

Assigned J-1 to Medical Fees Receivable ABL10-03 (Kyowakai)

March 18, 2010

JCR has assigned a J-1 rating to an asset-backed loan (ABL) backed by medical treatment fees receivable.

Instrument Name: Medical Treatment Fees Receivable (Kyowakai) Securitization Program

Rating: J-1

ABL Execution Amount: Y37,209,004

Underlying Assets: Medical treatment fees receivable originated by Kyowakai from Social Insurance Medical Fee Payment Fund (SIMFPF) and the Federation of National Health Insurance Organizations (FNHIOs)

Credit Enhancement & Liquidity Facility: Senior-subordinated structure (Underlying Assets: Y53,155,721, Subordination: Y15,946,717)

ABL Execution Date: March 23, 2010

Final Maturity Date: July 30, 2010

Coupon Type: fixed

Originator: Kyowakai

ABL Borrower: Progress Funding Corporation

Arranger: North Pacific Bank, Ltd.

<Rationale>

Kyowakai securitizes its medical treatment fees receivable from Social Insurance Medical Fee Payment Fund (SIMFPF) and the Federation of National Health Insurance Organizations (FNHIOs). There are no concerns about capabilities of parties to the structure to carry out their administrative duties. Risks with respect to principal and interest payments have been reduced to a level consistent with J-1 rating through credit enhancement and mechanism of the structure.