

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

## Securitization of Loans Receivable

### <Affirmation>

Beneficial Interest: A+  
ABL: A+

### Rationale

Securitization of Loans Receivable is a repackaged financial instrument of loans receivable from an SPC with aircraft as collateral, for which JCR has assigned a rating to beneficial interest and ABL. With certainty of the principal repayments and interest payments of the beneficial interest and ABL as agreed being converged/linked to the lower of the creditworthiness of the loans receivable or the swap counterparty, JCR affirmed the A+ ratings on the beneficial interest and ABL.

Masayoshi Mizukawa, Naoki Okada

### Rating

#### <Affirmation>

Instrument Name	Issue Amount (bn)	Redemption/ Repayment Date	Coupon Type	Rating
Beneficial Interest_0034-011970-0001	JPY 0.5	(Note)	Fixed	A+
ABL_0034-012010-0001	JPY 3.0	(Note)	Fixed	A+

(Note): Sept 30, 2029, but in cases where this date is not an underlying loans receivable business day, the date will be the next underlying loans receivable business day, and where the next underlying loans receivable business day is in next month, the date will be 2 business days after the 5th underlying loans receivable business day of the previous underlying loans receivable business day.

#### <Information on Outline of Issue>

Money Trust & ABL Execution Date: Sept. 29, 2016  
Redemption/Repayment Method: Unequal payments of principal and interest  
Credit Enhancement & Liquidity Facility: NA

#### <Information on Structure and Stakeholders>

Trustee: Undisclosed  
Arranger: Sumitomo Mitsui Banking Corporation  
Swap Counterparty: Undisclosed

#### <Information on Underlying Assets>

Outline of Underlying Assets: Loans Receivable from UNION 35 LEASING CO., LTD.

Rating Assignment Date: August 22, 2018

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) and "Aviation Finance" (June 1, 2015) 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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