

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

SGET Usa Mega Solar Power Station Project Beneficial Interest

<Affirmation>

Beneficial Interest: A

Rationale

This is a case of project finance for mega solar project of SGET Miyako Mega Solar GK (the "Project GK") to be operated in Usa City, Oita Prefecture (the "Project"). With high robustness of structure and creditworthiness of the related parties, the Project's DSCR during the term is good thanks to the enjoying of economies of scale and the purchase price (before tax) at 40 yen. Meanwhile, the start time of the operation will delay from the initially scheduled time due to delay of procurement of a part of the equipment. JCR simulated with stresses for variability of solar radiation quantity as well as those for cash flow at the beginning of the Project due to the delay. JCR then affirmed that the Project has a decent debt service capacity through schemes of liquidity facility and others, unless there is a record-breaking abnormal weather, although there will be cases in which only cash flows to be generated during the term cannot be enough to pay principal and interest in the early stage of the Project. Taking the above into consideration, JCR affirmed the A rating on the beneficial interest.

Fumihito Honda, Kosuke Kajiwara

Rating

<Affirmation>

Instrument Name	Initial Issue Amount (bn)	Trust Termination Date	Coupon Type	Rating
Beneficial Interest	JPY 1.0	June 3, 2036	Floating	A

<Information on Outline of Issue>

Trust Establishment Date:	February 28, 2017
Beneficial Interest Assignment Date:	February 28, 2017
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>

Entrustor:	Sumitomo Mitsui Banking Corporation
Trustee:	Sumitomo Mitsui Banking Corporation
Mega Solar Project Company:	SGET Miyako Mega Solar GK
Management Advisor:	SPARX Green Energy & Technology Co., Ltd.
Arranger:	Sumitomo Mitsui Banking Corporation

<Information on Underlying Assets>

Outline of Underlying Assets:	Loan claims against the mega solar project company
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Rating Assignment Date: April 5, 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.



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

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