

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 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 has affirmed the A+ ratings on the beneficial interest and ABL.

Yoshinori Namioka, Masayoshi Mizukawa

Rating

<Affirmation>

| Instrument Name | Issue/Execution 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): 2 business days after the 5th underlying loans receivable business day from September 30, 2029. (In cases where September 30, 2029 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 the previous underlying loans receivable business day.)

<Information on Outline of Issue>

Money Trust & ABL Execution Date: September 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 27, 2020

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" (August 5, 2019) 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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