



November 22, 2023

To whom it may concern,

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Notice Concerning Determination of Terms and Conditions of Sustainability-Linked Bonds

Keihanshin Building Co., Ltd. (“the Company”) hereby announces that it has determined the terms and conditions of Sustainability-Linked Bonds (“the Bonds”) announced on October 27, 2023.

Name of the bonds	Keihanshin Building Co., Ltd. 14th series of unsecured bonds (with limited inter-bond pari passu clause) (Sustainability-Linked Bonds)
Maturity	7 years
Issuance amount	5.0 billion yen
Amount of each bond	0.1 billion yen
Paid-in amount	100 yen for 100 yen of the amount of each bond
Maturity amount	100 yen for 100 yen of the amount of each bond
Interest rate	1.359%
Determination date of issuance terms	November 22, 2023 (Wednesday)
Paid-in date	November 29, 2023 (Wednesday)
Maturity date	November 29, 2030 (Friday)
Interest payment date	The 29th of May and November of every year (First date of interest payment: May 29, 2024 (Wednesday))
Guarantees	There are no securities or guarantees on the bonds and there are no assets especially withheld for the bonds.
Financial special terms	Negative Pledge is subjected.
Acquired rating	A – (Rating and Investment Information, Inc. (R&I))
Lead underwriters	SMBC Nikko Securities Co. Ltd (Lead Managing Underwriter), Daiwa Securities Co. Ltd.
Fiscal agent, Issuing agent and Paying agent	Sumitomo Mitsui Banking Co., Ltd.
Transfer agent	Japan Securities Depository Center, Inc.
KPI	Ratio of reduction of Scope 1 and 2 GHG emissions
SPT	41 % reduction in Scope 1and 2 GHG emissions (compared to the FYE March 31, 2020) by FYE March 31, 2029

Date for judging SPT	End of October, 2029
Characteristics of the bonds	<p>If the sustainability performance target (SPT) is not achieved as of the assessment date, the characteristics of the Bonds vary and the Bonds will have either or both of the characteristics described below. The Company will decide between (i) and (ii) below for the variable characteristics on or after the abovementioned assessment date.</p> <p>(i) Donation</p> <p>If the SPT is not achieved, the Company will donate an amount equivalent to 0.1% of the SLB issue amount to a public interest incorporated association, a public interest incorporated foundation, an international institution, a local government authorized NPO, a local government or equivalent organization for the purpose of environmental conservation activities by the redemption date of the Bonds. The target donation recipients are organizations that conduct activities aligned with the benefits that the environment and society can reap upon the achievement of the SPTs, such as decarbonization, upon a thorough examination of the reasons for non-achievement of the SPTs. The selection of donation recipients is determined through the necessary institutional decision-making processes.</p> <p>(ii) Purchase of emission rights</p> <p>If the SPT is not achieved, the Company will purchase emission rights (credits or certificates representing greenhouse gas emissions reductions*) in an amount equivalent to 0.1% of the SLB issue amount by the redemption date of the Bonds.</p> <p>* It is assumed that the Company will purchase J-Credits, Green Power Certificates or similar, but details such as the name, quantity and amount of emission rights purchased will be disclosed on the Company's website. However, if the Company is prevented from purchasing emission rights due to force majeure, the Company will donate an amount equivalent to the planned amount of emission rights purchased to the corporation, organization, etc. shown in (i).</p>
Third-party evaluation	<p>The Company obtained a third-party opinion from Rating & Investment Information, Inc. (R&I) to the effect that the Framework complies with the Sustainability-Linked Bond Principles 2023 of the International Capital Market Association (ICMA), the Sustainability-Linked Loan Principles 2023 of Loan Market Association (LMA), the Sustainability-Linked Bond Guidelines 2022 and the Green Loan and Sustainability-Linked Loan Guidelines 2022 of the Ministry of the Environment of Japan.</p>