

Anne Blümel
Public Relations

Hellersbergstraße 11, 41460 Neuss
Phone 0 21 31 / 1 09 - 3523
Telefax 0 21 31 / 1 09 – 83523
Mobile: 0162 / 2722929
E-Mail a.bluemel@creditreform-rating.de
Internet www.creditreform-rating.de

Press Release

Creditreform Rating confirms ratings of auto financing contracts securitisation Driver UK Multi-Compartment S.A., Compartment Private Driver UK 2016-1

Neuss, August 21, 2018

Creditreform Rating (CRA) has reviewed the ratings of the Class A Series and Class B Series notes of Driver UK Multi-Compartment S.A., acting for and on behalf of its Compartment Private Driver UK 2016-1 (PDUK) due to changes in the methodologies “Rating Methodology Auto ABS Securitizations” and “Technical Documentation Portfolio Loss Distributions” and in accordance with regulatory requirements. CRA removes the (watch) status and confirms the ratings of the Class A and B notes of PDUK, as follows:

| <u>Series</u> | <u>Amount</u> | <u>Rating / Outlook</u> |
|---------------|----------------|----------------------------|
| Class A | 314,084,577.18 | AAA _{sf} / stable |
| Class B | 47,112,686.58 | A+ _{sf} / stable |

The transaction is a securitisation of auto financing contracts originated by Volkswagen Financial Services (UK) Limited in England. As of July 2018 the outstanding discounted balance amounts to GBP 448.7m. The cumulative net loss ratio is 0.53% of the discounted receivables balance of all initial receivables and additional receivables.

Currently, the Class A and B Notes represent 70.00% and 10.50% of the outstanding discounted receivables balance, respectively. Credit enhancement to the notes is provided by a Subordinated Loan (17.22%), overcollateralization (2.28%), and a cash reserve of currently 1.67% of the outstanding discounted receivables balance. Since the closing the credit enhancement level of the Class A Notes increased from 24.40% to 31.67%, while the credit enhancement level of the Class B Notes increased from 16.09% to 21.17%. To size the credit risk, the voluntary termination risk and the residual value risk of the portfolio and derive base case assumptions about loss rates and expected recovery performance, Creditreform Rating used data provided by VWFS as well as internal databases.

The rating actions take into account the changes in the methodologies “Rating Methodology Auto ABS Securitizations” and “Technical Documentation Portfolio Loss Distributions” as of July 30 2018, the increased credit enhancement levels for the Class A and B Notes and the overall portfolio performance as of the end of June 2018.