



FOR IMMEDIATE RELEASE

Tokyo, September 15, 2021

**Notice of the Completion of Tender Offers by JT and JT's Foreign Subsidiary
and New Issuance of Foreign Currency Denominated Guaranteed Notes
by JT's Foreign Subsidiary**

Japan Tobacco Inc. ("JT") (TSE: 2914) hereby announces the completion of the settlement of its several concurrent tender offers, which were first announced in "Notice of Tender Offers by JT and JT's Foreign Subsidiary and New Issuance of Foreign Currency Denominated Guaranteed Notes by JT's Foreign Subsidiary" on September 1, 2021. JT and JT's foreign subsidiary have determined to redeem the notes below in accordance with the make whole provisions. In addition, JT announces the completion of the settlement of the New Notes issued by JT's foreign subsidiary, which were disclosed in the aforementioned announcement.

The purpose of the tender offers, the redemption by make whole and the issue of New Notes is to optimise and extend JT Group's debt maturity profile without increasing its total gross debt. JT believes that these measures will contribute to strengthening JT Group's financial base.

1. Results of Tender Offers

Issuer	Target notes	Final acceptance amount	Purchase price	Settlement date
JTIFS*	U.S. Dollar denominated Guaranteed Notes due 2023 ("2023 Notes")	US\$297,707,000	106.515%	September 13, 2021
JT	U.S. Dollar denominated Senior Notes due 2026 ("2026 Notes")	US\$183,678,000	108.039%	
JTIFS*	U.S. Dollar denominated Guaranteed Notes due 2028 ("2028 Notes")	-	-	-

2. Redemption by make whole (Noticed on September 14, 2021)

Issuer	Target notes	Redemption amount	Purchase price	Expected settlement date
JTIFS*	2023 Notes	US\$227,293,000	The make whole redemption price defined in their terms and conditions (To be determined on October 12, 2021)	October 15, 2021
JT	2026 Notes	US\$316,322,000		

Further information is available in our announcement published at the Luxembourg Stock Exchange:

<https://www.bourse.lu/home>

3. Outstanding amounts of target notes (after tender offers and redemption by make whole)

Issuer	Target notes	Maturity date	Outstanding amount
JTIFS*	2023 Notes	-	-
JT	2026 Notes	-	-
JTIFS*	2028 Notes	September 28, 2028	US\$500,000,000

4. Overview of New Notes

	U.S. Dollar denominated Guaranteed Notes due 2031	U.S. Dollar denominated Guaranteed Notes due 2051
1. Issuer	JT International Financial Services B.V.	
2. Total amount of issue	US\$625,000,000	US\$400,000,000
3. Maturity date	September 14, 2031 (10 years)	September 14, 2051 (30 years)
4. Issuance program	Euro MTN program	
5. Interest rate	2.250% per annum	3.300% per annum
6. Interest payment dates	March 14 and September 14 of each year	
7. Issue price	US\$99.804 per face value of US\$100	US\$100 per face value of US\$100
8. Settlement date	September 14, 2021	

* JT International Financial Services B.V., a JT foreign subsidiary

9. Method of offering	The New Notes will be offered in the international securities markets including Europe and Asia. The New Notes will not be offered within the U.S. or for the account of any U.S. persons (such terms as defined in Regulation S under the U.S. Securities Act).	
10. Guarantor	Japan Tobacco Inc.	
11. Listing and trading	Euro MTF of Luxembourg Stock Exchange	Euro MTF of Taipei Stock Exchange and Luxembourg Stock Exchange
12. Bond ratings	S&P Global Ratings Japan Inc.: A+ Moody's Japan K.K.: A2	
13. Use of proceeds	Funds will be to be used for the tender offer and the redemption by make whole	

5. Overview of JT International Financial Services B.V., the Issuer

1. Country of incorporation	Netherlands
2. Name	JT International Financial Services B.V.
3. Shareholders	Japan Tobacco Inc. (Indirect holding ratio: 100%)
4. Date of establishment	February 15, 2016
5. Paid-in capital	US \$1
6. Business description	Securing finances for the JT Group and financial management within the JT Group

Note: All dates listed in the tables above are in Central European Time.

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Japan Tobacco Inc. is a leading international tobacco company with operations in more than 130 countries. With approximately 58,000 employees, it manufactures and sells some of the world's best-known brands including Winston, Camel, MEVIUS and LD. The JT Group is committed to investing in Reduced-Risk Products (RRP) and currently markets its heated tobacco products under its Ploom brand and various e-cigarette products under its Logic brand. The Group is also present in the pharmaceutical and processed food businesses. For more information, visit <https://www.jt.com/>.

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This press release has been prepared to publicly disclose information regarding a tender offer and redemption by make whole in relation to notes issued by JT and a foreign subsidiary of JT and the issue of the New Notes. Moreover, as the New Notes have not been filed or registered in accordance with the Financial Instruments and Exchange Act of Japan or applicable acts of other jurisdictions, if filing or registration of the New Notes is required pursuant to these laws and regulations, the New Notes may not be offered or sold in Japan or those other jurisdictions unless the New Notes are filed or registered or an exemption for such is acquired.