

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

Hudson Green Project Finance 2020-1 Trust Beneficial Interest and Trust ABL

<Assignment>

Beneficial Interest:	BBB
ABL:	BBB

Rationale

JCR hereby provides rating to the project finance for multiple solar power projects sponsored by Hudson Sustainable Investment Management, LLC. Relatively stable cash flows can be expected over the life of the project, on the grounds, for instance, that (i) revenue is based on the feed-in tariff system; (ii) all of power stations have commenced commercial operations; (iii) portfolio is well-diversified; and (iv) a well-experienced asset manager is responsible for overall control of the projects. Although there are some possible earnings volatility factors, such as changes in solar radiation quantity, output curtailment, greater-than-expected degradation of power generation performance and a rise in operating costs, JCR has confirmed that certainty of principal and interest payments is ensured even when stress is applied by combining multiple factors, thanks to such schemes as joint and several liability, reserves and cash sweep. Based on the above, JCR assigned BBB ratings to the beneficial interest and trust ABL.

Kiichi Sugiura, Tomohiko Iwasaki

Rating

<Assignment>

Instrument Name	Initial Issue/ Execution Amount	Final Redemption/ Repayment Date	Coupon Type	Rating
Beneficial Interest	JPY 6,300,000,000	June 30, 2040	Fixed	BBB
Trust ABL	JPY 1,000,000,000	June 30, 2040	Fixed	BBB

<Information on Outline of Issue>

Trust Establishment Date:	January 22, 2021
Beneficial Interest Assignment/ ABL Execution Date:	January 22, 2021
Redemption/ Repayment Method:	Scheduled redemption/ repayment
Credit Enhancement & Liquidity Facility:	None
	- Cash reserves and senior-subordinated structure as a credit enhancement and liquidity facility with respect to loan claims, which are the underlying assets

<Information on Structure and Stakeholders>

Entrustor:	Nomura Securities Co., Ltd.
Trustee:	Hitachi Capital Trust Corporation
Mega Solar Project Companies:	Hudson Solar Japan 1 GK Hudson Solar Japan 2 GK
Asset Manager:	Vector Cuatro Japan K.K.
Backup Asset Manager:	Japan Investment Adviser Co., Ltd.
Arranger:	Nomura Securities Co., Ltd.

<Information on Underlying Assets>

Outline of Underlying Assets:	Loan claims against the mega solar project companies
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Rating Assignment Date: January 22, 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 "Project Finance" (August 28, 2012) 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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