

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

## <Asset Securitization Products> MMJ Mortgage Trust II Senior Beneficial Interest and ABL

### <Affirmation>

Beneficial Interest:	
A1 Senior Beneficial Interest:	AAA
A2 Senior Beneficial Interest:	AAA
A3 Senior Beneficial Interest:	AAA
Mezzanine Beneficial Interest:	BBB
Servicer Beneficial Interest:	A
ABL:	AAA

### Rationale

The Momiji Bank, Ltd. assigns the housing loans receivable to a trust of Mizuho Trust & Banking Co., Ltd., which then sets up A1 Senior Beneficial Interest, A2 Senior Beneficial Interest, A3 Senior Beneficial Interest (collectively, "senior beneficial interests"), Mezzanine Beneficial Interest, Servicer Beneficial Interest and subordinated beneficial interest. Mizuho Securities Co., Ltd. underwrites the senior beneficial interests and assigns part of these senior beneficial interests to the investors for such senior beneficial interests. Mizuho Securities Co., Ltd. assigns part of the remaining senior beneficial interests to a trust of Mizuho Trust & Banking Co., Ltd. (2nd Trustee) and then receives beneficial interests in return. The 2nd Trustee redeems these beneficial interests by taking out ABL-2 from an ABL lender. Additionally, Daiwa Securities Co., Ltd. underwrites A1 Senior Beneficial Interest and assigns part of this beneficial interest to the investors for the senior beneficial interest. Daiwa Securities Co., Ltd. assigns part of the remaining A1 Senior Beneficial Interest to a trust of Mizuho Trust & Banking Co., Ltd. (3rd Trustee) and then receives beneficial interest in return. The 3rd Trustee redeems the beneficial interest by taking out A1 ABL-3 from an ABL lender.

JCR affirmed the ratings on senior beneficial interests/ABL at "AAA" because they are considered to have creditworthiness equivalent to "AAA" as a result of stress test for them. The ratings on the Mezzanine Beneficial Interest and Servicer Beneficial Interest are considered converged and linked to creditworthiness of the guarantee company and originator, respectively. JCR evaluated these ratings to be affirmed at "BBB" and "A," respectively, as a result of analysis on creditworthiness for these entities.

Hideyuki Shoji, Rieko Kikuchi

### Rating

#### <Affirmation>

Instrument Name	Initial Issue Amount	Initial Subordination Ratio
MMJ Mortgage Trust II A1		
Senior Beneficial Interest	Y40.8 bn (Y25.3 bn)*1	42.73%
MMJ Mortgage Trust II-2 A1 ABL	Y3.5 bn*1	42.73%
MMJ Mortgage Trust II-3 A1 ABL	Y12 bn*1	42.73%
MMJ Mortgage Trust II A2		
Senior Beneficial Interest	Y17 bn (Y16 bn)*2	42.73%
MMJ Mortgage Trust II-2 A2 ABL	Y1 bn*2	42.73%
MMJ Mortgage Trust II A3		
Senior Beneficial Interest	Y21 bn (Y15 bn)*3	21.92%
MMJ Mortgage Trust II-2 A3 ABL	Y6 bn*3	21.92%
Mezzanine Beneficial Interest	Y19.3	2.79%
Servicer Beneficial Interest	Y0.249 bn	-

Instrument Name	Trust Termination Date*4	Coupon Type	Rating
MMJ Mortgage Trust II A1			

Senior Beneficial Interest	Dec. 31, 2047	fixed	AAA
MMJ Mortgage Trust II-2 A1 ABL	Dec. 31, 2047	fixed	AAA
MMJ Mortgage Trust II-3 A1 ABL	Dec. 31, 2047	fixed	AAA
MMJ Mortgage Trust II A2			
Senior Beneficial Interest	Dec. 31, 2047	floating	AAA
MMJ Mortgage Trust II-2 A2 ABL	Dec. 31, 2047	floating	AAA
MMJ Mortgage Trust II A3			
Senior Beneficial Interest	Dec. 31, 2047	fixed	AAA
MMJ Mortgage Trust II-2 A3 ABL	Dec. 31, 2047	fixed	AAA
Mezzanine Beneficial Interest	Dec. 31, 2047	fixed	BBB
Servicer Beneficial Interest	Dec. 31, 2047	OTC Ordinary	A

Deposit Interest Rate

Total: Y98.349 bn (excluding overlapping portions with the 2nd Trust and 3rd Trust)

- \*1: Y15.5 bn out of Y40.8 bn MMJ Mortgage Trust II A1 Senior Beneficial Interest is repackaged by 2nd Trust and 3rd Trust, underlying MMJ Mortgage Trust II-2 A1 ABL and MMJ Mortgage Trust II-3 A1 ABL. Amount of MMJ Mortgage Trust II A1 Senior Beneficial Interest excluding this amount of Y15.5 bn is Y25.3 bn.
- \*2: Y1 bn out of Y17 MMJ Mortgage Trust II A2 Senior Beneficial Interest is repackaged by 2nd Trust, underlying MMJ Mortgage Trust II-2 A2 ABL. Amount of MMJ Mortgage Trust II A2 Senior Beneficial Interest excluding this amount of Y1 bn is Y16 bn.
- \*3: Y6 bn out of Y21 bn MMJ Mortgage Trust II A3 Senior Beneficial Interest is repackaged by 2nd Trust, underlying MMJ Mortgage Trust II-2 A3 ABL. Amount of MMJ Mortgage Trust II A3 Senior Beneficial Interest excluding this amount of Y6 bn is Y15 bn.
- \*4 Legal Final Maturity Date

<Information on Outline of Issue>

Housing Loans Receivable Trust Establishment Date: September 19, 2012  
 Beneficial Interest Assignment Date\*\*/ABL Execution Date: September 28, 2012  
 Redemption Method: Monthly pass-through  
 (Suspension of Mezzanine Beneficial Interest, Servicer Beneficial Interest and subordinated beneficial interest dividend payments upon occurrence of accelerated redemption event.)  
 (Cleanup call clause in case where total principal balance of A1 through A3 senior beneficial interests & ABLs becomes below 10% of the initial total principal balance of A1 through A3 senior beneficial interests & ABLs is attached.)

Credit Enhancement and Liquidity Facility Measures:

- A1 through A3 Senior Beneficial Interests & ABLs: Senior-subordinated structure (Subordination Ratio: 21.92%) and Cash Reserve  
 Subordination Ratio: 1 - (A1 through A3 Senior Beneficial Interest & ABL Principal) divided by Initial Trust Receivable Principal
- Mezzanine Beneficial Interest: Senior-subordinated structure (Subordination Ratio: 2.79%)  
 Subordination Ratio: 1 - (A1 through A3 Senior Beneficial Interest & ABL Principal and Mezzanine Beneficial Interest Principal) divided by Initial Trust Receivable Principal
- Servicer Beneficial Interest: None

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

\*\*Issue Date

<Information on Structure and Stakeholders>

Originator: The Momiji Bank, Ltd.  
 1st Trustee, 2nd Trustee and 3rd Trustee: Mizuho Trust & Banking Co., Ltd.  
 Arranger: Mizuho Securities Co., Ltd.  
 Underwriters: Mizuho Securities Co., Ltd., Daiwa Securities Co., Ltd.  
 Backup Servicer: Japan Collection Service Co., Ltd.  
 Guarantee Company: CHUSOSHIN

<Information on Underlying Assets>

Outline of Underlying Assets: Housing loans receivable held by originator

Rating Assignment Date: February 15, 2017

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 (<http://www.jcr.co.jp/en/>).

Outline of methodology for determination of the credit rating is shown as "Housing Loans" (June 2, 2014) in Information about JCR Ratings on JCR's website (<http://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 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.