

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

Zenkyoren 1st Subordinated Loan Securitization Company Limited

<Assignment>
Bonds: AA-

Rationale

Zenkyoren 1st Subordinated Loan Securitization Company Limited securitizes a Subordinated Loan to National Mutual Insurance Federation of Agricultural Cooperatives ("Zenkyoren"). JCR assigns a AA- rating to the Subordinated Loan, which is two notches below the long-term issuer rating. With no concerns about the structure, JCR assigned a AA- rating to the Bonds as with the rating for the Subordinated Loan. These ratings reflect JCR's assessments on certainty of timely interest payments and principal repayment in full by the final due date.

Hideyuki Shoji, Riho Saiki

Rating

<Assignment>
Instrument Name: Bonds no. 1 (subordinated)
Issue Amount: JPY 200 billion
Final Due Date: October 25, 2051
Rating: AA-

<Information on Outline of Issue>

Issue Date: October 25, 2021
Coupon Rate: Till Oct. 25, 2031: 0.870%
On and after next day of Oct. 25, 2031: 5-year JGB rate +1.795%
Coupon Payment Dates: Apr. 25 and Oct. 25 every year
Redemption Method: Bullet Redemption
Early redemption is possible every 5 years on and after Oct. 25, 2031 at the option of National Mutual Insurance Federation of Agricultural Cooperatives
Credit Enhancement & Liquidity Facility: NA

<Information on Structure and Stakeholders>

Issuer: Zenkyoren 1st Subordinated Loan Securitization Company Limited
Borrower: National Mutual Insurance Federation of Agricultural Cooperatives
Originator: Daiwa Securities Co. Ltd.
Asset Management Company: Sumitomo Mitsui Trust Bank, Limited
Bond Administrator: Sumitomo Mitsui Trust Bank, Limited
Arranger: Daiwa Securities Co. Ltd.

<Information on Underlying Assets>

Outline of Underlying Assets:

Subordinated loan to National Mutual Insurance Federation
of Agricultural Cooperatives

Rating Assignment Date: October 25, 2021

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 "Repackaged Financial Instruments" (August 5, 2019) 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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