

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

<Asset Securitization Products> Medical Treatment Fees Receivable ABL19-10 (F Hospital in Hokkaido)

<Assignment>
ABL: J-1

Rationale

F Hospital in Hokkaido securitizes its medical treatment fees receivable from Health Insurance Claims Review & Reimbursement Services and The Federation of National Health Insurance Associations. There are no concerns about capabilities of parties to the structure to carry out their administrative duties. Prospects for principal repayment and interest payments as stipulated are evaluated at J-1 rating through senior-subordinated structure and legal measures.

Hideyuki Shoji, Yusuke Koguchi

Rating

<Assignment>

Instrument Name: Medical Treatment Fees Receivable ABL19-10 (F Hospital in Hokkaido)
ABL Execution Amount: JPY 1,182,576,290
Subordination Amount: JPY 295,644,074
Final Maturity Date: November 26, 2019
Coupon Type: Fixed
Rating: J-1

<Information on Outline of Issue>

ABL Execution Date: October 23, 2019
Repayment Method: Bullet Repayment
Credit Enhancement & Liquidity Facility: Senior-subordinated structure
Subordination Amount: JPY 295,644,074
Disclosure Requirements for Securitization Transaction Ratings with respect to Basel II have been met.

<Information on Structure and Stakeholders>

Originator: F Hospital in Hokkaido (large scale)
SPC: Progress Funding Corporation
Arranger: North Pacific Bank, Ltd.

<Information on Underlying Assets>

Outline of Underlying Assets: Medical treatment fees receivable under health insurance held by F Hospital against Health Insurance Claims Review & Reimbursement Services and The Federation of National Health Insurance Associations

Rating Assignment Date: October 18, 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 "Medical Remuneration Receivables" (July 3, 2017) 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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