

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

JRE Mega Solar Project Bond Trust 1 Class B Beneficial Interest and Class B Trust ABL

<Affirmation>

Beneficial Interest: A
ABL: A

Rationale

This is a project finance for the mega solar project by Japan Renewable Energy Co., Ltd. (sponsor), which is operated in Kurokawa District, Miyagi Prefecture. Actual revenue from electricity sales has been above the plan. In the first half of 2021, DSCR slightly declined due to a technical factor that the dates of receiving payments for electricity sold were moved back in relation to change of buyers, but is kept at a favorable level after the resolution of the payment date issue. The project is being operated smoothly, and there have been no particular events that would substantially affect its debt-servicing capacity. The forecast for the future cash flows has not changed significantly since the initial rating. JCR sees that cash flows from this project has a high margin for the redemption / repayment of the beneficial interest / trust ABL.

Kiichi Sugiura, Yudai Matsumoto

Rating

<Affirmation>

Instrument Name	Initial Execution/ Issue Amount	Trust Termination Date	Coupon Type	Rating
Class B Beneficial Interest	JPY 250,000,000	Mar. 31, 2033	Fixed	A
Class B Trust ABL	JPY 162,000,000	Mar. 31, 2033	Fixed	A

<Information on Outline of Issue>

Trust Establishment Date: September 30, 2013
Beneficial Interest Assignment/ABL Execution Date: September 30, 2013
Redemption/ Repayment Method: Scheduled Redemption/ Repayment
Credit Enhancement & Liquidity Facility: NA
* Cash Reserve and Senior-subordinated Structure as Credit Enhancement & Liquidity Facility with respect to loan claims, which are the underlying assets.

<Information on Structure and Stakeholders>

Initial Entrustor: Goldman Sachs Japan Co., Ltd.
Trustee: Shinsei Trust & Banking Co., Ltd.
Mega Solar Project Company: GK JRE Osato
Sponsor: Japan Renewable Energy Co., Ltd.
Asset Manager: JRE Operations Co., Ltd.
Arranger: Goldman Sachs Japan Co., Ltd.

<Information on Underlying Assets>

Outline of Underlying Assets: Loan claims against the Mega Solar Project Company

Rating Assignment Date: November 28, 2023

The assumptions for the credit ratings and the definitions of the rating symbols 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 the rating methodology is shown as "Project Finance" (August 28, 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.

The rating stakeholder participated in the rating process of the aforementioned credit ratings.



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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.)
