

CRR Assessment (non-ABCP)

In respect of the Transaction "**AUTO1 Car Funding S.à r.l.**
acting with respect to its Compartment FinanceHero 2024-1"
(Autohero GmbH)

25 July 2024



Authorization of SVI as third party

STS Verification International GmbH (“SVI”) has been authorized by the German Federal Financial Supervisory Authority (Bundesanstalt für Finanzdienstleistungsaufsicht, “BaFin”), as the competent authority pursuant to Article 29 of the Securitisation Regulation, to act in all EU countries as third party pursuant to Article 28 of the Securitisation Regulation to verify compliance with the STS Criteria pursuant to Articles 18 to 26 of the Securitisation Regulation (“STS Verification”). Moreover, SVI performs additional services including the verification of compliance of securitisations with (i) Article 243 of the Capital Requirements Regulation (Regulation (EU) 2017/2401 dated 12 December 2017, amending Regulation (EU) No 575/2013 on prudential requirements for credit institutions and investment firms) (“CRR Assessment”), (ii) Article 270 (senior positions in synthetic SME securitisations) of the CRR (“Article 270 Assessment”), (iii) Article 13 of the Delegated Regulation (EU) 2018/1620 on liquidity coverage requirement for credit institutions dated 13 July 2018, amending Delegated Regulation (EU) 2015/61 to supplement Regulation (EU) No 575/2013 of the European Parliament and the Council with regard to liquidity coverage requirements for Credit Institutions (“LCR”) (“LCR Assessment”), and (iv) the STS Criteria, in respect of existing securitisations and potential deficiencies regarding compliance with the STS Criteria (“Gap-Analysis”).

Mandating of SVI and verification steps

On 10 May 2024, SVI has been mandated by the parent company of the Seller (AUTO1 Group) to verify compliance with Article 243 (2) of the CRR for the securitisation transaction “**AUTO1 Car Funding S.à r.l. acting with respect to its Compartment FinanceHero 2024-1**” (the “Transaction”).

As part of our verification work, we have received a Due Diligence presentation dated February 2024 and discussed selected aspects of the Transaction with AUTO1 Group, Autohero GmbH and the Arranger and obtained additional information on the Transaction structure, the underwriting and servicing procedures of AUTO1 Group and Autohero GmbH and the underlying transaction documentation.

For the purposes of this CRR Assessment, we have reviewed the following documents and other information related to the Transaction:

- Prospectus
- Receivables Purchase Agreement
- Additional information received by e-mail, such as confirmations, comments, etc.

Verification Methodology

The fulfilment of each verification point in this Final CRR Assessment provided to the Originator is evaluated based on the three fulfilment values (traffic light status):

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| Criterion is fully met | |
| Criterion is mostly met, but with comments or requests for missing information | |
| Criterion not (yet) met based on available information | |

Disclaimer of SVI

SVI grants a registered verification label “verified – STS VERIFICATION INTERNATIONAL” if a securitisation complies with the requirements for simple, transparent and standardised securitisation as set out in Articles 19 to 22 of the Securitisation Regulation (“STS Requirements”). The same registered verification label is used by SVI in the context of a CRR Assessment, Article 270 Assessment, LCR Assessment and Gap-Analysis. The aim of the Securitisation Regulation is to restart high-quality securitisation markets, and the intention of implementing a framework for simple, transparent and standardised transactions with corresponding STS criteria shall contribute to this. However, it should be noted that the STS verification performed by SVI does not affect the liability of an originator or special purpose vehicle in respect of their legal obligations under the Securitisation Regulation. Furthermore, the use of verification services from SVI shall not affect the obligations imposed on institutional investors as set out in Article 5 of the Securitisation Regulation or set out in the CRR, LCR and other relevant regulations, respectively. Notwithstanding confirmation by SVI, which verifies compliance of a securitisation with the STS Requirements, such verification by SVI does not ensure the compliance of a securitisation with the general requirements of the Securitisation Regulation.

SVI has carried out no other investigations or surveys in respect of the issuer or the notes concerned other than as set out in this CRR Assessment and disclaims any responsibility for monitoring the Issuer’s continuing compliance with these requirements or any other aspect of the issuer’s activities or operations. In particular, SVI has relied on statements made in the offering circular or other legal documentation of the Transaction and based its analysis on information provided directly or indirectly by the Originator or Sponsor of the Transaction. Investors should therefore not evaluate their investment in securitisation positions based on this CRR Assessment.

SVI has not provided any form of advisory, audit or equivalent service to the Originator, Issuer or Sponsor.

SVI assumes due performance of the contractual obligation thereunder by each of the parties and the representations made and warranties given in each case by any persons to SVI or in any of the documents are true, not misleading and complete.

LIST OF ABBREVIATIONS/DEFINITIONS

Note: For any other term used in this Final CRR Assessment in capital spelling, please refer to the defined terms in the Section “TRANSACTION DEFINITIONS” in the Prospectus.

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| AuP | Agreed-upon Procedures |
| Autohero | Autohero GmbH |
| BaFin | Bundesanstalt für Finanzdienstleistungsaufsicht (German Federal Financial Supervisory Authority) |
| CF-Model | Cash Flow-Model |
| Closing Date | 25 July 2024 |
| Due Diligence Presentation | Due Diligence Presentation dated February 2024 |
| Dutch Opinion | Dutch Legal Opinion |
| EBA | European Banking Authority |
| EBA Guidelines | Final Report on Guidelines on the STS criteria for non-ABCP securitisation, as published by EBA on 12 December 2018 |
| ECB | European Central Bank |
| EIOPA | European Insurance and Occupational Pensions Authority |
| ESAs | European supervisory authorities (EBA, EIOPA and ESMA) |
| ESMA | European Securities and Markets Authority |
| Final Verification Report | Final Verification Report prepared by SVI in respect of the Transaction |
| FinanceHero 2024-1 | AUTO1 Car Funding S.à r.l. acting with respect to its Compartment FinanceHero 2024-1 |
| German Opinion | German Legal Opinion |
| Issuer | AUTO1 Car Funding S.à r.l. acting with respect to its Compartment FinanceHero 2024-1 |
| Legal Opinions | German and Dutch Legal Opinion |
| Prospectus | Prospectus dated 22 July 2024 |
| RPA | Receivables Purchase Agreement |

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| RTS on Homogeneity | Commission delegated Regulation (EU) 2024/584 amending the regulatory technical standards laid down in Delegated Regulation (EU) 2019/1851 as regards the homogeneity of the underlying exposures in simple, transparent and standardised securitisations dated 7 November 2023 |
| RTS on Risk Retention | Commission delegated Regulation (EU) 2023/2175 supplementing Regulation (EU) 2017/2402 of the European Parliament and of the Council with regard to regulatory technical standards specifying in greater detail the risk retention requirements for originators, sponsors, original lenders, and servicers dated 7 July 2023 |
| Securitisation Regulation | Regulation (EU) 2017/2402 of the European Parliament and of the Council of 12 December 2017 laying down a general framework for securitisation and creating a specific framework for simple, transparent and standardised securitisation, and amending Directives 2009/65/EC, 2009/138/EC and 2011/61/EU and Regulations (EC) No 1060/2009 and (EU) No 648/2012, as amended by Regulation (EU) 2021/557 of 31 March 2021 |
| Seller | Autohero GmbH |
| Servicer | Autohero GmbH |
| SSPE | Securitisation Special Purpose Entity or Issuer |
| SRT | Significant risk transfer |
| STS Requirements | The requirements for simple, transparent and standardised securitisation in respect of a non-ABCP transaction as set out in Articles 19 to 22 of the Securitisation Regulation |
| Third Country | A country that is not part of the Union |
| Transaction | The securitisation of vehicle instalment purchase receivables involving FinanceHero 2024-1 as Issuer |
| Union | The European Union or "EU" |
| Warehouse Seller | Autohero Funding 1 B.V. |

| # | Criterion Article 243 (2) | CRR Assessment |
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| 1 | Qualification of the securitisation position as STS securitisation | <p><u>Verification Method</u>: Legal / Regulatory</p> <p>The Transaction and therefore also the Securitisation Position will be notified according to Article 27 (1) of the Securitisation Regulation by the Seller as Originator to ESMA as meeting the requirements of Articles 20 – 22 of the Securitisation Regulation in respect of non-ABCP securitisations, see Section "RISK RETENTION", Subsection "EU Transparency Requirements" of the Prospectus. Please also refer to the Final Verification Report prepared by SVI in respect of the Transaction.</p> |

| # | Criterion Article 243 (2) (a) | CRR Assessment |
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| 2 | Granularity of the securitised portfolio in terms of single obligor concentrations | <p><u>Verification Method</u>: Legal</p> <p>At the time of inclusion in the securitisation, the total amount of Purchased Receivables assigned resulting from Instalment Purchase Agreements with one and the same Debtor will not exceed 0.1% of the aggregate Outstanding Balance of the aggregated Securitised Portfolio in respect of any single Debtor as at the Closing Date, please refer to the Section "DESCRIPTION OF THE PORTFOLIO", Subsection "Amortisation Profile of the Portfolio as per 28 May 2024", Table "Concentration – Top Borrowers" as well as Section "OVERVIEW", Subsection "THE ASSETS AND RESERVES", Paragraph "Eligibility Criteria", Items (i)(i) and (iii)(f) of the Prospectus and as confirmed by the Seller.</p> <p>The underlying exposures represent instalment purchase receivables (including certain related claims and rights) originated under certain Vehicle Instalment Purchase Agreements ("Purchased Receivables") and do not include any securitised residual leasing values. Hence, Article 243 (2) (a) 2nd Paragraph of the CRR is not applicable to the Transaction.</p> |

| # | Criterion Article 243 (2) (b) | CRR Assessment |
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| 3 | Maximum risk weight under the Standardised Approach | <p><u>Verification Method</u>: Legal / Due Diligence</p> <p>None of the underlying exposures are secured by residential mortgages or commercial mortgages, therefore Article 243(2) (b) (i) and (ii) are not applicable.</p> <p>At the time of inclusion in the securitisation, the underlying exposures meet, in relation to the Seller as Originator, the conditions for being assigned, under the Standardised Approach and taking into account any eligible credit risk mitigation, the following maximum risk weights:</p> <p>Retail exposures: 75% (individual exposure) Any other exposures: 100% (individual exposure)</p> <p>The underlying Instalment Purchase Agreements have been entered into exclusively with (i) consumers (<i>Verbraucher</i>) resident or (ii) entrepreneurs (<i>Unternehmer</i>) located in the Federal Republic of Germany and the Debtors are not credit-impaired, please refer to Section "OVERVIEW", Subsection "THE ASSETS AND RESERVES", Paragraph "Eligibility Criteria", Items (ii)(h), (iii)(a) and (iii)(c) of the Prospectus.</p> <p>Therefore, 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 100% for other (=entrepreneurs) exposures in accordance with Article 122 (2) and equal to or smaller than 75% for retail exposures in accordance with Article 123 of the CRR, on an individual exposure basis.</p> |

| # | Criterion Article 243 (2) (c) | CRR Assessment |
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| 4 | Inclusion of loans secured by lower ranking security rights for RMBS and CMBS | <p><u>Verification Method</u>: Legal</p> <p>The Eligibility Criteria restrict the underlying exposures to Receivables under Instalment Purchase Agreements – therefore, residential or commercial mortgage loans do not form part of the portfolio, please refer to Section "OVERVIEW", Subsection "THE ASSETS AND RESERVES", Paragraph "Eligibility Criteria", Item (i) of the Prospectus.</p> |

| # | Criterion Article 243 (2) (d) | CRR Assessment |
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| 5 | Maximum loan-to-value for RMBS | <p data-bbox="669 387 954 416"><u>Verification Method</u>: Legal</p> <p data-bbox="669 437 2000 523">The Eligibility Criteria restrict the underlying exposures to Receivables under Instalment Purchase Agreements – therefore, residential or commercial mortgage loans do not form part of the portfolio, please refer to Section “OVERVIEW”, Subsection “THE ASSETS AND RESERVES”, Paragraph “Eligibility Criteria”, Item (i) of the Prospectus.</p> |

As a result of the verifications documented above, we confirm to **Autohero GmbH / AUTO1 Group** that the requirement pursuant to Article 243 (2) of Regulation (EU) 2017/2401 dated 12 December 2017, amending Regulation (EU) No 575/2013 on prudential requirements for credit institutions and investment firms, have been fulfilled for the transaction "**AUTO1 Car Funding S.à r.l. acting with respect to its Compartment FinanceHero 2024-1**".

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