

11-D-0405
September 1, 2011

JCR Affirmed A/Stable Rating on Senior debts of Yodogawa Christian Hospital

Japan Credit Rating Agency, Ltd. (JCR) announces the following credit rating.

Rationale

Japan Mission of the Presbyterian Church in the U.S.A. is engaged in the operation of Yodogawa Christian Hospital (main hospital with 487 beds for general patients) and other medical facilities in the Higashi-Yodogawa ward of Osaka City. Construction is currently underway for a new hospital building (630 beds for general patients), into which the Hospital is scheduled to move in September 2012 for the new opening. The Hospital recorded an increase in revenue in the fiscal year ended March 31, 2011, thanks to the effect of the medical treatment fee revision and the improved bed operation rate of its branch hospital, and maintains a certain level of earnings. Although direction of institutional reforms is unpredictable at this stage, JCR thinks that it can continue to secure certain earnings after it relocates, given a progress in its relocation preparation including hiring new staff. Despite the Hospital's expectation of an increase in interest-bearing debt due to the said construction, JCR considers that certainty of its debt redemption will remain high, as outlooks for cash flow and financial structure are within the scope of JCR's previous assumptions.

Rating

Issuer: Religious Juridical Person Japan Mission of the Presbyterian Church in the U.S.A.,
Yodogawa Christian Hospital

<Affirmation>

Senior debts: A Outlook: Stable

Outline of the method for the determination of the credit rating is posted as "Rating Methodology (Corporate)" on JCR's home page (<http://www.jcr.co.jp>). The rating methodology is subject to additions and changes. In such cases, however, these additions and changes are shown in chronological order. Please check the release date of this press release against that of the rating methodology (i.e. the date when such methodology became effective) and then refer to the rating methodology above.

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