

JCR Assigned A and J-1 Rating to Senior Debts and CP of IBJL-TOSHIBA Leasing

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

Rationale

- (1) IBJL-TOSHIBA Leasing Company, Limited is the receiver company that succeeded the corporate financial services business split off from Toshiba Finance Corporation under an M&A conducted by IBJ Leasing Company, Limited. Owned 90% by IBJ Leasing and 10% by Toshiba Corporation, the Company started its business on February 1, 2012 as a consolidated subsidiary of IBJ Leasing. The ratings on the Company reflect relationships with IBJ Leasing in terms of capital, human resources and other fields as well as its base of business for the Toshiba Group.
- (2) For IBJ Leasing, the Company is a point for an access to corporate financial services for the Toshiba Group through the Group's capital investment financing, factoring service and other services for the Group's clients, and vendor finance of Toshiba products. Current economic situation would not allow for a high growth, but JCR sees the Company can ensure stable billings for the time being, partly helped by a business alliance agreed between IBJ Leasing and Toshiba. The Company, with possible various supports from the two shareholders, needs to further enhance the base of business for the Toshiba Group by realizing synergy effects, expanding vendor finance and other efforts.
- (3) The Company posted 3.1 billion yen in ordinary income in the year ended March 2011 and its assets totaled 354.6 billion yen as of March 31, 2011, according to an announcement of IBJ Leasing. The soundness of operating assets is maintained with credit costs being at a low level, and stable earnings are likely for some time to come. On the fundraising front, the Company will keep transactions with the same financial institutions, and it secures liquidity with short-term credit facilities.

Rating

Issuer: IBJL-TOSHIBA Leasing Company, Limited

<Assignment>

Senior debts: A Outlook: Stable

CP: J-1

Maximum: Y150 billion

Outline of the method for the determination of the credit rating is posted as "Rating Methodology (Financial Institutions)" 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.

Japan Credit Rating Agency, Ltd.

Jiji Press Building, 5-15-8 Ginza, Chuo-ku, Tokyo 104-0061, Japan
Tel. +81 3 3544 7013, Fax. +81 3 3544 7026

Information herein has been obtained by JCR from the issuers and other sources believed to be accurate and reliable. However, because of the possibility of human or mechanical error as well as other factors, JCR makes no representation or warranty, express or implied, as to accuracy, results, adequacy, timeliness, completeness or merchantability, or fitness for any particular purpose, with respect to any such information, and is not responsible for any errors or omissions, or for results obtained from the use of such information. Under no circumstances will JCR be liable for any special, indirect, incidental or consequential damages of any kind caused by the use of any such information, including but not limited to, lost opportunity or lost money, whether in contract, tort, strict liability or otherwise, and whether such damages are foreseeable or unforeseeable. JCR's ratings and credit assessments are statements of JCR's current and comprehensive opinion regarding redemption possibility, etc. of financial obligations assumed by the issuers or financial products, and not statements of opinion regarding any risk other than credit risk, such as market liquidity risk or price fluctuation risk. JCR's ratings and credit assessments are statements of opinion, and not statements of fact as to credit risk decisions or recommendations regarding decisions to purchase, sell or hold any securities such as individual bonds or commercial paper. The ratings and credit assessments may be changed, suspended or withdrawn as a result of changes in or unavailability of information as well as other factors. JCR retains all rights pertaining to this document, including JCR's rating data. Any reproduction, adaptation, alteration, etc. of this document, including such rating data, is prohibited, whether or not wholly or partly, without prior consent of JCR.

Copyright © Japan Credit Rating Agency, Ltd. All rights reserved.