News Release

Japan Credit Rating Agency, Ltd.

26-S-0132
November 20, 2026

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

<Asset Securitization Products> Medical Treatment Fees Receivable ABL Program (Kyokuhoukai Medical Association, Asahikawa Sanai Hospital)

<Affirmation>
ABL Program: J-1

Rationale

Kyokuhoukai Medical Association, Asahikawa Sanai Hospital securitizes its medical treatment fees receivable from Japan Healthcare Payment & Digital Transformation Services and The Federation of National Health Insurance Associations. Having reviewed the rating on this ABL program following a change in Program Subordination Ratio, JCR evaluates that the subordination level is satisfactory so that certainty of principal repayment and interest payment as stipulated can be maintained at "J-1" level. There are no concerns about capabilities of parties to the structure to carry out their administrative duties. JCR evaluated the rating on this ABL program to be affirmed at "J-1," taking into account the above as a whole.

Hideyuki Shoji, Tatsuya Shimizu

Rating

<Affirmation>
Instrument Name: Medical Treatment Fees Receivable ABL Program (Kyokuhoukai Medical Association, Asahikawa Sanai Hospital)
Maximum: JPY 300 million
Program Establishment Date: August 21, 2013
Credit Enhancement & Liquidity Facility: Senior-subordinated structure
Program Subordination Ratio: 20.00% (Subordination Ratio = Subordination Amount / Total Amount of Receivables, rounded to two decimal places)
Coupon Type: Fixed
Redemption Method: Bullet Redemption
Rating: J-1

<Information on Outline of Issue>
ABL Execution Amount*: JPY 108,049,917
ABL Execution Date*: November 20, 2026
Final Maturity Date*: December 25, 2026
Disclosure Requirements for Securitization Transaction Ratings with respect to Basel II have been met.

<Information on Structure and Stakeholders>
Originator: Kyokuhoukai Medical Association, Asahikawa Sanai Hospital
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 Kyokuhoukai Medical Association, Asahikawa Sanai Hospital against Japan Healthcare Payment & Digital Transformation Services and The Federation of National Health Insurance Associations

*This instrument is an ABL program in which an asset-backed loan (ABL) is executed repeatedly and continually under the same scheme, and ABL Execution Amount, etc. are the same as the conditions specified when JCR assigned the rating.

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Rating Assignment Date: November 19, 2026

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.)

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