

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

<Asset Securitization Products> Medical Treatment Fees Receivable ABL 23-11 (D Hospital in Hokkaido)

<Assignment>
ABL: J-1

Rationale

D Hospital in Hokkaido securitizes its medical treatment fees receivable from The Federation of National Health Insurance Associations. There are no concerns about capabilities of parties to the structure to carry out their administrative duties. Prospects for principal repayment and interest payments as stipulated are evaluated at J-1 rating through senior-subordinated structure and legal measures.

Hideyuki Shoji, Yudai Matsumoto

Rating

<Assignment>

Instrument Name: Medical Treatment Fees Receivable ABL 23-11 (D Hospital in Hokkaido)
ABL Execution Amount: JPY 416,751,000
Subordination Amount: JPY104,187,866
Final Maturity Date: December 25, 2023
Coupon Type: Fixed
Rating: J-1

<Information on Outline of Issue>

ABL Execution Date: November 30, 2023
Repayment Method: Bullet Repayment
Credit Enhancement & Liquidity Facility: Senior-subordinated structure
Subordination Amount: JPY 104,187,866
Disclosure Requirements for Securitization Transaction Ratings with respect to Basel II have been met.

<Information on Structure and Stakeholders>

Originator: D Hospital in Hokkaido (large scale)
SPC: Progress Funding Corporation
Arranger: North Pacific Bank, Ltd.

<Information on Underlying Assets>

Outline of Underlying Assets: Medical treatment fees receivable under health insurance held by D Hospital against The Federation of National Health Insurance Associations

Rating Assignment Date: November 28, 2023

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 "Medical Remuneration Receivables" (July 3, 2017) 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.

The rating stakeholder participated in the rating process of the aforementioned credit ratings.



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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.)
