

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

<Asset Securitization Products> DFC Beneficiary Interest 202106

<Rating Change>

Beneficial Interest:

Class A1 Senior Beneficial Interest: from AA- to AA+

Class A2 Senior Beneficial Interest: from AA- to AA+

Class B Senior Beneficial Interest: from BBB- to BBB+

This is a rating for RMBS backed by apartment loans receivable. JCR has changed the ratings on Class A1 and Class A2 Senior Beneficial Interests to AA+, and Class B Senior Beneficial Interest to BBB+, respectively.

Hideyuki Shoji, Riho Saiki

Rating

<Rating Change>

Instrument Name	Initial Issue Amount (bn)	Initial Subordination Ratio	Final Trust Delivery Date*	Coupon Type	Rating
Class A1 Senior Beneficial Interest	JPY 2.5	40.00%	Nov. 28, 2053	Fixed	AA+
Class A2 Senior Beneficial Interest	JPY 3.5			Floating	AA+
Class B Senior Beneficial Interest	JPY 1.0	29.99%	Nov. 28, 2053	Based on Performance	BBB+

<Information on Outline of Issue>

Trust Establishment Date: June 15, 2021

Beneficial Interest Assignment Date**: June 24, 2021

Redemption Method:

Class A1 Senior Beneficial Interest:

Monthly Controlled Amortization (Change to Monthly Pass-through Redemption by pro-rata with Class A2 Senior Beneficial Interest after the occurrence of an Early Redemption Event)

Class A2 Senior Beneficial Interest and Class B Senior Beneficial Interest:

Monthly Pass-through Redemption and Sequential Payment

Cleanup call provision in cases where Class A1 Senior Beneficial Interest is redeemed in full and the total of Class A Senior Beneficial Interest and Class B Senior Beneficial Interest becomes less than or equal to 5% of the initial amount

Credit Enhancement & Liquidity Facility:

Class A1 Senior Beneficial Interest and Class A2 Senior Beneficial Interest:

Senior-subordinated Structure, Cash Reserves

Subordination Ratio = $1 - (\text{Class A1 Senior Beneficial Interest} + \text{Class A2 Senior Beneficial Interest}) / \text{Initial principal amount of receivable}$

Class B Senior Beneficial Interest:

Senior-subordinated Structure, Cash Reserves

Subordination Ratio = $1 - (\text{Class A1 Senior Beneficial Interest} + \text{Class A2 Senior Beneficial Interest} + \text{Class B Senior Beneficial Interest}) / \text{Initial principal amount of receivable}$

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

*Legal Final Maturity Date

**Issue Date

<Information on Structure and Stakeholders>

Originator:	Undisclosed
Trustee:	Sumitomo Mitsui Banking Corporation
Arranger:	SMBC Nikko Securities Inc.
Backup Servicer:	Japan Collection Service Co., Ltd.

<Information on Underlying Assets>

Outline of Underlying Assets:	Originator's apartment loans receivable
-------------------------------	---

Rating Assignment Date: August 29, 2022

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 "Housing Loans" (August 2, 2021) 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.

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.)