

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

## JRE Mega Solar Project Bond Trust 2 Beneficial Interest

<Affirmation>

Beneficial Interest: A

### Rationale

This is project finance by Japan Renewable Energy Co., Ltd. (sponsor) for the mega solar project that is operated in Kamisu City, Ibaraki Prefecture. The revenue from electricity sales for 2017 exceeded the planned amount, and the costs have been conservatively estimated, keeping DSCR at a good level, following 2016. This project has been conducted smoothly and there have been no specific events that can have an impact on the debt service capacity. The present outlook for the future cash flow is not significantly different from the outlook in 2014 at the time of initial rating. JCR sees that cash flow from this project has sufficiently high capacity for redemption of the beneficial interest. Taking the above into consideration, JCR affirmed the A rating on the beneficial interest.

Fumihiko Honda, Naoki Okada

### Rating

<Affirmation>

Instrument Name	Initial Issue Amount	Trust Termination Date	Coupon Type	Rating
Beneficial Interest	JPY 735,000,000	Aug. 7, 2034	Fixed	A

<Information on Outline of Issue>

Trust Establishment Date: August 8, 2014  
Beneficial Interest Assignment Date: August 8, 2014  
Redemption Method: Scheduled Redemption  
Credit Enhancement & Liquidity Facility: NA  
\*Cash Reserve and Senior-subordinated Structure as Credit Enhancement & Liquidity Facility with respect to loan claims, which are the underlying assets.

<Information on Structure and Stakeholders>

Initial Entrustor: Goldman Sachs Japan Co., Ltd.  
Trustee: Shinsei Trust & Banking Co., Ltd.  
Mega Solar Project Company: GK JRE Hasaki  
Sponsor: Japan Renewable Energy Co., Ltd.  
Asset Manager: JRE Operations Co., Ltd.  
Arranger: Goldman Sachs Japan Co., Ltd.

<Information on Underlying Assets>

Outline of Underlying Assets: Loan claims against the Mega Solar Project Company

Rating Assignment Date: May 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 "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.