.com.

Please see www.moodys.com for any updates on changes to the lead rating analyst and to the Moody's legal entity that has issued the rating.

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MJKK and MSFJ also maintain policies and procedures to address Japanese regulatory requirements.