

CRR ASSESSMENT

HARMONY FRENCH HOME LOANS FCT 2022-1



PRIME COLLATERALISED SECURITIES (PCS) EU SAS

27th April 2022



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27th April 2022

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Prime Collateralised Securities (PCS) CRR Assessment

Individual(s) undertaking the assessment	Fazel Ahmed
Date of Assessment /Version	27 April 2022
The transaction to be assessed (the “Transaction”)	HARMONY FRENCH HOME LOANS FCT 2022-1
Issuer	HARMONY FRENCH HOME LOANS FCT 2022-1
Originator	Crédit Immobilier de France Développement
Lead Manager(s)	BNP PARIBAS and Crédit Agricole Corporate and Investment Bank
Transaction Legal Counsel	White & Case LLP
Rating Agencies	Moody’s/S&P
Stock Exchange	Euronext Paris
Issuer Establishment Date (Closing Date)	27 April 2022

Legislative Text and CRR Criteria	Identifying Document and Checking Page Reference	Checking Comments	Criteria Fulfilled Yes / No	
Article 243 (1) 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:				
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.	See Prospectus See section STATISTICAL INFORMATION RELATING TO THE PORTFOLIO OF HOME LOAN RECEIVABLES See table 30. Breakdown by top 20 Borrowers	The Largest Borrower has Principal Outstanding Balance of EUR 925,500 representing 0.15% of the Principal Outstanding Balance.	Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>
	In the case of securitised residual leasing values, the first subparagraph of 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);	Not applicable.		Yes <input type="checkbox"/> No <input type="checkbox"/> N/A <input checked="" type="checkbox"/>
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:	See Prospectus. See section, Seller's Receivables Warranties- Receivables Warranties (p) on the Initial Cut-Off Date, the RWA Limit is equal to or below than 40 per cent.	2 (b) (i) applies.	Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>

¹ REGULATION (EU) 2017/2401 OF THE EUROPEAN PARLIAMENT AND OF THE COUNCIL of 12 December 2017 amending Regulation (EU) No 575/2013 on prudential requirements for credit institutions and investment firms.

Legislative Text and CRR Criteria	Identifying Document and Checking Page Reference	Checking Comments	Criteria Fulfilled Yes / No
<ul style="list-style-type: none"> (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 referred to in point (e) of Article 129(1); (ii) 50 % on an individual exposure basis where the exposure is a loan secured by a commercial mortgage; (iii) 75 % on an individual exposure basis where the exposure is a retail exposure ⁽²⁾; <p>for any other exposures, 100 % on an individual exposure basis;</p>	<p>See section, GLOSSARY OF TERMS</p> <p>“RWA Limit” means the limit to the risk weight assigned at the Initial Cut-Off Date under the “Standardised Approach” under the assumption of constant regulations to the aggregate Purchased Home Loan Receivables weighted by the exposure value</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 included in the securitisation;</p>	<p>See Prospectus, section, GLOSSARY OF TERMS:</p> <p>“Eligibility Criteria” means the following eligibility criteria:</p> <p>(2) Eligibility Criteria in respect each Home Loan Receivable:</p> <p>(i) Each Home Loan Receivable is fully secured by a Home Loan Eligible Security i.e. the amount of the Home Loan Eligible Security covers the outstanding amount (<i>capital restant dû</i>) as determined on the Initial Cut-Off Date of each Home Loan Receivable;</p>		<p>Yes <input checked="" type="checkbox"/></p> <p>No <input type="checkbox"/></p> <p>N/A <input type="checkbox"/></p>

² See article 123, “Retail exposures” of the Regulation (EU) No 575/2013; for Consumer loans see the amendments to article 123 in (59) REGULATION (EU) 2019/876 and REGULATION (EU) 2020/873, article 2 (1) (a).

See article 501 on “Adjustment of risk-weighted non-defaulted SME exposures for “SME Loans” of the Regulation (EU) No 575/2013, as amended in Regulation (EU) 2019/876 and Regulation 2020/873 in (19) and Article 2.1(b).

Legislative Text and CRR Criteria	Identifying Document and Checking Page Reference	Checking Comments	Criteria Fulfilled Yes / No
	<p>“Home Loan Eligible Security” means:</p> <p>(a) a first ranking, valid, effective and duly registered mortgage (hypothèque conventionnelle) or a first ranking, valid, effective and duly published legal privilege (privège de prêteur de deniers de premier rang) over the underlying property or any junior and consecutive ranking mortgage or legal privilege (privège de prêteur de deniers) to the extent that the loans secured by the same mortgage or privilege but ranking senior to it, including the most senior, are also transferred to the Issuer; or</p> <p>(b) a valid, effective and enforceable home loan guarantee (cautionnement) issued by any of the Loan Guarantors; or</p> <p>(c) a combination of (a) and (b).</p>		
<p>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).</p>	<p>See Prospectus, Glossary of Terms</p> <p>“Eligibility Criteria” means the following eligibility criteria:</p> <p>(2) Eligibility Criteria in respect each Home Loan Receivable:</p> <p>On the Initial Cut-Off Date, each Home Loan Receivable complies with the following eligibility criteria (the “Home Loan Receivable Eligibility Criteria”):</p> <p>(u) The indexed loan-to-value of each Home Loan Receivable does not exceed one hundred per cent. (100%).</p>		<p>Yes <input type="checkbox"/></p> <p>No <input type="checkbox"/></p> <p>N/A <input checked="" type="checkbox"/></p>