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Press Release

Creditreform Rating confirms ratings of auto financing contracts securitisation Driver UK Master S.A., Compartment 3

Neuss, 28 May 2019

In the course of a renewal Creditreform Rating confirms the ratings of Class A Series 2016-1 and Class B Series 2016-1 notes of Driver UK Master S.A., acting for and on behalf of its Compartment 3, as follows:

<u>Series</u>	<u>Amount</u>	<u>Rating / Outlook</u>
A 2016-1	GBP 401,000,000	AAA _{sf} / stable
B 2016-1	GBP 55,000,000	A+ _{sf} / stable

The transaction is a securitisation of auto financing contracts in UK, originated by Volkswagen Financial Services (UK) Limited (VWFS). 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 data-bases. Driver UK Master S.A., Compartment 3 features a 12 month revolving period and is secured by new and used vehicle financing contracts. The structure allows for term-takeout, tap-issuance and extension of the revolving period. A combination of Subordinated Loan and overcollateralization will provide credit enhancement to the rated Class A and Class B notes.

VWFS credited to the Cash Collateral Account (CCA) a certain amount which will be available to cover senior costs and note interest payments. Furthermore, the CCA will also be available to redeem notes on the final maturity date or on the date on which the aggregated discounted receivables balance has been reduced to zero, as long as no enforcement event has occurred. Downgrade collateral and replacement provisions mitigate counterparty risk exposures with respect to the Account Bank. Risks related to the Issuer are limited, the compartment structure being ring-fenced and with limited recourse to other creditors of the Issuer.