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Press Release

Creditreform Rating has confirmed ratings of German auto lease securitisation VCL Master S.A., Compartment 1

Neuss, September 25, 2019

After the renewal of the transaction, Creditreform Rating has confirmed ratings to the Class A and Class B notes series of VCL Master S.A., acting for and on behalf of its Compartment 1 (VCL Master C1), as follows:

EUR Floating Rate Asset Backed Class A notes series (current outstanding amount):

<u>Series</u>	<u>Amount</u>	<u>Rating/ Outlook</u>
A 2010-2	217,500,000	AAA _{sf} / stable
A 2010-4	7,400,000	AAA _{sf} / stable
A 2011-2	55,200,000	AAA _{sf} / stable
A 2012-1	110,800,000	AAA _{sf} / stable
A 2012-2	110,800,000	AAA _{sf} / stable
A 2012-3	73,600,000	AAA _{sf} / stable
A 2012-4	222,500,000	AAA _{sf} / stable
A 2013-1	73,600,000	AAA _{sf} / stable
A 2015-1	548,800,000	AAA _{sf} / stable
A 2017-1	55,200,000	AAA _{sf} / stable
A 2017-2	73,600,000	AAA _{sf} / stable
A 2017-3	222,600,000	AAA _{sf} / stable
A 2018-1	58,600,000	AAA _{sf} / stable

EUR Floating Rate Asset Backed Class B notes series (current outstanding amount):

<u>Series</u>	<u>Amount</u>	<u>Rating/ Outlook</u>
B 2014-1	22,700,000	AA _{-sf} / stable
B 2014-3	22,000,000	AA _{-sf} / stable
B 2014-4	400,000	AA _{-sf} / stable
B 2018-1	4,800,000	AA _{-sf} / stable

VCL Master C1 is a platform for VW Leasing GmbH (VWL) to securitise, on a revolving basis, German auto lease receivables. VCL Master C1 has currently issued 13 series of asset backed floating rate Class A Notes and four series of asset backed floating rate Class B Notes. The compartment may from time to time issue further series of Class A and Class B Notes.

VCL Master C1 securitises only the finance portion of the leases; residual values are not securitized by the Issuer. A combination of subordinated loan and overcollateralization will provide credit enhancement to the rated Class A notes series (current total CE 11.08%) and Class B notes (current total CE 8.65%). In addition, a cash reserve, currently amounting to 1.13% of the lease receivables balance, is available to provide credit enhancement to the Class A and B Notes.

To size the credit risk of the portfolio and derive base case assumptions about loss rates and expected recovery performance, Creditreform Rating used data provided by VWL as well as internal data-bases. Following the analysis of historical data, CRA set the base case gross loss rate at 1.49% and the base case recovery rate at 65%. The scenario-specific stress multiples were set at x6.77 and x5.10 in an AAA_{sf} and AA_{sf} scenario, respectively.

Moreover, CRA set the recovery haircuts at 48.45% (AAA_{sf}) and 40.48% (AA_{sf}), taking into account transaction-specific features such as observed volatility and established recovery procedures as well as potential market value risks. This resulted in total expected net losses of 6.71% (AAA_{sf}) and 4.66% (AA_{sf}). These scenario-specific assumptions were tested in CRA's proprietary cash flow model, which was tailored to reflect the structure of VCL Master C1 and to test the transactions' ability of paying interest and ultimate payment principal by final maturity.