

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 German auto lease securitisation VCL 25

Neuss, August 14, 2018

Creditreform Rating (CRA) has reviewed the ratings of the Class A and B Notes of VCL Multi-Compartment S.A., acting for and on behalf of its Compartment 25 (VCL 25) 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 Notes, while raising the outlook of the Class B Notes to positive, as follows:

EUR Floating Rate Asset Backed notes:

Class	Outstanding Amount	Rating / Outlook
Class A	1,038,069,000	AAA _{sf} / stable
Class B	34,500,000	A+ _{sf} / positive

The transaction is a securitisation of German auto lease receivables with closing in November 2017, originated by Volkswagen Leasing GmbH (VWL). As of July 2018 the outstanding discounted balance amounts to EUR 1.1bn with a share of 0.36% of the outstanding discounted balance being delinquent over two months. The cumulative net loss ratio is 0.0025% of the initial discounted receivables balance.

Currently, the Class A and B Notes represent 91.29% and 3.03% of the outstanding discounted receivables balance, respectively. Credit enhancement to the notes is provided by a Subordinated Loan (4.14%), overcollateralization (1.53%), and a cash reserve of currently 1.69% of the outstanding discounted receivables balance. Since the closing the credit enhancement level of the Class A Notes increased from 7.20% to 10.39%, while the credit enhancement level of the Class B Notes increased from 5.04% to 7.36%.

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 July 2018, including a low level of the cumulative net loss ratio.