

September 16, 2022



Company Name: The Gunma Bank, Ltd.
Representative: Akihiko Fukai, President
Stock Exchange Listing: Tokyo (code: 8334)
For Inquiry: Hideyuki Saito, Managing Executive Officer and General Manager,
Corporate Planning Department

**Announcement regarding the determination of terms and conditions
for the issuance of Basel III-compliant Subordinated Bonds
(Sustainability Bond)**

The Gunma Bank, Ltd. hereby announces that it has determined the following terms and conditions for the issuance of Basel III-compliant Subordinated Bonds (Sustainability Bond). It also announced the parties that have pledged to invest in the bonds under those conditions, as outlined below.

「 JPY 10,000,000,000 Subordinated Unsecured Bond (Sustainability Bond) due September 27, 2032 」

Issuance amount	10 billion yen
Denomination of each bond	100 million yen
Interest rate	(i) For the first five years (until September 27, 2027): 0.95% per annum (ii) thereafter: 6-month JPY TIBOR plus 0.58%
Issue price	100% of the denomination of each bond
Redemption price	100% of the denomination of each bond
Maturity	10 years (with Early Redemption Clause)
Maturity date	September 27, 2032
Callable date	Any interest payment date on or after September 27, 2027
Interest payment date	March 27 and September 27 of each year
Type of offering	Public offering in Japan
Payment date	September 26, 2022

Use of proceeds	<p>Funds raised from the issuing of this bond shall be appropriated to new or existing investments / loans and new expenses that meet following Green / Social projects.</p> <p><Green Projects></p> <ol style="list-style-type: none"> Energy efficiency Clean transportation Green buildings Renewable energy  <p><Social Projects></p> <ol style="list-style-type: none"> Maintenance and generation of employment Support for revitalization and sustainability of regional economies Support for reconstruction and recovery from disasters Support for medical and welfare services 
Book-entry transfer institution	Japan Securities Depository Center, Inc.
Underwriters	<p>Nomura Securities Co., Ltd. Daiwa Securities Co. Ltd. Mitsubishi UFJ Morgan Stanley Securities Co., Ltd. Mizuho Securities Co., Ltd. (Notes) Nomura Securities consigns part of handling of the offer of this Subordinated Bonds to Gungin Securities Co., Ltd.</p>
Structuring agent	Daiwa Securities Co. Ltd.
Second-party opinion	As a sustainability bond, The Gunma Bank, Ltd. has obtained a second-party opinion on the alignment with related principles and guidelines as a sustainability bond from the external reviewer Rating and Investment Information, Inc.
Rating	<p>A (Rating and Investment Information, Inc.) AA – (Japan Credit Rating Agency, Ltd.)</p>

■ Investment statement

Listed below are investors who announced investment in this Subordinated Bonds.

(As of September 16, 2022 Listed in alphabetical order)

- Akagi Nyugyo Co.,Ltd.
- Ikehara Kougyou Co.,Ltd.
- ISHIKAWA CONSTRUCTION CO.,LTD.
- Credit Guarantee Corporation of Ibaraki-Ken
- THE ECHIZEN SHINKIN BANK
- GUN EI Chemical Industry Co.,Ltd.
- GUNMA MEDICAL Corp.
- Credit Guarantee Corporation of Gunma-ken
- GUNMA TOYOTA MOTOR CORPORATION
- Gunma Nissan Motor Corporated
- The Japan Foundation

- Kotobuki Warehouse Co.,Ltd
- Shizuoka Motor Academy
- Jomo Shimbun,Inc.
- SHOWA University
- Saison Automobile & Fire Insurance Company , Limited.
- THE DAIDO FIRE AND MARINE INSURANCE COMPANY LIMITED
- tatebayashi shinkin bank
- CREDIT GUARANTEE CORPORATION OF NAGANO-KEN
- JAPAN SEAFARERS RELIEF ASSOCIATION
- Fukoku Mutual Life Insurance Company
- MATSUMI Co.Ltd.
- MARUHON CORPORATION
- Yamagatadaichi Shinkumi
- Yokohama Agricultural Co-operatives
- LIFE SYSTEM Co.,Ltd.

Note:

This document is a press release to announce the issuance of The Gunma Bank, Ltd. to the general public.

It is not prepared for the purpose of soliciting investment. Investors should review the shelf registration prospectus and supplementary shelf registration prospectus, prepared by The Gunma Bank, Ltd. prior to making any investment decisions, and should make such decisions at their own discretion.