

**Rated entity:**

Mezzanine Obligations raised by TRFI Funding B.V.

**Rating:**

B<sub>Sf</sub>

**Rating outlook / watch:**

watch negative

**Rating summary:**

The portfolio financed by rated mezzanine obligations suffered from a default of a seller NoCo2. This resulted in the decrease of the minimum reserve amount and increase in share of disputed receivables. Currently, we are estimating the impact of this change on the rating result. Based on this, CRA replaces an outlook negative with a watch negative for this rating.

**Primary key rating driver:**

- Default of a seller with a higher concentration
- Reserve amount is below the minimum amount

**Rating sensitivities:**

Best-case scenario: In this scenario, we set the rating base case assumptions unchanged, resulting in a rating of B.

Worst-case scenario: In this scenario, we stressed (ceteris paribus) the seller default ratio increasing from 3.9% to 8.9%, resulting in a rating of C.

**ESG-criteria:**

CRA generally considers ESG factors (environment, social and governance) within its rating decisions. In the present case, ESG criteria had no comprehensive impact to the rating.

ESG factors with material impact were not identified.

On the subject of ESG (environment, social and governance), Creditreform Rating AG has published the basic document ("The Impact of ESG Factors on Credit Ratings"), which is available on the homepage under the following link:

<https://creditreform-rating.de/en/about-us/regulatory-requirements.html>

**Rating Date / disclosure to rated entity / maximum validity:**

July 13, 2020 / July 13, 2020 / December 16, 2020

Between the disclosure of the credit rating to the rated entity and the public disclosure, no amendments were made to the credit rating.

**Initial rating date:**

November 3, 2014

**Lead-analyst – position / Person approving (PAC):**

Sardor Abdullaev (Lead) – Analyst

Philip Michaelis (PAC) – Senior Analyst

**Name & address of legal entity:**

Creditreform Rating AG, Hellersbergstraße 11, 41460 Neuss, Germany

**Status of solicitation:**

The rating is a solicited rating. The degree of participation was as follows:

With Rated Entity or Related Third Party Participation: Yes

With Access to Internal Documents: Yes

With Access to Management: Yes

**Rating methodology / Version / Date of application / Link:**

[Technical Documentation Portfolio Loss Distributions, Version 1.4, July 2018](#)

[Rating Methodology Trade Receivables Securitizations, Version 1.5, July 2016](#)

[Rating Methodology Structured Finance, Version 2.2, July 2016](#)

Information on the meaning of a rating category, definition of default and sensitivity analysis of relevant key rating assumptions can be found at "Creditreform Rating AG, Rating Criteria and Definitions".

<https://creditreform-rating.de/en/about-us/regulatory-requirements.html>

**Regulatory requirements:**

In 2011 Creditreform Rating AG was registered within the European Union according to EU Regulation 1060/2009 (CRA-Regulation). Based on the registration Creditreform Rating AG (CRA) is allowed to issue credit ratings within the EU and is bound to comply with the provisions of the CRA-Regulation.

**Conflict of Interests**

No conflicts of interest were identified during the rating process that might influence the analyses and judgements of the rating analysts involved or any other natural person whose services are placed at the disposal or under the control of Creditreform Rating AG and who are directly involved in credit rating activities or approving credit ratings and rating outlooks. In case of providing ancillary services to the rated entity, CRA will disclose all ancillary services in the credit rating report.

**Rules on the Presentation of Credit Ratings and Rating Outlooks**

The approval of credit ratings and rating outlooks follows our internal policies and procedures. In line with our policy "Rating Committee," all credit ratings and rating outlooks are approved by a rating committee based on the principle of unanimity. To prepare this credit rating, CRA has used following substantially material sources:

1. Transaction structure and participants
2. Transaction documents
3. Issuing documents
4. Other rating relevant documentation

There are no other attributes and limitations of the credit rating or rating outlook other than displayed on the CRA website. Furthermore CRA considers satisfactory the quality and extent of information available on the rated entity. In regard to the rated entity Creditreform Rating AG regarded available historical data as sufficient.