

# **CRR Assessment**

## **Youni Italy 2024 -1 S.r.l.**



PRIME COLLATERALISED SECURITIES (PCS) EU SAS

2 May 2024

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**2 May 2024**

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## PRIME COLLATERALISED SECURITIES (PCS) – CRR Assessment

Individual(s) undertaking the assessment	Daniele Vella
Date of Verification	2 May 2024
<b>The transaction to be verified (the “Transaction”)</b>	<b>Youni Italy 2024 -1</b>
Issuer	<b>Youni Italy 2024 -1 S.r.l.</b>
Originator	Younited S.A., Italian branch
Arranger and Lead Manager	Citigroup Global Markets Europe AG
Transaction Legal Counsel	Clifford Chance
Rating Agencies	Fitch and S&P
Stock Exchange	Irish Stock Exchange
Closing Date	2 May 2024

PCS confirms that all checklist points have been verified as detailed in the associated comment box in the checklist below.

## Legislative Text

Article 243 (NOTE 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:

NOTE 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.

1a

### CRR Criteria

(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.

**Meets Criteria?**  
**YES**

### PCS Comments

This requirement is satisfied since the Receivables will have an exposure value lower than the maximum threshold permitted.

It is noted that pursuant to the Eligibility Criteria, the Receivables have an exposure not higher than Euro 56,000 each:

<<12. Receivables having an Outstanding Principal not higher than Euro 56,000;>>.

In respect of the highest exposure vs the same Borrower / Debtor, it is noted that the Originator has represented (see §(uu) of section "Representation and Warranties") that:

<<Under the Receivables Purchase Agreement, the Originator has given the following representations and warranties in relation to the Portfolio: (...)

(uu) Retail exposure pursuant to article 123 of the CRR: each Receivable included in the Portfolio complies with the criteria set out in let. (a) to (c) of the first paragraph of article 123 of the CRR.>>.

The reference to compliance with Article 123(c) includes the confirmation that no exposure vs the same Debtor is higher than Euro 1 million.

This requirement is therefore satisfied.

1b

### CRR Criteria

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);

**Meets Criteria?**  
**YES**

### PCS Comments

	Not applicable.	
2	<p><b>CRR Criteria</b></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 referred to in point (e) 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; (NOTE 2)</p> <p>(iv) for any other exposures, 100 % on an individual exposure basis; (NOTE 3)</p> <p>NOTE 2: See article 123, "Retail exposures" of the Regulation (EU) No 575/2013.</p> <p>NOTE 3: See article 501, "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).</p>	<p style="text-align: center;"><b>Meets Criteria?</b></p> <p style="text-align: center;"><b>YES</b></p>
	<p><b>PCS Comments</b></p> <p>The Receivables are retail exposures and the risk weighting under Article 243(2)(b)(iii) above applies.</p> <p>See the following statements contained in §(uu) and §(vv) of section "Representation and Warranties":</p> <p>&lt;&lt;Under the Receivables Purchase Agreement, the Originator has given the following representations and warranties in relation to the Portfolio: (...)</p> <p>(uu) <b>Retail exposure pursuant to article 123 of the CRR:</b> each Receivable included in the Portfolio complies with the criteria set out in let. (a) to (c) of the first paragraph of article 123 of the CRR.</p> <p>(vv) <b>Standardised approach:</b> all the Receivables meet as at the Valuation Date the requirements for 75% risk weighting under the standardised approach, for the purposes of article 243, paragraph 2(b)(iii), of the CRR.&gt;&gt;. <u>As to the nature of consumer loans</u>, see also the following §(1), §(13) and §(16) of Eligibility Criteria, set out in "THE PORTFOLIO – The Eligibility Criteria":</p> <p>&lt;&lt;1. Receivables arising from the <u>Loans granted to consumers</u> as defined by article 121 of Legislative Decree No. 385 of 1 September 1993 (as amended and supplemented from time to time);&gt;&gt;;</p> <p>&lt;&lt;13. Receivables arising from Loan Agreements which are <u>qualified as non-purpose loans</u> (finanziamenti senza vincolo di destinazione) granted and advanced directly to the relevant debtor and defined as "prestito personale";&gt;&gt;; and</p> <p>&lt;&lt;16. Receivables which arise from <u>any Loan which are not purpose-loans</u> (i.e. those extended to facilitate the purchase of goods or services of merchant partners of Younited);&gt;&gt;.</p>	
3	<b>CRR Criteria</b>	<b>Meets Criteria?</b>

	(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;	<b>YES</b>
	<p><b><u>PCS Comments</u></b></p> <p>Not applicable.</p>	

<b>4</b>	<p><b><u>CRR Criteria</u></b></p> <p>(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><b><u>Meets Criteria?</u></b></p> <p><b>YES</b></p>
	<p><b><u>PCS Comments</u></b></p> <p>Not applicable.</p>	