



DBJ 7th Sustainability Bond Reporting (Date of Issue :2021.3.4)

DBJ issued 7th sustainability bond on 2021.3.4 based on DBJ’s Sustainability Bond Framework (the “Framework”).

■The Framework and Second Party Opinion on Framework

- For more details about the Framework and Second Party Opinion on the Framework, please refer to each of the following links.

DBJ’s Sustainability Bond Framework

<https://www.dbj.jp/en/pdf/ir/credit/sri/framework.pdf>

Second Party Opinion on Framework (Provider: ISS ESG)

<https://www.dbj.jp/en/pdf/ir/credit/sri/latest-opinion.pdf>

- The net proceeds, or an amount equal to the net proceeds, from the DBJ Sustainability Bond will be allocated to the “Eligible Financings” defined in the Framework (4.1 Use of Proceeds).

【The Project Categories to which the net proceeds, or amount equal to the net proceeds, from DBJ 6th Sustainability Bond can be allocated】

Eligible Categories	Project Categories
Climate Resiliency / Climate Change Mitigation (Green Eligible Categories)	<ul style="list-style-type: none"> ➤ Green buildings ➤ Renewable energy ➤ Clean Transportation ➤ Energy Efficiency -DBJ Environmentally Rated Loan Program (“DBJ ERLP”)
Disaster Resiliency (Social Eligible Categories)	<ul style="list-style-type: none"> ➤ Employment generation, and programs designed to prevent and/or alleviate unemployment stemming from socioeconomic crises ➤ Affordable basic infrastructure - Power cable and grid upgrade (Energy efficiency - Efficient power grid) ➤ Socioeconomic advancement and empowerment - DBJ Business Continuity Management Rated Loan

	Program (“DBJ BCMRLP”)
Healthcare & Social Well-being (Social Eligible Categories)	<ul style="list-style-type: none"> ➤ Affordable housing ➤ Access to essential services - healthcare ➤ Socioeconomic advancement and empowerment - DBJ Employee's Health Management Rated Loan Program (“DBJ HMRLP”)

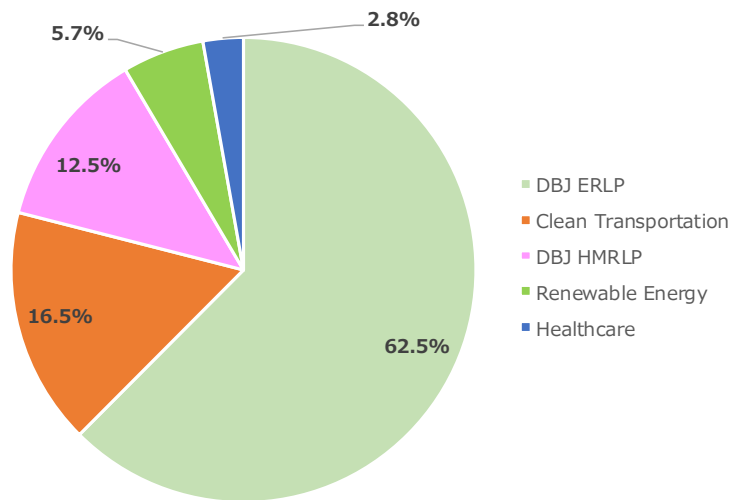
■DBJ 7th Sustainability Bond Reporting (Overview)

- The net proceeds, or an amount equal to the net proceeds, from DBJ 7th Sustainability Bond have been allocated in full to 5 Project Categories below (as of 2021.12.21). Please refer to the pie chart below for details of allocation by project categories.
 - The net proceeds, or an amount equal to the net proceeds, from DBJ 7th Sustainability Bond have been allocated to the loans and the investments already provided by 2021.3.4, and the share of refinancing is 100%.
 - Unallocated proceeds will be held in cash and/or a money-market portfolio. There is no unallocated proceeds as the allocation have been completed as described above, and the amount of unallocated proceeds are nil.
- ※Please refer to the Framework (4.3 Management of Proceeds) for more details.

【The Project Categories to which the net proceeds, or amount equal to the net proceeds, from DBJ 7th Sustainability Bond have been allocated】

Eligible Categories	Project Categories
Climate Resiliency / Climate Change Mitigation (Green Eligible Categories)	<ul style="list-style-type: none"> ➤ Renewable energy ➤ Clean Transportation ➤ Energy Efficiency -DBJ Environmentally Rated Loan Program (“DBJ ERLP”)
Healthcare & Social Well-being (Social Eligible Categories)	<ul style="list-style-type: none"> ➤ Access to essential services - healthcare ➤ Socioeconomic advancement and empowerment - DBJ Employee's Health Management Rated Loan Program (“DBJ HMRLP”)

Allocation of the net proceeds or an equal amount to the net proceeds, by Project Categories



■DBJ 7th Sustainability Bond Reporting (Details)

- The details of Project Categories allocated to DBJ 7th Sustainability Bond are as follows.

①Energy Efficiency - DBJ Environmentally Rated Loan Program

- The DBJ Environmentally Rated Loan Program is the world's first financing menu to incorporate environmental ratings. Using a proprietary screening system, DBJ rates enterprises on the quality of their environmental management.

- Sector Distribution of Clients

Manufacturing	9
Total	9

Certification Vintage	2018/10~2020/3
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- Case Study No.1

Client	ISEKI & CO., LTD.
Head Office	Matsuyama City, Ehime
Sector	Manufacturing
Certification Vintage	2020
Rating	A
Currency	JPY

【Features of the Assessment】

- (1) The company has steadily worked on the sophistication and penetration of environmental management by expanding its environmental management system globally, including manufacturing and sales bases, and by continuing to pursue improvement proposal activities with incentives related to the environment, quality, safety, etc.
- (2) The company has contributed to labor saving in agriculture and improvement of production efficiency. It continually sets medium-term targets to spread and expand the range of environmentally friendly products based on quantitative certification criteria such as life cycle assessment. In addition, the company has developed smart

agricultural machines and farming/management software that utilize information and communication technology and advanced technology.

- (3) Recently, the company has focused on promoting corporate social responsibility management. They have brought about concrete results by establishing a CSR promotion meeting chaired by the president and by conducting CSR questionnaire surveys for suppliers.



PRJ8 and Field work



TJV655R

➤ Case Study No.2

Client	Nippon Soda Co., Ltd.
Head Office	Chiyoda-ku, Tokyo
Sector	Manufacturing
Certification Vintage	2020
Rating	A
Currency	JPY

【Features of the Assessment】

- (1) The company has developed a group environmental management system, including overseas bases. Centering on responsive care activities, they strive to reduce environmental risks associated with corporate activities and build good relationships with local communities.
- (2) The company is constantly streamlining and optimizing the manufacturing process across the entire company by grasping the amount of energy used during manufacturing and the status of environmental load generation in real time, by improving operations on a daily and monthly basis, and by getting feedback from its Corporate Social Responsibility Promotion Subcommittee.
- (3) Within their corporate social responsibility framework, the company enhances corporate value by identifying social issues that can be addressed through its products and services in four priority fields (agriculture, healthcare, environment, and ICT) and by measuring and disclosing positive impacts such as volume of water contributed with its solid chlorine agent.



Nihongi Plant
Expanded production
facility of
Pharmaceutical additive
NISSO HPC

②Clean transportation

Sub-sector Distribution	Railway systems and assets 100%
Location	Japan : UK = 90% : 10%

③Socioeconomic advancement and empowerment - DBJ Employee's Health Management Rated Loan Program

The DBJ Employees' Health Management Rated Loan Program is the world's first financing menu to incorporate health management ratings into the assessment of companies' management of employee health and welfare and the selection of those with outstanding records in this area.

➤ Sector Distribution of Clients

Manufacturing	4
Transport and Postal Services	1
Wholesale	1
Retail Trade	2
Goods Rental and Leasing	1
Medical, Health Care and Welfare	1
Total	10

Certification Vintage	2018/3~2018/8
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④ Renewable energy

➤ Impact on CO2 avoidance

Category	Number of projects	Total amount of power generation per annum *	Estimated Carbon Avoidance per annum*
Solar	1	775,582 kWh	419 t-CO ₂ **
Wind	1	19,071,128 kWh	8,331 t-CO ₂ **
Total	2	19,846,710 kWh	8,749 t-CO ₂ **

* Proportionate to the ratio of the funds DBJ provided to the relevant total project costs.

** Estimated using the coefficients of the International Energy Agency (IEA) and the Agency for Natural Resources and Energy of the Japanese Government.

⑤ Access to essential services - healthcare

Number of projects	6
Sub-sector Distribution	Hospitals 4 Others 2
Number of hospital beds	1,443

(As of 2021.12.21)