

Kingdom of Spain

This annex refers to the rating action release of 21 August 2020

Annex I: Summary of core variable scorecard (CVS) and qualitative scorecard (QS)¹

Implied rating of core variable scorecard (CVS)		bbb
Weight	Qualitative scorecard (QS)	
35%	Growth potential of the economy	Neutral
	Economic policy framework	Strong
	Macro-economic stability and sustainability	Neutral
30%	Fiscal policy framework	Neutral
	Debt sustainability	Strong
	Market access and funding sources	Strong
15%	Current account vulnerability	Strong
	External debt sustainability	Strong
	Vulnerability to short-term external shocks	Strong
10%	Perceived willingness to pay	Neutral
	Recent events and policy decisions	Weak
	Geopolitical risk	Neutral
10%	Banking sector performance	Strong
	Banking sector oversight and governance	Strong
	Financial imbalances and financial fragility	Neutral
QS adjustment (notches)		2
Additional considerations (notches)		0
Final rating		A- NEG

Annex II: Selected indicators

	2016	2017	2018	2019E	2020F	2021F
GDP per capita (USD, '000s)	24.0	25.0	25.7	26.4	24.0	25.8
Real GDP, % change	3.0	2.9	2.4	2.0	-9.4	7.0
CPI, % change	-0.3	2.0	1.7	0.8	0.0	1.0
General government balance, % of GDP	-4.3	-3.0	-2.5	-2.8	-10.1	-6.7
Central government debt, % of GDP	99.2	98.6	97.6	95.5	115.6	113.7
Current account balance, % of GDP	3.2	2.7	1.9	2.0	3.2	2.7
Gross external debt, % of GDP	167.7	167.0	168.3	169.4	-	-

Source: AMECO, Eurostat, ECB, Scope Ratings GmbH

Annex III: Economic development and default indicators

IMF Development Classification ²	AE
10Y CDS spread as of 20 August 2020	103

¹ The weighting and explanation of all rating factors are described in Scope's 'Public Finance Sovereign Ratings' methodology, available on www.scooperatings.com

² AE = advanced economy; EMDE = emerging market and developing economy