

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

## <Asset Securitization Products> ABL 22-03

### <Assignment>

#### ABL (Senior Mezzanine Loan)

1st Loan:	Preliminary BBB-
2nd Loan:	Preliminary BBB-
3rd Loan:	Preliminary BBB-

#### ABL (Junior Mezzanine Loan)

1st Loan:	Preliminary BB+
2nd Loan:	Preliminary BB+
3rd Loan:	Preliminary BB+

ABL 22-03 is a real estate securitization instrument, to which JCR has assigned a preliminary BBB- rating to each of 1st through 3rd Loan of Senior Mezzanine Loan and a preliminary BB+ rating to each of 1st through 3rd Loan of junior Mezzanine Loan, as detailed hereunder.

Shigeo Sugiyama, Nobuyasu Matsuda

### Rating

#### <Assignment>

##### Senior Mezzanine Loan

Instrument Name	Execution Amount (mn)	Subordination Ratio	Final Repayment Date	Coupon Type	Preliminary Rating
1st Loan	JPY 150	31.4%	Mar. 25, 2026	Floating	BBB-
2nd Loan	JPY 150				
3rd Loan	JPY 200				

##### Junior Mezzanine Loan

Instrument Name	Execution Amount (mn)	Subordination Ratio	Final Repayment Date	Coupon Type	Preliminary Rating
1st Loan	JPY 60	28.2%	Mar. 25, 2026	Floating	BB+
2nd Loan	JPY 60				
3rd Loan	JPY 80				

Subordination Ratio: 1 – LTV ratio, which is calculated by the ABL divided by JCR's appraised value of property, which is assumed to be completed.

#### <Information on Outline of Issue>

Execution Date:	1st Loan: December 30, 2022 (scheduled) 2nd Loan: October 31, 2023 (scheduled) 3rd Loan: January 31, 2024 (scheduled)
Scheduled Repayment Date:	March 25, 2025
Interest Payment Dates:	Every last day of January, April, July and October
Repayment Method:	Bullet repayment at maturity.
Credit Enhancement & Liquidity Facility:	Senior-subordinated Structure, Reserve
Disclosure Requirements for Securitization Transaction Ratings with respect to Basel II have been met.	

#### <Information on Structure and Stakeholders>

SPC:	KIC Akiruno TMK
Arranger:	Mizuho Securities Principal Investment Co., Ltd.
Originator:	Undisclosed

## <Information on Underlying Assets>

### Outline of Underlying Assets:

Land in Tokyo (land dimensions: 14,700m<sup>2</sup>) and a logistics facility to be developed (gross floor area: 25,800m<sup>2</sup>).

**Rating Assignment Date: March 23, 2022**

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 "Real Estate Development Projects" (June 2, 2014) and "Real Estate (Securitization)" (August 2, 2021) 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.

A preliminary rating is a credit rating assigned as a preliminary evaluation while material terms for issue to be rated are not yet finalized. When the issuing terms are finalized, JCR will confirm them and will assign a credit rating anew. The rating level of the final rating may be different from that of the preliminary rating, depending on the final content of the terms, etc.

## **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 receives a rating fee paid by issuers for conducting rating services in principle. 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.

JCR is registered as a "Nationally Recognized Statistical Rating Organization" with the U.S. Securities and Exchange Commission with respect to the following four classes. (1) Financial institutions, brokers and dealers, (2) Insurance Companies, (3) Corporate Issuers, (4) Issuers of government securities, municipal securities and foreign government securities.

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.)