

Nov 25, 2021

R&I Affirms A/a-1, Stable: Fuyo General Lease Co., Ltd.

Rating and Investment Information, Inc. (R&I) has announced the following:

ISSUER: Fuyo General Lease Co., Ltd.

Issuer Rating: A, Affirmed

Rating Outlook: Stable

Commercial Paper: a-1, Affirmed

RATIONALE:

Fuyo General Lease Co., Ltd. is a general lease company established by six Fuyo Group companies, including former The Fuji Bank, Ltd. (currently Mizuho Bank, Ltd.). Its customer base is stable, composed mainly of major companies. The company has been proactively using mergers and acquisitions (M&A) to broaden the range of services and products. It is characterized by the business process outsourcing (BPO) business that serves as an earnings source, and group-wide cross-selling is progressing. Strategic areas that the company is strengthening are high-margin real estate, medical and welfare services, energy and environment, aircraft, and overseas operations. Its earning capacity is sufficient for the A rating category.

Fuyo General Lease's risk resilience is commensurate with the A rating category. While the company is increasing a risk buffer through profit accumulation, its risk exposure is also rising with the expansion of its business operations. Many of the M&A deals that the company has carried out are within reasonable bounds and the value of recorded goodwill is not significant. Meanwhile, the company is affected by increases in property price fluctuation risk and credit risk along with the accumulation of operating assets. Eyes will be on whether the balance between risk and return can be maintained on a continuing basis.

The company retains sound asset quality. While paying attention to developments of aircraft leasing, a strategic area, R&I believes that the impact of the business, which accounts for a little less than 10% of its operating assets, is small.

The primary rating methodologies applied to this rating are provided at "R&I's Basic Methodology for Corporate Credit Ratings", "Shared Rating Approach for Financial Institutions, etc." and "Leasing". The methodologies are available at the web site listed below, together with other rating methodologies that are taken into consideration when assigning the rating.

https://www.r-i.co.jp/en/rating/about/rating_method.html

R&I RATINGS:

ISSUER: Fuyo General Lease Co., Ltd. (Sec. Code: 8424)

Issuer Rating

RATING: A, Affirmed

RATING OUTLOOK: Stable

■Contact : Sales and Marketing Division, Customer Service Dept. TEL.+81-(0)3-6273-7471 E-mail. infodept@r-i.co.jp
■Media Contact : Corporate Planning Division (Public Relations) TEL.+81-(0)3-6273-7273

Rating and Investment Information, Inc. TERRACE SQUARE, 3-22 Kanda Nishikicho, Chiyoda-ku, Tokyo 101-0054, Japan <https://www.r-i.co.jp>

Credit ratings are R&I's opinions on an issuer's general capacity to fulfill its financial obligations and the certainty of the fulfillment of its individual obligations as promised (creditworthiness) and are not statements of fact. Further, R&I does not state its opinions about any risks other than credit risk, give advice regarding investment decisions or financial matters, or endorse the merits of any investment. R&I does not undertake any independent verification of the accuracy or other aspects of the related information when issuing a credit rating and makes no related representations or warranties. R&I is not liable in any way for any damage arising in relation to credit ratings (including amendment or withdrawal thereof). As a general rule, R&I issues a credit rating for a fee paid by the issuer. For details, please refer to <https://www.r-i.co.jp/en/docs/policy/site.html>. © Rating and Investment Information, Inc.

Shelf Registration (Bonds)

ISSUE AMOUNT (mn): JPY 200,000
ISSUE PERIOD: From Sep 26, 2020 to Sep 25, 2022
RATING: **A, Affirmed (Preliminary)**

Unsec. Str. Bonds No.13	Issue Date	Maturity Date	Issue Amount (mn)
	Feb 03, 2017	Feb 03, 2022	JPY 10,000
RATING:	A, Affirmed		

Unsec. Str. Bonds No.14	Issue Date	Maturity Date	Issue Amount (mn)
	May 30, 2017	May 30, 2022	JPY 10,000
RATING:	A, Affirmed		

Unsec. Str. Bonds No.15	Issue Date	Maturity Date	Issue Amount (mn)
	Dec 07, 2017	Dec 06, 2024	JPY 10,000
RATING:	A, Affirmed		

Unsec. Str. Bonds No.16	Issue Date	Maturity Date	Issue Amount (mn)
	Apr 27, 2018	Apr 27, 2023	JPY 15,000
RATING:	A, Affirmed		

Unsec. Str. Bonds No.17 (Green Bonds)	Issue Date	Maturity Date	Issue Amount (mn)
	Nov 02, 2018	Nov 02, 2023	JPY 10,000
RATING:	A, Affirmed		

Unsec. Str. Bonds No.18	Issue Date	Maturity Date	Issue Amount (mn)
	Nov 02, 2018	Nov 02, 2028	JPY 10,000
RATING:	A, Affirmed		

Unsec. Str. Bonds No.19	Issue Date	Maturity Date	Issue Amount (mn)
	Apr 17, 2019	Apr 17, 2024	JPY 20,000
RATING:	A, Affirmed		

■Contact : Sales and Marketing Division, Customer Service Dept. TEL.+81-(0)3-6273-7471 E-mail. infodept@r-i.co.jp
 ■Media Contact : Corporate Planning Division (Public Relations) TEL.+81-(0)3-6273-7273

Rating and Investment Information, Inc. TERRACE SQUARE, 3-22 Kanda Nishikicho, Chiyoda-ku, Tokyo 101-0054, Japan <https://www.r-i.co.jp>

Credit ratings are R&I's opinions on an issuer's general capacity to fulfill its financial obligations and the certainty of the fulfillment of its individual obligations as promised (creditworthiness) and are not statements of fact. Further, R&I does not state its opinions about any risks other than credit risk, give advice regarding investment decisions or financial matters, or endorse the merits of any investment. R&I does not undertake any independent verification of the accuracy or other aspects of the related information when issuing a credit rating and makes no related representations or warranties. R&I is not liable in any way for any damage arising in relation to credit ratings (including amendment or withdrawal thereof). As a general rule, R&I issues a credit rating for a fee paid by the issuer. For details, please refer to <https://www.r-i.co.jp/en/docs/policy/site.html>. © Rating and Investment Information, Inc.

Unsec. Str. Bonds No.20 (Green Bonds)	Issue Date	Maturity Date	Issue Amount (mn)
	Jul 22, 2019	Jul 22, 2024	JPY 5,000
RATING:	A, Affirmed		
Unsec. Str. Bonds No.21	Issue Date	Maturity Date	Issue Amount (mn)
	Jul 22, 2019	Jul 20, 2029	JPY 10,000
RATING:	A, Affirmed		
Unsec. Str. Bonds No.22	Issue Date	Maturity Date	Issue Amount (mn)
	Oct 28, 2019	Oct 28, 2022	JPY 20,000
RATING:	A, Affirmed		
Unsec. Str. Bonds No.23	Issue Date	Maturity Date	Issue Amount (mn)
	Dec 13, 2019	Dec 11, 2026	JPY 10,000
RATING:	A, Affirmed		
Unsec. Str. Bonds No.24	Issue Date	Maturity Date	Issue Amount (mn)
	Jun 17, 2020	Jun 17, 2025	JPY 20,000
RATING:	A, Affirmed		
Unsec. Str. Bonds No.25	Issue Date	Maturity Date	Issue Amount (mn)
	Sep 09, 2020	Sep 09, 2030	JPY 10,000
RATING:	A, Affirmed		
Unsec. Str. Bonds No.26	Issue Date	Maturity Date	Issue Amount (mn)
	Oct 22, 2020	Oct 20, 2023	JPY 20,000
RATING:	A, Affirmed		
Unsec. Str. Bonds No.27 (Sustainability Linked Bonds)	Issue Date	Maturity Date	Issue Amount (mn)
	Dec 24, 2020	Dec 24, 2027	JPY 10,000
RATING:	A, Affirmed		
Unsec. Str. Bonds No.28	Issue Date	Maturity Date	Issue Amount (mn)
	Apr 21, 2021	Apr 21, 2026	JPY 20,000
RATING:	A, Affirmed		

■Contact : Sales and Marketing Division, Customer Service Dept. TEL.+81-(0)3-6273-7471 E-mail. infodept@r-i.co.jp
 ■Media Contact : Corporate Planning Division (Public Relations) TEL.+81-(0)3-6273-7273

Rating and Investment Information, Inc. TERRACE SQUARE, 3-22 Kanda Nishikicho, Chiyoda-ku, Tokyo 101-0054, Japan <https://www.r-i.co.jp>

Credit ratings are R&I's opinions on an issuer's general capacity to fulfill its financial obligations and the certainty of the fulfillment of its individual obligations as promised (creditworthiness) and are not statements of fact. Further, R&I does not state its opinions about any risks other than credit risk, give advice regarding investment decisions or financial matters, or endorse the merits of any investment. R&I does not undertake any independent verification of the accuracy or other aspects of the related information when issuing a credit rating and makes no related representations or warranties. R&I is not liable in any way for any damage arising in relation to credit ratings (including amendment or withdrawal thereof). As a general rule, R&I issues a credit rating for a fee paid by the issuer. For details, please refer to <https://www.r-i.co.jp/en/docs/policy/site.html>.

© Rating and Investment Information, Inc.



NEWS RELEASE

Unsec. Str. Bonds No.29	Issue Date Jun 18, 2021	Maturity Date Jun 16, 2028	Issue Amount (mn) JPY 10,000
--------------------------------	-----------------------------------	--------------------------------------	--

RATING: **A, Affirmed**

Unsec. Str. Bonds No.30	Issue Date Jun 18, 2021	Maturity Date Jun 18, 2031	Issue Amount (mn) JPY 10,000
--------------------------------	-----------------------------------	--------------------------------------	--

RATING: **A, Affirmed**

Unsec. Str. Bonds No.31	Issue Date Sep 17, 2021	Maturity Date Sep 17, 2026	Issue Amount (mn) JPY 10,000
--------------------------------	-----------------------------------	--------------------------------------	--

RATING: **A, Affirmed**

Euro MTN Prog.

ISSUE LIMIT (mn): USD 2,000

RATING: **A, Affirmed**

Commercial Paper

ISSUE LIMIT (mn): JPY 700,000

SUPPORT: Unsecured

RATING: **a-1, Affirmed**

A credit rating for a medium-term note (MTN) program is assigned to the program and not to individual notes issued under the program. The credit rating of individual notes is generally the same as that of the program. As regards credit-linked notes, index-linked notes or other notes, however, there are some cases where the rating on each note will not be on par with the program or no rating will be assigned, depending on the details of the individual note contract. Upon the issuer's request, R&I may assign a credit rating to individual notes issued under the program.

A preliminary rating is assigned when a provisional credit rating is needed for an individual obligation on which final terms have not been determined. A credit rating finally assigned may differ from the preliminary rating depending on, among others, the details of the actual contract of the individual obligation.

■Contact : Sales and Marketing Division, Customer Service Dept. TEL.+81-(0)3-6273-7471 E-mail. infodept@r-i.co.jp
■Media Contact : Corporate Planning Division (Public Relations) TEL.+81-(0)3-6273-7273

Rating and Investment Information, Inc. TERRACE SQUARE, 3-22 Kanda Nishikicho, Chiyoda-ku, Tokyo 101-0054, Japan <https://www.r-i.co.jp>

Credit ratings are R&I's opinions on an issuer's general capacity to fulfill its financial obligations and the certainty of the fulfillment of its individual obligations as promised (creditworthiness) and are not statements of fact. Further, R&I does not state its opinions about any risks other than credit risk, give advice regarding investment decisions or financial matters, or endorse the merits of any investment. R&I does not undertake any independent verification of the accuracy or other aspects of the related information when issuing a credit rating and makes no related representations or warranties. R&I is not liable in any way for any damage arising in relation to credit ratings (including amendment or withdrawal thereof). As a general rule, R&I issues a credit rating for a fee paid by the issuer. For details, please refer to <https://www.r-i.co.jp/en/docs/policy/site.html>. © Rating and Investment Information, Inc.