

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

HIKARI-1 HIKARI-2

<Affirmation>

ABL: A-
Beneficial Interest: A-

HIKARI-1 and HIKARI-2 are repackaged financial instruments, for which JCR has affirmed the ratings of A-, as detailed hereunder.

Hideyuki Shoji, Seito Achiha

Rating

<Affirmation>

Instrument name	Issue Amount	Subordination Ratio	Repayment/Redemption Final Date	Coupon Type	Rating
HIKARI-1 Beneficial Interest	Undisclosed	-	Oct. 29, 2021	Fixed	A-
HIKARI-1 ABL		-	Oct. 29, 2021		A-
HIKARI-2 Beneficial Interest		-	Oct. 31, 2023		A-
HIKARI-2 ABL		-	Oct. 31, 2023		A-

<Information on Outline of Issue>

Trust Establishment Date: October 31, 2016
Beneficial Interest Assignment/ABL Execution Date: October 31, 2016
Repayment/Redemption Method: Bullet Redemption
Credit Enhancement & Liquidity Facility: NA

<Information on Structure and Stakeholders>

Debtor: HIKARI TSUSHIN, INC.
Arranger: ORIX Bank Co., Ltd.

<Information on Underlying Assets>

Outline of Underlying Assets: Loans receivable from HIKARI TSUSHIN

Rating Assignment Date: February 21, 2019

The criteria used for identifying matters which serve as assumptions for the assessment of the credit status, and the criteria used for setting of grades indicating the results of the assessments of the credit status are published as "Types of Credit Ratings and Definitions of Rating Symbols" (January 6, 2014) in Information about JCR Ratings on JCR's website (<https://www.jcr.co.jp/en/>).

Outline of methodology for determination of the credit rating is shown as "Repackaged Financial Instruments" (December 3, 2012) in Information about JCR Ratings on JCR's website (<https://www.jcr.co.jp/en/>). Rating methodologies for other ancillary points such as eligible deposit accounts and bankruptcy remoteness are also shown within the same page.

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JCR publishes its press releases regarding the rating actions both in Japanese and in English on the same day. In case that it takes time to translate rating rationale, JCR may publicize the summary version, which will be replaced by the full translated version within three business days. (Regarding Structured Finance products, JCR only publicize the summary version in English.)

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