

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

## <Asset Securitization Products> Beneficial Interest 202007 (Contract No. 210252)

### <Assignment>

#### Beneficial Interest:

Class A Senior Beneficial Interest:	Preliminary AAA
Class B Senior Beneficial Interest:	Preliminary AAA
Mezzanine I-1 Beneficial Interest:	Preliminary A
Mezzanine I-2 Beneficial Interest:	Preliminary A-
Mezzanine II Beneficial Interest:	Preliminary A-

### Rationale

Prospects for dividend payment as scheduled and principal repayment by the trust expiration date for Senior Beneficial Interests, Mezzanine I-1 Beneficial Interest and Mezzanine I-2 Beneficial Interest are evaluated at the preliminary rating of AAA, A and A-, respectively, through senior-subordinated structure and legal measures. Prospects for dividend payment as scheduled and principal repayment by the trust expiration date for Mezzanine II Beneficial Interest are evaluated at the preliminary rating of A- as they are considered to converge and link to the creditworthiness of the originator.

Hideyuki Shoji, Seito Achiha

### Rating

#### <Assignment>

Instrument Name	Issue Amount	Subordination Ratio	Trust Expiration Date*	Coupon Type	Preliminary Rating
Class A Senior Beneficial Interest	JPY 11,017,000,000	20.1%	July 31, 2041	Fixed	AAA
Class B Senior Beneficial Interest	JPY 2,868,000,000				AAA
Mezzanine I-1 Beneficial Interest	JPY 800,000,000	15.5%			A
Mezzanine I-2 Beneficial Interest	JPY 504,000,000	12.6%			A-
Mezzanine II Beneficial Interest	JPY 1,320,000,000	5.0%			A-

Total issue amount of all series: JPY 16,509,000,000

#### <Information on Outline of Issue>

Trust Establishment Date:	July 29, 2020
Beneficial Interest Assignment Date**:	July 31, 2020
Redemption Method:	Monthly Pass-through Redemption (Monthly Pro-rata Redemption for Class A Senior Beneficial Interest and Class B Senior Beneficial Interest), Sequential Payment
	Cleanup call clause in cases where the total principal balance of Senior Beneficial Interests to Mezzanine II Beneficial Interests becomes below 12.6% of the total of their initial principal balance

#### Credit Enhancement & Liquidity Facility:

Senior Beneficial Interests:	Senior-subordinated structure <Initial Subordination Ratio: 20.1%> and cash reserves
	Subordination Ratio: 1 - Principal of Senior Beneficial Interests / Principal of loans receivable

Mezzanine I-1 Beneficial Interest:	Senior-subordinated structure <Initial Subordination Ratio: 15.5%> and cash reserves Subordination Ratio: 1 - (Principal of Senior Beneficial Interests + Principal of Mezzanine I-1 Beneficial Interest) / Principal of loans receivable
Mezzanine I-2 Beneficial Interest:	Senior-subordinated structure <Initial Subordination Ratio: 12.6%> and cash reserves Subordination Ratio: 1 - (Principal of Senior Beneficial Interests + Principal of Mezzanine I-1 Beneficial Interest + Principal of Mezzanine I-2 Beneficial Interest) / Principal of loans receivable
Mezzanine II Beneficial Interest:	Partial support from the originator and cash reserves

Disclosure Requirements for Securitization Transaction Ratings with respect to Basel II have been met.

\*Legal Final Redemption Date

\*\*Issue Date

<Information on Structure and Stakeholders>

Originator:	AEON Product Finance Co., Ltd.
Arranger:	Mitsubishi UFJ Trust and Banking Corporation
Trustee:	Mitsubishi UFJ Trust and Banking Corporation

<Information on Underlying Assets>

Outline of Underlying Assets:	Originator's reform solar loans receivable
-------------------------------	--

Rating Assignment Date: July 16, 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 "Installment Receivables and Card Shopping Receivables" (June 2, 2014) 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.

Glossary:

A preliminary rating is a credit rating assigned as a preliminary evaluation while material terms for issue to be rated are not yet finalized. When the issuing terms are finalized, JCR will confirm them and will assign a credit rating anew. The rating level of the final rating may be different from that of the preliminary rating, depending on the final content of the terms, etc.

**Japan Credit Rating Agency, Ltd.**

Jiji Press Building, 5-15-8 Ginza, Chuo-ku, Tokyo 104-0061, Japan  
Tel. +81 3 3544 7013, Fax. +81 3 3544 7026

Information herein has been obtained by JCR from the issuers and other sources believed to be accurate and reliable. However, because of the possibility of human or mechanical error as well as other factors, JCR makes no representation or warranty, express or implied, as to accuracy, results, adequacy, timeliness, completeness or merchantability, or fitness for any particular purpose, with respect to any such information, and is not responsible for any errors or omissions, or for results obtained from the use of such information. Under no circumstances will JCR be liable for any special, indirect, incidental or consequential damages of any kind caused by the use of any such information, including but not limited to, lost opportunity or lost money, whether in contract, tort, strict liability or otherwise, and whether such damages are foreseeable or unforeseeable. JCR's ratings and credit assessments are statements of JCR's current and comprehensive opinion regarding redemption possibility, etc. of financial obligations assumed by the issuers or financial products, and not statements of opinion regarding any risk other than credit risk, such as market liquidity risk or price fluctuation risk. JCR's ratings and credit assessments are statements of opinion, and not statements of fact as to credit risk decisions or recommendations regarding decisions to purchase, sell or hold any securities such as individual bonds or commercial paper. The ratings and credit assessments may be changed, suspended or withdrawn as a result of changes in or unavailability of information as well as other factors. JCR receives a rating fee paid by issuers for conducting rating services in principle. JCR retains all rights pertaining to this document, including JCR's rating data. Any reproduction, adaptation, alteration, etc. of this document, including such rating data, is prohibited, whether or not wholly or partly, without prior consent of JCR.

JCR is registered as a "Nationally Recognized Statistical Rating Organization" with the U.S. Securities and Exchange Commission with respect to the following four classes. (1) Financial institutions, brokers and dealers, (2) Insurance Companies, (3) Corporate Issuers, (4) Issuers of government securities, municipal securities and foreign government securities.

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.)

Copyright © Japan Credit Rating Agency, Ltd. All rights reserved.