

Assigned J-1 to dispensing fees ABL10-07 (Nanba Pharmacy)

July 21, 2010

JCR has assigned a J-1 rating to an asset-backed loan (ABL) backed by dispensing fees receivable.

Instrument Name: Dispensing Fees Receivable (Nanba Pharmacy Co., Ltd.)

Securitization Program

Rating: J-1

ABL Execution Amount: Y63,787,035

Underlying Assets: dispensing fees receivable originated by Nanba Pharmacy Co., Ltd. from Social Insurance Medical Fee Payment Fund (SIMFPF) and the Federation of National Health Insurance Organizations (FNHIOs)

Credit Enhancement & Liquidity Facility: Senior-subordinated structure (Underlying Assets: Y79,733,795, Subordination: Y15,946,760)

ABL Execution Date: July 23, 2010

Final Maturity Date: August 31, 2010

Coupon Type: fixed

Originator: Nanba Pharmacy Co., Ltd.

ABL Borrower: Progress Funding Corporation

Arranger: North Pacific Bank, Ltd.

<Rationale>

Nanba Pharmacy securitizes its dispensing fees receivable from Social Insurance Medical Fee Payment Fund (SIMFPF) and the Federation of National Health Insurance Organizations (FNHIOs). There are no concerns about capabilities of parties to the structure to carry out their administrative duties. Risks with respect to principal and interest payments have been reduced to a level consistent with J-1 rating through credit enhancement and mechanism of the structure.