

Rating Action: Moody's withdraws Heta Asset Resolution AG's Carinthia-backed ratings for business reasons

23 Jul 2018

Frankfurt am Main, July 23, 2018 -- Moody's Investors Service has withdrawn the Caa3 backed long-term senior unsecured debt ratings and the C backed subordinate debt ratings of Heta Asset Resolution AG (Heta). At the time of withdrawal the outlook on Heta's backed long-term senior unsecured debt ratings was positive.

The local currency rating of Heta's Aa1 backed subordinate bond which benefits from an unconditional and irrevocable guarantee of the Government of Austria (Aa1 stable) was unaffected by today's rating withdrawals.

RATINGS RATIONALE

Moody's has decided to withdraw the ratings for its own business reasons. Please refer to the Moody's Investors Service's Policy for Withdrawal of Credit Ratings, available on its website, www.moody.com.

WHAT COULD MOVE THE RATINGS UP/DOWN

An improvement of the creditworthiness of the Austrian sovereign would exert upward pressure on the guaranteed debt rating while any deterioration of the creditworthiness of the Austrian sovereign would exert downward pressure.

LIST OF AFFECTED RATINGS

Issuer: Heta Asset Resolution AG

Rating Withdrawals:

... Carinthian-state-guaranteed Senior Unsecured Debt (Local & Foreign Currency), previously rated Caa3, Positive outlook

... Carinthian-state-guaranteed Subordinate Debt (Local Currency), previously rated C

Outlook Action:

... Outlook, Changed to No Outlook from Positive

REGULATORY DISCLOSURES

For any affected securities or rated entities receiving direct credit support from the primary entity(ies) of this credit rating action, and whose ratings may change as a result of this credit rating action, the associated regulatory disclosures will be those of the guarantor entity. Exceptions to this approach exist for the following disclosures, if applicable to jurisdiction: Ancillary Services, Disclosure to rated entity, Disclosure from rated entity.

Regulatory disclosures contained in this press release apply to the credit rating and, if applicable, the related rating outlook or rating review.

Please see www.moody.com for any updates on changes to the lead rating analyst and to the Moody's legal entity that has issued the rating.

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