

# **CRR ASSESSMENT**

## **AUTO ABS UK LOANS 2019 PLC**



PRIME COLLATERALISED SECURITIES (PCS) UK LIMITED

26<sup>th</sup> November 2019

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**This is a CRR Assessment.**

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**26<sup>th</sup> November 2019**

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## Prime Collateralised Securities (PCS) CRR Assessment

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| Individual(s) undertaking the assessment                  | Robert Leach   |
| Date of Verification                                      | 26 November 2019   |
| <b>The transaction to be verified (the “Transaction”)</b> | <b>AUTO ABS UK LOANS 2019 PLC</b>  |
| Issuer  | AUTO ABS UK LOANS 2019 PLC   |
| Originator  | PSA Finance UK Limited   |
| ISIN  | XS2078672339   |
| Arranger  | Santander Corporate and Investment Banking   |
| Lead Manager(s)   | HSBC Bank plc, MUFG Securities EMEA plc, Santander Corporate and Investment Banking, Wells Fargo Securities, |
| Transaction Legal Counsel                                 | Allen & Overy LLP  |
| Rating Agencies   | DBRS, S&P  |
| Stock Exchange  | Euronext Dublin (Irish Stock Exchange)   |
| Closing Date  | 26 November 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>  |   |   |  |   |
| <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</p> | <p>See Prospectus, <i>REGULATORY REQUIREMENTS</i>.</p> <p>(a) the aggregate Asset Amount Outstanding resulting from Underlying Agreements entered into with a single Customer in the pool does not exceed 2% of the Aggregate Asset Amount Outstanding;</p> | <p>(a) the aggregate Asset Amount Outstanding resulting from Underlying Agreements entered into with a single Customer in the pool does not exceed 2% of the Aggregate Asset Amount Outstanding;</p> | <p>Yes <input checked="" type="checkbox"/></p> <p>No <input type="checkbox"/></p> <p>N/A <input type="checkbox"/></p> |

| Legislative text  | CRR criteria  | Identifying document and checking page reference   | Checking comments   | Criteria fulfilled<br>Yes / No  |
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|   | considered as exposures to a single obligor.  |  |   |   |
| <p>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);</p> | <p>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);</p> | <p>See Prospectus, <i>OVERVIEW OF THE TRANSACTION DOCUMENT</i> section.</p> <p>Repurchase of VT Receivables and Handback Receivable</p>  | <p>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>Yes <input checked="" type="checkbox"/></p> <p>No <input 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</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</p>             | <p>See Prospectus, <i>REGULATORY REQUIREMENTS</i>.</p> <p>(b) each Receivable has a standardised risk weight equal to or smaller than 75% on an individual exposure basis where the exposure is a retail exposure, or for any other exposures equal to or smaller than 100% on an individual exposure basis,</p> | <p>(b) each Receivable has a standardised risk weight equal to or smaller than 75% on an individual exposure basis where the exposure is a retail exposure, or for any other exposures equal to or smaller than 100% on an individual exposure basis, as at the relevant assignment date, as such</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  |
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| <p>basis for the portfolio where the exposures are loans secured by residential mortgages or fully guaranteed residential loans, as 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>basis for the portfolio where the exposures are loans secured by residential mortgages or fully guaranteed residential loans, as 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>as at the relevant assignment date, as such terms are described in Article 243 of the CRR.</p> | <p>terms are described in Article 243 of the CRR.</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</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</p>  |   |   | <p>Yes <input type="checkbox"/></p> <p>No <input type="checkbox"/></p> <p>N/A <input checked="" type="checkbox"/></p> |

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| that asset are also included in the securitisation;  | that asset are also 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). |  |                   | Yes <input type="checkbox"/><br>No <input type="checkbox"/><br>N/A <input checked="" type="checkbox"/> |