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## Rating Raised On LeasePlan UK's ABS Lease Securitization Bumper 5 (UK) Finance's Class B Notes; Class A Notes Affirmed

**Surveillance Credit Analyst:**

Thomas Cho, London (44) 20-7176-3896; thomas.cho@standardandpoors.com

**Secondary Contact:**

Ryan Butler, London (1) 212-438-2122; ryan.butler@standardandpoors.com

### OVERVIEW

- Following our review of Bumper 5 (UK) Finance, we have raised to 'AAA (sf)' from 'AA+ (sf)' our rating on the class B notes.
- At the same time, we have affirmed our 'AAA (sf)' ratings on the class A1 and A2 notes.
- Bumper 5 (UK) Finance securitizes a pool of auto lease receivables and related residual values.

LONDON (Standard & Poor's) May 13, 2014--Standard & Poor's Ratings Services today raised to 'AAA (sf)' from 'AA+ (sf)' its credit rating on Bumper 5 (UK) Finance PLC's class B notes. At the same time, we have affirmed our 'AAA (sf)' ratings on the class A1 and A2 notes (see list below).

The transaction closed in April 2012 and had a nine-month revolving period (see "New Issue: Bumper 5 (UK) Finance PLC," published on April 13, 2012). It began to amortize in January 2013 and has a pool factor (the percentage of the pool's outstanding aggregate principal balance) of 41.2%.

Given that the pool is largely split between retail and corporate leases, we assessed credit risk with two approaches.

Our first approach considers the transaction's historical performance measures, including delinquencies, gross losses, recovery rates, and takes

into account macroeconomic and industry trends (see "European Consumer Finance Criteria," published on March 10, 2000). We have decreased our gross loss base-case expectations as a result of the transaction's stable performance since closing.

Our second approach addresses the concentrations in the pool. We applied a combination of our small and midsize enterprise (SME) collateralized loan obligation (CLO) methodology and additional tests under our asset-backed securities criteria (see "European SME CLO Methodology And Assumptions," published on Jan. 10, 2013 and "European Consumer Finance Criteria," published on March 10, 2000"). The tests are designed to determine whether the transaction can withstand losses of the largest obligor, industry, and region with a defined recovery rate for each.

As a result of our updated credit risk calculations, our analysis shows that the class A1, A2, and B notes pass at 'AAA' stress levels. This is due to increased available credit enhancement and high excess spread for all rated notes. The results are in line with our credit stability criteria (see "Methodology: Credit Stability Criteria," published on May 3, 2010).

We have therefore raised to 'AAA (sf)' from 'AA+ (sf)' our rating on the class B notes, and affirmed our 'AAA (sf)' ratings on the class A1 and A2 notes.

Multiple reserves, including a maintenance reserve, are available to ensure continuation of the leases after the insolvency of the servicer, and to provide credit enhancement. The servicer will fund all of the reserves in the event that it is downgraded.

Bumper 5 (UK) Finance securitizes a pool of auto lease receivables and related residual values. LeasePlan UK Ltd.'s brands originated the lease contracts to its U.K. corporate, public-sector, retail, and SME customers.

#### STANDARD & POOR'S 17G-7 DISCLOSURE REPORT

SEC Rule 17g-7 requires an NRSRO, for any report accompanying a credit rating relating to an property-backed security as defined in the Rule, to include a description of the representations, warranties and enforcement mechanisms available to investors and a description of how they differ from the representations, warranties and enforcement mechanisms in issuances of similar securities. The Rule applies to in-scope securities initially rated (including preliminary ratings) on or after Sept. 26, 2011.

If applicable, the Standard & Poor's 17g-7 Disclosure Report included in this credit rating report is available at <http://standardandpoorsdisclosure-17g7.com>

#### RELATED CRITERIA AND RESEARCH

Related Criteria

- Europe Asset Isolation And Special-Purpose Entity Criteria--Structured Finance, Sept. 13, 2013
- Counterparty Risk Framework Methodology And Assumptions, June 25, 2013
- European SME CLO Methodology And Assumptions, Jan. 10, 2013
- Principles Of Credit Ratings, Feb. 16, 2011
- European Consumer Finance Criteria, March 10, 2000

#### Related Research

- European Economic Outlook: Out of Recession, Back In The Slow Lane, March 21, 2014
- New Issue: Bumper 5 (UK) Finance PLC, April 13, 2012
- European Structured Finance Scenario And Sensitivity Analysis: The Effects Of The Top Five Macroeconomic Factors, March 14, 2012
- Global Structured Finance Scenario And Sensitivity Analysis: The Effects Of The Top Five Macroeconomic Factors, Nov. 4, 2011
- Scenario Analysis: Gross Default Rates And Excess Spread Hold The Answer To Future European Auto ABS Performance, May 12, 2009

#### RATINGS LIST

Bumper 5 (UK) Finance PLC  
€445.8 Million, £467.7 Million Asset-Backed Floating-Rate Notes

Class	Rating	
	To	From
Rating Raised		
B	AAA (sf)	AA+ (sf)

#### Ratings Affirmed

A1	AAA (sf)
A2	AAA (sf)

#### **Additional Contact:**

Structured Finance Europe; [StructuredFinanceEurope@standardandpoors.com](mailto:StructuredFinanceEurope@standardandpoors.com)

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