

Friday, 02 February 2007

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**EUROPEAN STRUCTURED FINANCE MONITOR**

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- Storm and Bancaja guidance tweaks do not perturb investors
  - Bank of Ireland Irish RMBS announced for EUR 2.75bln
  - ABN AMRO readies EUR 5.2bln Dutch SME CLO
  - BBVA unveils new EUR 2.5bln high LTV Spanish RMBS
  - Fitch downgrades SCIP 2 class B, Citigroup's Egg purchase could benefit Pillar bonds
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**Primary round-up for week of January 29**

Repeat RMBS issuers from the Dutch and Spanish markets kicked off issuance from these jurisdictions this week, and both were snapped up by investors in rapid time. With the positive sentiment filtering through both the primary and secondary markets, Obvion NV and Bancaja made the most of their forays.

The former sold **Storm 2007-1** via joint bookrunners Rabobank and SG and slashed spread levels versus its previous deals in the process – especially at the mezzanine level.

Having issued price guidance for the deal on Monday, the leads found the book building at an express pace and confidently revised guidance tighter across the whole capital structure. And all tranches except the 6.53-year Triple A rated Class A3 came at the tight end of the new guidance range.

Having been moved from 11-12bp, where the order book was well over three times covered, the A3 tranche was moved in by another basis point to 10-11bp. And although 10bp was tested, and apparently almost achieved, the decision to print at 11bp was made.

With the entire deal over twice covered at the final levels, a number of accounts had to be scaled back, even though the deal was upsized by EUR 323mm to EUR 2.323bln. But those that missed out at the Triple A level followed up the demand in the secondary market, where having been freed to trade the A3 tranche traded up at 100.04/06, which is around 10.5/10bp.

Storm's other Triple A tranches were the 0.82-year that priced at 3bp and a new mid-range 2.89-year tranche that printed at 7bp.

This latter tranche, introduced to open up the programme to a new range of money market investors, was said to be the most heavily subscribed – albeit a quarter of the size of the EUR 1.587bln A3 tranche at EUR 391mm in size.

In all over 140 accounts bought into the new Storm from a total of 13 countries. The UK and France accounted for around half of the bonds.

With the Storm programme Obvion is building itself a recognised platform, and with each deal is reaping the benefits. Its latest effort slashed 16bp of the Triple B Class E note of Storm 2006-2 from May last year by pricing at 44bp, and a massive 31bp of the same tranche of Storm 2006-1 from February.

The 2006-1 deal's Class E piece, however, was actually split rated with S&P rating the tranche BB+ alongside Moody's and Fitch who certified it with Baa3 and BBB- ratings, which may have cost the issuer a few basis points. Nonetheless, the progression is notable, and no doubt Obvion will be seeking to maintain this pressure for its next deals.

Bancaja's route to the market was similar in many ways to Obvion's in that investors were quick to express interest in the deal, which led to a tightening of guidance and eventual pricing at the tight end across all tranches.

For example, the 4.73-year EUR 1.537bln Triple A class was talked originally at 13bp area, before shifting to 12bp area and pricing at 12bp. The Single As moved from an initial 30bp area to 27-28bp and printed at 28bp.

The Triple Bs went from low 50s to 50-51bp and priced at 50bp while the Double Bs were trimmed from 200-220bp to 190-200bp before pricing at 190bp. All of these levels are markedly tighter than Bancaja 9, which priced in February 2006.

Bancaja and Storm have been replaced in the pipeline by EUR 5.25bln of new supply from Spain and Ireland.

BBVA announced a sizeable EUR 2.5bln issue via the lead of HSBC, RBS, SG and itself. **BBVA RMBS 1** is backed by mortgages with LTVs over 80% and has an average LTV of 92%.

Three Triple A tranches form the bulk of the capital structure, with 0.86-year, 5.23-year and 14.78-year average lives respectively. The longest Triple A has been preplaced. Further down there are EUR 120mm of Aa3/A rated notes in addition to EUR 85mm rated Baa2/BBB.

The Irish deal is a EUR 2.75bln RMBS from Bank of Ireland subsidiary ICS Building Society. **Kildare Securities** will be the first of two deals from Bank of Ireland, which has also stated its intention to issue a RMBS backed by UK collateral.

Barclays Capital, Citigroup and Deutsche Bank are bookrunners on Kildare, and like BBVA, also has three Triple A tranches. These have been carved into a USD 675.7mm 0.63-year, a USD 1.353bln 2.69-year and a EUR 990mm 5.01-year. The collateral is 100% prime first lien mortgages.

Price guidance was released on a further two RMBS deals; **Ukraine Mortgage Loan Finance 1** and **Claris Finance 2007**.

Privatbank is the originator of the Ukrainian deal, which is talked at 200bp area for its Triple B note and 375-400bp for its Ba3/B+ tranche by lead manager UBS.

Claris is being brought to market for the Veneto Banca Group by bookrunner SG and joint lead Banca IMI. Its EUR 488.6mm 6.29-year Triple A note is at 14bp area, followed by its Double A tranche at low-mid 20s and its Triple B slice at 65bp area.

A brace of CMBS was also announced this week from Singapore and the UK. CapitaMall Trust's Singaporean deal will be denominated in EUR, and roadshows until February 6.

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The EUR 175mm 5.7-year Triple A rated Series 30 tranche is backed by a portfolio of nine shopping malls. The proceeds of this issue will be used to redeem the Series 001 notes of SGD 172mm, the outstanding revolving credit facility of SGD 28mm in addition to other short-term debt.

RBS is providing the UK deal, the latest effort from its conduit. **EPIC (Culzean)** is GBP 547mm in size and roadshows next week with a view to pricing the week of February 12. The largest tranche, the GBP 355mm 4.6-year Triple A note, has been preplaced.

The CDO sector also welcomed a few new additions to the pipeline as ABN AMRO, HSBC Trinkaus & Burkhardt and Hannover Re all announced trades.

The largest of the newcomers to the pipeline is ABN AMRO's EUR 5.2bn cash SME CLO, **SMILE 2007**. The originator will no doubt be hoping for a similar reception afforded to Barclays Bank's Gracechurch CLO last week that enabled it to price at the tight end, and then perform in the secondary market.

SMILE is backed by over 15,000 loans with an average deal size of EUR 510,381, which compares to Gracechurch's portfolio holding 1,832 loans with an average notional loan amount of GBP 2.18mm.

With a deal of this magnitude, the senior tranche sizes are, as to be expected, very large. The Triple A note, for example, is a weighty EUR 4.804bn with a 3.9-year average life.

And further down the sub notes are also substantial, maybe not on a notional basis but relative to the asset class – for example the Double B note is EUR 87.8mm in size. This equates to around 1.7% of the EUR 5.166bn outstanding principal balance, marginally larger than the 1.5% proportion the Double B notes made up of SMILE 2005 from December 2005

HSBC's **HEAT Mezzanine I-2007** is the third deal from the programme, and is expected to price around February 16, with settlement slated for February 22.

HSBC Trinkaus & Burkhardt acts as adviser on the deal, with the portfolio having been selected by the investment board of HEAT Mezzanine.

The benefit of such hybrid capital transactions is the access it provides to the underlying entities to mezzanine capital, in addition to access to the capital markets that they may have not have otherwise been able to achieve given the small nature of the amounts involved.

As far as investors are concerned, it provides them with exposure to an asset class that is still relatively rare – although increased frequency of issuance has become evident from the PREPS programme from CEG as well as other newer programmes such as MezzCap, FORCE and StaGe Mezzanine over the past 18-months or so.

Nonetheless the sector is not without its problems as the aforementioned FORCE and StaGe Mezzanine deals have felt in the past week on the back of filings for bankruptcy of underlying SMEs.

And given the nature of the underlying collateral falling somewhere between debt and equity, the rating agencies write off recovery prospects for the references. HEAT, however, does not share in company losses and does not qualify as equity.

The loans forming the collateral have an average size of EUR 5,233,333 and contribute to the largest HEAT Mezzanine deal yet.

The first trade, launched in August 2005 was EUR 191.4mm in size, the second deal in April 2006 was 249.2mm in size and the new issue is EUR 65mm larger.

All of the reference companies have participated in the HEAT programme before, except X-Label GmbH which was part of another hybrid capital securitisation programme.

The capital structure allows for the issuance of both fixed and floating rate notes at each of the Triple A, split rated Aa3/A and Triple B classes. The Triple As have a 6.91-year average life, while the rest are 7-years in tenor. The largest geographical concentration is North Rhine-Westphalia with 51.59%.

Reinsurance firm Hannover Re's innovative synthetic CDO is designed to shift credit risk associated with other insurance and reinsurance companies which the firm has exposure to. Hannover Re has previously led the way in using securitisation to pass on risk relating to catastrophe and life insurance, but this is the first time it has securitised to shed credit risk, and is believed to be the first such insurance deal by any company.

SG is arranging the transaction, **Merlin CDO I**, which is in the early stages of marketing. As part of its risk management activities Hannover Re passes on risk to other insurance companies, but by doing so becomes exposed to credit risk on those companies. It is this credit risk which the deal aims to transfer to the capital markets.

The deal buys protection against the insolvency, bankruptcy or inability to pay of the 100 entities making up the reference portfolio. The portfolio totals EUR 1bn, with Hannover Re retaining a first loss slice of 6%, or EUR 60mm. Investors are then exposed to the next EUR 95mm of risk.

While the deal will free up a certain amount of regulatory capital, it is the rating agencies whose capital requirements tend to be more onerous. And although the EUR 95mm risk transfer is not a large amount given the size of Hannover Re – with a gross written premium of around EUR 10bn – additional deals could have an increasingly positive impact.

The agency rating the deal, Standard & Poor's, does not mention any possible impact of the securitisation of Hannover Re's ratings. S&P currently has the company on AA- with a negative outlook.

But a report at the end of last year, S&P said CDOs can allow insurers to "mitigate the present and future credit risk inherent in reinsurance, which allows them to better manage certain risks and to obtain reinsurance from a wide and diversified panel of reinsurers.

"Transactions that successfully mitigate reinsurer credit risk would have benefits from an economic capital standpoint and might also lead Standard & Poor's to quantitatively reflect the benefits of the transaction in its capital model and qualitatively in its wider rating analysis."

For investors the securitisation offers a rare opportunity to get exposure to these companies: they have little in the way of public debt or traded CDS. But unlike a regular synthetic CDO which would usually aim to diversify exposure, Merlin's portfolio is of course 100% concentrated in the insurance and reinsurance sector.

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Tokyo  
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And not only are the reference entities from the same sector, but they are also highly correlated, and S&P needed to adjust its CDO Evaluator model accordingly. It assumed a 100% correlation between entities in the same group -- there are 46 groups in the portfolio -- and then worked out correlation across groups.

Merlin offers four tranches rated from Triple A to Triple B, all five year bullets paying quarterly floating rate coupons. The EUR 25mm Triple A tranche benefits from credit support of 13%, of which 6% comes from the retained first loss tranche. There is also a EUR 25mm Double A, a EUR 15mm Single A and a EUR 30mm Triple B.

While the structure is similar a regular synthetic corporate CDO, one difference is that Merlin is designed with a fixed recovery rate of 65% of the notional amount of exposure. Furthermore, a reference entity's unwillingness (rather than inability) to pay does not constitute a credit event.

S&P's December report says incorporating unwillingness to pay in securitisations would be a challenge, "because of the risk of dispute, problems with valuation, and lack of certainty surrounding the timing of the ultimate recovery."

Two thirds of the reference entities are in the US, with the UK and Germany each accounting for around 10%. And based on their financial strength ratings, S&P says all but 1.5% of the portfolio is rated A- or higher. The WA rating is A. The portfolio can be lightly managed, subject to replenishment criteria.

News also came to light on CPPI and leveraged credit products from Schroder Investment Management via lead manager Deutsche Bank following the first closing.

The CPPI issue, **Navigator Credit Funding** is a long/short credit selection strategy including both synthetic and cash investment and non-investment grade credits. The tranches have contingent coupons of 3ML+50bp, and reference CDOs, long and short credit index positions, bonds, futures and swaps.

The Navigator and **Atlas Capital Credit** leveraged trade are valued at around USD 200mm, issued in USD, EUR, JPY and GBP in 7-year and 10-year maturities. Atlas is moderately levered, set at a maximum 2.5 times, and is references a predominantly investment grade cash and synthetic portfolio.

The products were offered in tandem to investors, with Navigator accounting for around 80% of the total, or around USD 160mm, and Atlas the remaining 20%.

Navigator's coupon payments are contingent on the performance of the transactions and are note rated. Should certain criteria be met, contingent coupon levels of 3ML+50bp are paid.

Investors will be offered continuous exposure to the Atlas fund, which is likely to be tapped repeatedly in the future.

A EUR 520.7mm tap of **CELF Europe Credit Partners** was also priced via Deutsche Bank for the Carlyle Group. The deal is a credit opportunities trade targeting mainly leveraged loans.

## RMBS

\* **Bank of Ireland** subsidiary **ICS Building Society** has announced a EUR 2.75bln Irish RMBS via joint bookrunners Barclays Capital, Citigroup and Deutsche Bank. **Kildare Securities** is expected to price the week commencing February 12. The capital structure is as follows:

CI Size	M/S/F	Legal	WAL	Index
A1 USD 675.7mm	Aaa/AAA/AAA	Jun-14	0.63y	3ML
A2 USD 1.3531bln	Aaa/AAA/AAA	Dec-43	2.69y	3ML
A3 EUR 990mm	Aaa/AAA/AAA	Dec-43	5.01y	3ME
B EUR 90.2mm	Aa3/AA+/AA+	Dec-43	4.91y	3ME
C EUR 84.4mm	A3/A/A	Dec-43	4.91y	3ME
D EUR 27.8mm	Baa3/BBB+/BBB+	Dec-43	4.91y	3ME

- 100% prime first lien mortgages. Reg S/144a format. Co-managers are Bank of Ireland and Davy. Bank of Ireland is also planning a UK deal to follow this issue.

\* **BBVA** has announced a EUR 2.5bln Spanish RMBS, **BBVA RMBS 1 FTA**. The deal is lead managed by BBVA, HSBC, RBS and SG. The capital structure is as follows:

CI	Size	F/M	WAL	Exp	Legal	Index
A1	EUR 400mm	AAA/Aaa	0.86y	9/08	12/49	3ME
A2	EUR 1.4bln	AAA/Aaa	5.23y	3/18	12/49	3ME
A3	EUR 495mm	AAA/Aaa	14.78y	9/23	12/49	PREPLACED
B	EUR 120mm	A/Aa3	11.22y	9/23	12/49	3ME
C	EUR 85mm	BBB/Baa2	11.22y	9/23	12/49	3ME

- Backed by prime residential mortgages with average balance of EUR 163.8k and seasoning of 20.96 months.

- Original WA LTV is 95.5%, current WA LTV is 92%. All loans have LTVs over 80%.

\* Price talk has been released for **Privatbank's** USD 180mm Ukrainian RMBS via sole arranger and bookrunner UBS. Books are open for the deal, **Ukraine Mortgage Loan Finance 1**. The capital structure is as follows:

CI	Size	M/F	WAL	CE	Index
A	USD 134.1mm	Baa3/BBB-	3.40y	29.5%	1ML+200bp area
B	USD 36.9mm	Ba3/B+	7.17y	9.0%	1ML+375-400bp
C	USD 9mm	Unrated	NA		Retained

- WAL assumes 10% CPR. Cash Reserve of 4% (non-amortising) of the Initial Portfolio. PRI provided for Class A by Steadfast, part of Zurich American Insurance Group - rated A+ by S&P.

- All loans denominated in USD; avg. loan balance USD 17,140; Weighted Avg. Current LTV 76.6%; WA Seasoning 14.6 months; WA Maturity 168.1 months

- LFM December 2031. Step-up date April 2014; Step-Up = 2x initial margin. Sequential, pass-through amortisation of all notes (no pro-rata).

\* Price guidance has been released on **Claris Finance 2007**, the EUR 517mm Italian RMBS for **Veneto Banca Group**, via bookrunner SG and joint lead Banca IMI. Launch and pricing is expected early next week. The capital structure is as follows:

CI	Size	S/F	WAL	Legal	Guidance
A	EUR 488.6mm	AAA/AAA	6.29y	2053	3ME+14bp area
B	EUR 6.45mm	AA/AA	10.18y	2053	3ME+lo-mid 20s
C	EUR 13.2mm	BBB/BBB	10.18y	2053	3ME+65bp area
D	EUR 8.77mm	nr/nr	n/a	2053	n/a

- 4,617 loans with an average balance of EUR 111,983. 100% first ranking mortgages. WA LTV 68.15% and 1.2-years seasoning. 77.07% Northern Italy.

## CMBS

\* **RBS** has announced its latest conduit CMBS, the GBP 547mm **EPIC (Culzean)**. The transaction roadshows next week and is expected to launch the week of February 12. The capital structure is as follows:

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CI Size	S/M/F	WAL	LTV	LFM	Index
A GBP 355mm	AAA/Aaa/AAA	4.6y	42.3%	2019	Preplaced
B GBP 54.6mm	AAA/NR/AAA	4.7y	52.6%	2019	3mL
C GBP 51.7mm	AA/NR/AA	5.0y	59.0%	2019	3mL
D GBP 43.7mm	A-/NR/A	9.7y	64.7%	2019	3mL
E GBP 18.75mm	BBB/NR/BBB+	9.7y	68.1%	2019	Preplaced
F GBP 22.93mm	BBB-/NR/BBB	9.7y	70.1%	2019	3mL

\* **Silver Maple Investment Corp**, a EUR 175mm Singaporean CMBS from **CapitaMall Trust**, has been announced via sole bookrunner Standard Chartered Bank. The Series 030 notes roadshow until February 6 in the UK, Europe and Singapore. The capital structure is as follows:

CI Size	S/M/F	WAL	Final	Index
A EUR 175mm	AAA/Aaa/AAA	5.7y	Apr 2014	3ME

- Portfolio contains 9 shopping malls across Singapore. Near 100% occupancy rate. 33.9% LTV. 5.03x DSCR. Proceeds will be used to redeem the Series 001 notes of SGD 172mm, the outstanding revolving credit facility of SGD 28mm and refinance other short-term debt.

\* Fitch on Thursday downgraded the Class B2 from **SCIP 2**, the Italian government real estate securitisation. The EUR 475mm tranche, which was already on Rating Watch Negative, was downgraded from Double A to AA-. The deal's EUR 1.978bln Triple A Class A5, which was also on RWN, has been affirmed. Both are now off RWN.

Fitch had put both tranches on RWN in November because of "disappointing collection performance," and the rating agency says that "lower-than-expected sale prices of the residential units was consistently reducing the expected value of the portfolio outstanding".

Fitch says that in fact collections improved over the most recent quarter, from EUR 214mm the previous three months to EUR 306mm. But it notes that on a cumulative basis collections "are still below the issuer's business plan as well as Fitch's base case."

## CDOs

\* **HEAT Mezzanine I-2007**, the EUR 314mm securitisation of subordinated loan agreements to German SMEs from **HSBC Trinkaus & Burkhardt AG**, has been announced via sole bookrunner HSBC. The capital structure is as follows:

CI Size	M/F	WAL	Legal	Type	Index
A1 EUR 233mm	Aaa/AAA	6.91y	Feb-15	FRN	6mE
A2	Aaa/AAA	6.91y	Feb-15	FXD	7yrMSW
B1 EUR 31mm	Aa3/A	7y	Feb-15	FRN	6mE
B2	Aa3/A	7y	Feb-15	FXD	7yrMSW
C1 EUR 25.5mm	Baa1/BBB	7y	Feb-15	FRN	6mE
C2	Baa1/BBB	7y	Feb-15	FXD	7yrMSW
Jnr EUR 24.5mm	NR	7y	Feb-15	n/a	n/a

- Portfolio volume is EUR 314mm from 60 borrowers. Max single borrower concentration 3.8%. Average pool rating Baa3. Expected pricing February 16, settling on February 22 2007.

\* **ABN AMRO** is readying a EUR 5.2bln securitisation of SME loans from its SMILE programme. **SMILE 2007** references a highly granular portfolio of over 15,000 loans and is expected to price in mid-February. The capital structure is as follows:

CI Size	S/M/F	CE	Final	WAL	Index
A EUR 4.8044bln	AAA/Aaa/AAA	7.0%	2058	3.9y	3ME

B EUR 103.3mm	AA+/Aa2/AA	5.0%	2058	5.5y	3ME
C EUR 77.5mm	AA-/A1/A	3.5%	2058	5.5y	3ME
D EUR 77.5mm	BBB+/Baa2/BBB	2.0%	2058	5.5y	3ME
E EUR 87.8mm	BB-/Ba3/BB	-0.3%	2058	5.5y	3ME
F EUR 15.5mm	nr/nr/nr		XS	2058	5.5y 3ME

- Outstanding balance EUR 5.166bln. 15,102 loans to 10,122 obligors. 23.93-months seasoning. Maximum loan value EUR 10mm. Largest exposure 0.19%.

- 84% of the portfolio is collateralised by residential or commercial mortgages (including additional collateral).

\* **Hannover Re** is marketing its first credit risk securitisation via **Merlin CDO 1**, a synthetic CDO arranged by SG. Marketing is at an early stage.

The reinsurer regularly uses securitisation for catastrophe risk and life insurance. But the new deal involves credit risk on insurance and reinsurance companies to whom Hannover Re itself passes on reinsurance risk: the CDO will shift some of the risk of these companies going bankrupt, insolvent, or being unable to meet a claim from Hannover Re.

Merlin will provide EUR 95mm of protection on a EUR 1bln portfolio, above EUR 60mm first loss.

CI	Size	S&P	CE	Cushion	Mat	Index
A	EUR 25mm	AAA	13.0%	1.15%	2012	3ME
B	EUR 25mm	AA	10.5%	1.05%	2012	3ME
C	EUR 15mm	A	9.0%	0.93%	2012	3ME
D	EUR 30mm	BBB	6.0%	0.95%	2012	3ME
1 <sup>st</sup> loss	EUR 60mm	nr				Retained

- Reference portfolio: EUR 1bln comprising 100 insurance and reinsurance entities. WA rating A. Fixed recovery rate of 35%.

\* Derivative Fitch has placed the Single A rated Class B note of **StaGe Mezzanine**, the German profit participation agreement (PPA) securitisation, on Rating Watch Negative citing two separate events. The first event relates to the filing for bankruptcy by one of the reference companies on January 22 while the second event is a payment holiday granted to another referenced company.

The agency says that should the German courts accept the bankruptcy application or the company's failure to pay exceeds 15 days, the principal deficiency ledger (PDL) would be triggered. The company accounts for 5.7% of the portfolio notional balance.

The second asset represents 1% of the portfolio notional amount, and if it does not resume interest payments in 2008 as agreed it will lead to a separate event in the PDL.

The transaction was launched in June 2006 and was the securitisation of PPAs to 51 companies selected based on the advice of Deloitte & Touche Corporate Finance GmbH.

This news comes just a few days after another German PPA SME, **Force 2005-1**, was placed on CreditWatch Negative by S&P following the filing for bankruptcy by ISE Innomotive Systems Europe. The companies referenced in Force 2005-1 were selected by equiNotes Management, a joint venture between Deutsche Bank and IKB.

## ABS

\* Price guidance on **VCL 9**, the EUR 970mm German auto lease ABS from **Volkswagen Leasing**, is out. Bookrunner SG and joint lead Dresdner Kleinwort are talking the Triple A note at 1ME+6bp

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area. Co-managers are Caboto, Fortis and LBBW. The capital structure is as follows:

CI Size	S/M/F	WAL	LFM	Guidance
A EUR 940.2mm	AAA/Aaa/AAA	1.4y	2012	1ME+6bp area
B EUR 30.35mm	A+/A1/A+	1.7y	2012	1ME+15-16bp

- Collateral: 91.2% new vehicles, WA seasoning 6-months.  
Average balance EUR 12, 730.

\* **Citigroup** announced on Monday it had agreed to buy **Egg Banking** from Prudential for GBP 575mln in cash. The news was not wholly unexpected: Prudential first put Egg up for sale three years ago.

Egg has UK credit card ABS outstanding from its Pillar programme, which last year attracted rating agency attention for its non-standard method for charging delinquencies, which they said resulted in express spread appearing higher than was in fact the case.

The ABS bonds are not particularly liquid, and no trading was evident following the announcement.

Traders say, though, said that any impact of the Citigroup purchase on the bonds should be positive, with offers on the notes not as low as they have been in recent months.

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Primary market pricing details

RMBS						
<b>29 Jan</b>	<b>Bancaja 10 (Bancaja) via Bancaja/Barclays Capital/Calyon/JP Morgan</b>					
Class	Size	M/S	WAL	Guidance	Coupon	Notes
A1	EUR 420mm	Aaa/AAA	0.76y	PREPLACED	3ME+5bp	Guidance tightened from 13bp area,
A2	EUR 1,537mm	Aaa/AAA	4.73y	E+12bp area	3ME+12bp	30bp area, low 50s and 200-220bp.
A3	EUR 500mm	Aaa/AAA	13.24r	PREPLACED	3ME+19bp	Pools 21,616 Spanish mortgages with
B	EUR 65mm	A1/A	9.76y	E+27-28bp	3ME+27bp	a 76.5% LTV and 11.8-months
C	EUR 52mm	Baa3/BBB	9.76y	E+50-51bp	3ME+50bp	seasoning. Legal final May 2050.
D	EUR 26mm	Ba3/BB	9.76y	E+190-200bp	3ME+190bp	12% CPR and 10% clean-up call.
E	EUR 31.5mm	Ca/CCC-	10.67y	RETAINED	n/a	
<b>01 Feb</b>	<b>Storm 2007-1 (Obvion NV) via Rabobank/SG (Barclays Bank) via Barclays Capital</b>					
Class	Size	S/M/F	WAL	Guidance	Coupon	Notes
A1	EUR 230mm	AAA/Aaa/AAA	0.82y	3ME+4bp area	3ME+3bp	Pools 10,499 prime Dutch
A2	EUR 391mm	AAA/Aaa/AAA	2.89y	3ME+8bp area	3ME+7bp	mortgages with 94.1%
A3	EUR 1,587mm	AAA/Aaa/AAA	6.53y	3ME+11-12bp	3ME+11bp	WA LTFV and 6.4-months
B	EUR 46mm	AA/Aa1/AA	6.75y	3ME+16-17bp	3ME+14bp	seasoning. Average balance
C	EUR 27.6mm	A/Aa3/A+	6.75y	3ME+21-22bp	3ME+18bp	EUR 194,309.
D	EUR 18.4mm	BBB+/A2/A-	6.75y	3ME+40bp area	3ME+35bp	
E	EUR 23mm	-/Baa3/BBB-	1.83y	3ME+low 50s	3ME+44bp	
ABS						
<b>01 Feb</b>	<b>Apulia Finance 5 Cessioni Srl (Apulia Prontoprestito) via DB</b>					
Class	Size	Mdy	Final	WAL	Coupon	Notes
A	EUR 131.5mm	Aaa	Oct 2020	4.26y	3ME+15bp	Italian personal loans. 18,277 loans to
B	EUR 16.25mm	nr	Oct 2020	n/a	n/a	17,490 borrowers with 9.71 months
						seasoning.
CDO						
<b>01 Feb</b>	<b>CELF Europe Credit Partners PLC (Carlyle Group) tap via Deutsche Bank</b>					
Class	Size	Mdy	Final	WAL	Coupon	Notes
VF2*	EUR 284.0mm	Aaa/AAA		7y	3ME+33bp/25bp	Credit opportunities fund targeting
A2	EUR 130.0mm	Aaa/AAA		7y	3ME+30bp	predominantly leveraged loans.
B2	EUR 12.0mm	Aa2/AA		7y	3ME+48bp	Original deal launched May 2006.
C2	EUR 12.0mm	A2/A		7y	3ME+71bp	* VF2 is a variable funding note, and
D2	EUR 7.0mm	Baa2/BBB		7y	3ME+160bp	pays 33bp drawn or 25bp undrawn.
E	EUR 75.7mm	nr/nr				

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REUTERS: SFW400

London  
+44 20 7017 5400

New York  
+1 212 907 5800

Tokyo  
+81 3 5210 2468

Hong Kong  
+852 2234 2000

Singapore  
+65 6226 3068



## Near-term ABS/MBS/CDO pipeline

Type	Deal description
ABS	<b>ADI (Ferrovial)</b> BAA debt refinancing through whole business-style ABS – Citi/RBS
ABS	<b>VCL 9</b> EUR 970mm German auto lease ABS from VW Leasing via DK/SG
CMBS	<b>Epic (Culzean)</b> GBP 547mm UK CMBS from RBS
CMBS	<b>REC 6: Alburn REC Ltd</b> GBP 188.05mm UK CMBS via Rothschild
CMBS	<b>Silver Maple</b> EUR 175mm Singapore CMBS from CapitaMall Trust via StanChart
RMBS	<b>AyT Kuxta II</b> EUR 1.2bln Spanish RMBS for Kuxta via JP Morgan
RMBS	<b>Bank of Ireland</b> multicurrency UK RMBS TBA
RMBS	<b>BTA Ipoteka</b> Kazakh RMBS via ABN Amro
RMBS	<b>Claris Finance 2007</b> EUR 517mm Italian RMBS for Veneto Banca Group – SG/IMI
RMBS	<b>Kildare Securities</b> EUR 2.75bln Irish RMBS from Bank of Ireland – BC/Citi/DB
RMBS	<b>Permanent 2007-1</b> UK RMBS for HBOS via DB/LB/UBS
RMBS	<b>Ukraine Mortgage Finance 1</b> USD 180mm RMBS from Privatbank via UBS
CDO	<b>Ares</b> planning European leveraged loan CLO via Deutsche Bank
CDO	<b>Astir (Isara)</b> EUR 1.5bln synthetic high grade ABS CDO for Fortis Bank readies
CDO	<b>Carnuntum High Grade 1</b> EUR 1bln high grade ABS CDO for Omicron – West LB
CDO	<b>Harvest CLO V</b> EUR 550mm leveraged loan CLO from Mizuho via Barclays Capital
CDO	<b>Heat Mezz I-2007</b> German hybrid capital deal for EUR 314mm via HSBC
CDO	<b>Investec</b> GBP 200mm CRE CDO via Bear Stearns
CDO	<b>Merlin CDO I</b> EUR 95mm part-funded synthetic CDO for Hannover Re via SG
CDO	<b>Proventus ABS CDO I</b> EUR 115mm synthetic CDO for Mizuho via Mizuho/ML
CDO	<b>PREPS 2007-1</b> EUR 250mm German hybrid capital CLO via Unicredit/JPM
CDO	<b>Regent Street Finance CDO</b> EUR 2.1bln synthetic ABS CDO for KBC FP via KBC
CDO	<b>Smile 2007</b> EUR 5.2bln cash CLO of Dutch SME loans from ABN Amro

Informa Global Markets' Structured Finance Watch provides real-time analysis and new deal intelligence on the growing structured securities markets in the United States, Europe and Asia/Pacific. The service covers the full range of structured asset classes, including synthetic and funded CDOs, residential and commercial mortgages, equipment loans/leases, auto receivables, credit card and various other credit issues.

Please contact Anil Mayre on 020 7017 5483 and Chris Moore on 020 7017 5448 for further details.

### Informa Global Markets

London analysts: Andy Hicks, Anil Mayre, Chris Moore

Managing Director: Lauretta Gell. Global Credit & Derivatives Manager: Frank Claus

New York analysts: Anjela Traboulsi, David Feldheim, Chris DeReza, Sarah Mulholland

Tokyo: Hiroki Nakano, Kuniyoshi Nishimura

Hong Kong: Hon Shing Lam

Sales London/Europe: Please contact the sales team on +44 207 017 5402 or [sales@informaqm.com](mailto:sales@informaqm.com) for additional information

Database services: Tony Rodriguez, Carlos Yun

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