

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

Nissay 5th Subordinated Loan Securitization Company Limited

<Assignment>
Bonds: AA-

Rationale

Nissay 5th Subordinated Loan Securitization Company Limited securitizes a subordinated loan (the "Subordinated Loan") to Nippon Life Insurance Company. 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 130 billion
Final Due Date: September 23, 2050
Rating: AA-

<Information on Outline of Issue>

Issue Date: September 23, 2020
Coupon Rate: Till Sept. 23, 2030: 1.05%
On and after next day of Sept. 23, 2030: 5-year JGB interest rate + 2.03% (Floating part is revised on Sept. 23, 2030 and the corresponding day every 5 years)
Coupon Payment Dates: March 23 and Sept. 23 every year
Redemption Method: Bullet Redemption
Early redemption is possible every 5 years on and after Sept. 23, 2030 at the option of Nippon Life Insurance Company
Credit Enhancement & Liquidity Facility: NA

<Information on Structure and Stakeholders>

Issuer: Nissay 5th Subordinated Loan Securitization Company Limited
Borrower: Nippon Life Insurance Company
Originator: Daiwa Securities Co. Ltd.
Asset Management Company: Mitsubishi UFJ Trust and Banking Corporation
Bond Administrator: MUFG Bank, Ltd.
Arranger: Daiwa Securities Co. Ltd.

<Information on Underlying Assets>

Outline of Underlying Assets: Subordinated loan to Nippon Life Insurance Company



Rating Assignment Date: September 23, 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 "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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