

# **CRR ASSESSMENT**

## **Brignole CO 2019-1 S.r.l.**



PRIME COLLATERALISED SECURITIES (PCS) UK LIMITED

**1<sup>st</sup> August 2019**

**Analyst: Mark Lewis 00 44 (0) 203 440 3722**

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**1st August 2019**

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## Prime Collateralised Securities (PCS) CRR Assessment

|   |   |
|---|---|
| Individual(s) undertaking the assessment                  | Mark Lewis                                |
| Date of Assessment /Version                               | 1 <sup>st</sup> August 2019               |
| <b>The transaction to be assessed (the “Transaction”)</b> | <b>Brignole CO 2019-1 S.r.l.</b>          |
| Issuer  | <b>Brignole CO 2019-1 S.r.l.</b>          |
| Originator  | <b>Creditis Servizi Finanziari S.p.A.</b> |
| Lead Manager(s)   | Citigroup                                 |
| Transaction Legal Counsel                                 | Jones Day, Simmons and Simmons            |
| Rating Agencies   | DBRS and Moody’s                          |
| Stock Exchange  | Luxembourg Stock Exchange                 |
| Target Issue Date   | 1st August 2019                           |

| Legislative text   | CRR criteria | Identifying document and checking page reference | Checking comments | Criteria fulfilled<br>Yes / No |
|--|--------------|--|-------------------|--------------------------------|
| <p>Article 243</p> <p>2. Positions in a securitisation, other than an ABCP programme or ABCP transaction, that qualify as positions in an STS securitisation, shall be eligible for the treatment set out in Articles 260, 262 and 264 where the following requirements are met:</p> |              |  |                   |                                |

| Legislative text  | CRR criteria   | Identifying document and checking page reference  | Checking comments | Criteria fulfilled<br>Yes / No   |
|---|--|---|-------------------|--|
| <p>(a) at the time of inclusion in the securitisation, the aggregate exposure value of all exposures to a single obligor in the pool does not exceed 2 % of the exposure values of the aggregate outstanding exposure values of the pool of underlying exposures. For the purposes of this calculation, loans or leases to a group of connected clients shall be considered as exposures to a single obligor.</p> | <p>1. (a) at the time of inclusion in the securitisation, the aggregate exposure value of all exposures to a single obligor in the pool does not exceed 2 % of the exposure values of the aggregate outstanding exposure values of the pool of underlying exposures. For the purposes of this calculation, loans or leases to a group of connected clients shall be considered as exposures to a single obligor.</p> | <p>The Aggregate Portfolio<br/>“As at each Valuation Date, no Receivable arising from Loans granted to the same Debtor has an Outstanding Principal which is higher than 2% of the Outstanding Principal of the Aggregate Portfolio as at such date.”</p> |                   | <p>Yes <input checked="" type="checkbox"/><br/>No <input type="checkbox"/></p> |
| <p>In the case of securitised residual leasing values, the first subparagraph of</p>  | <p>In the case of securitised residual leasing values, the first subparagraph of</p>   | <p>Not applicable.</p>  |                   | <p>Yes <input type="checkbox"/><br/>No <input type="checkbox"/></p>            |

| Legislative text  | CRR criteria   | Identifying document and checking page reference                          | Checking comments | Criteria fulfilled<br>Yes / No   |
|---|--|---|-------------------|--|
| <p>this point shall not apply where those values are not exposed to refinancing or resell risk due to a legally enforceable commitment to repurchase or refinance the exposure at a pre-determined amount by a third party eligible under Article 201(1);</p>   | <p>this point shall not apply where those values are not exposed to refinancing or resell risk due to a legally enforceable commitment to repurchase or refinance the exposure at a pre-determined amount by a third party eligible under Article 201(1);</p>  |   |                   | <p>N/A <input checked="" type="checkbox"/></p>                                 |
| <p>(b) at the time of their inclusion in the securitisation, the underlying exposures meet the conditions for being assigned, under the Standardised Approach and taking into account any eligible credit risk mitigation, a risk weight equal to or smaller than:</p> <p>(i) 40 % on an exposure value-weighted average basis for the portfolio where the exposures are loans secured by residential mortgages or fully guaranteed residential loans, as</p> | <p>2. (b) at the time of their inclusion in the securitisation, the underlying exposures meet the conditions for being assigned, under the Standardised Approach and taking into account any eligible credit risk mitigation, a risk weight equal to or smaller than:</p> <p>(i) 40 % on an exposure value-weighted average basis for the portfolio where the exposures are loans secured by residential mortgages or fully guaranteed residential loans, as</p> | <p>2 (b) (iii) applies.<br/>(g) of "COMPLIANCE WITH STS REQUIREMENTS"</p> |                   | <p>Yes <input checked="" type="checkbox"/><br/>No <input type="checkbox"/></p> |

| Legislative text   | CRR criteria  | Identifying document and checking page reference | Checking comments | Criteria fulfilled Yes / No   |
|--|---|--|-------------------|---|
| <p>referred to in <i>point (e)</i> of Article 129(1);</p> <p>(ii) 50 % on an individual exposure basis where the exposure is a loan secured by a commercial mortgage;</p>  | <p>referred to in <i>point (e)</i> of Article 129(1);</p> <p>(ii) 50 % on an individual exposure basis where the exposure is a loan secured by a commercial mortgage;</p>   |  |                   |   |
| <p>(iii) 75 % on an individual exposure basis where the exposure is a retail exposure;</p> <p>(iv) for any other exposures, 100 % on an individual exposure basis;</p>   | <p>(iii) 75 % on an individual exposure basis where the exposure is a retail exposure;</p> <p>(iv) for any other exposures, 100 % on an individual exposure basis;</p>  |  |                   |   |
| <p>(c) where points (b)(i) and (b)(ii) apply, the loans secured by lower ranking security rights on a given asset shall only be included in the securitisation where all loans secured by prior ranking security rights on that asset are also</p> | <p>3. (c) where points (b)(i) and (b)(ii) apply, the loans secured by lower ranking security rights on a given asset shall only be included in the securitisation where all loans secured by prior ranking security rights on that asset are also</p> | <p>Not applicable</p>                            |                   | <p>Yes <input checked="" type="checkbox"/></p> <p>No <input type="checkbox"/></p> |



| Legislative text   | CRR criteria  | Identifying document and checking page reference | Checking comments | Criteria fulfilled<br>Yes / No  |
|--|---|--|-------------------|---|
| included in the securitisation;  | included in the securitisation;   |  |                   |   |
| (d) where point (b)(i) of this paragraph applies, no loan in the pool of underlying exposures shall have a loan-to-value ratio higher than 100 %, at the time of inclusion in the securitisation, measured in accordance with point (d)(i) of Article 129(1) and Article 229(1). | 4. (d) where point (b)(i) of this paragraph applies, no loan in the pool of underlying exposures shall have a loan-to-value ratio higher than 100 %, at the time of inclusion in the securitisation, measured in accordance with point (d)(i) of Article 129(1) and Article 229(1). | Not applicable                                   |                   | <p style="text-align: right;">Yes <input checked="" type="checkbox"/></p> <p style="text-align: right;">No <input type="checkbox"/></p> |