



DBJ 16th Sustainability Bond Reporting (Date of Issue : 2023.9.13)

DBJ issued 16th sustainability bond on September 13, 2023 based on DBJ's Sustainability Bond Framework formulated in September 2020* (the "Framework").

* DBJ revised DBJ Sustainability Bond Framework in April 2024.

■The Framework and Second Party Opinion on Framework

- For more details about Second Party Opinion on the Framework (Provider: ISS ESG. the "Opinion"), please refer to the following links.
https://www.dbj.jp/en/ir/credit/sri/second_opinion_2020_for_dbj_sustainability_bond.html
 - The net proceeds, or an amount equal to the net proceeds, of the issuance of the DBJ Sustainability Bond will be allocated to the "Eligible Financings" consisting of the categories in the table below*.
- * Please refer to "1. Use of proceeds" in the Opinion for details.

【The Project Categories to which the net proceeds, or amount equal to the net proceeds, of the issuance of DBJ 16th 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 - Regional Emergency Response Program, etc. ➤ 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")
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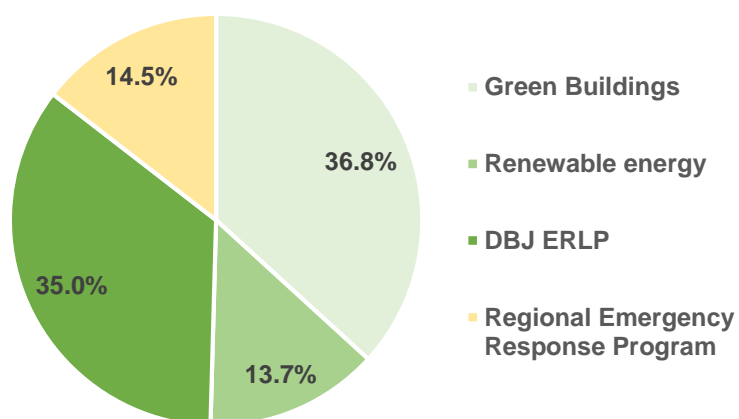
■DBJ 16th Sustainability Bond Reporting (Overview)

- The net proceeds, or an amount equal to the net proceeds, of the issuance of DBJ 16th Sustainability Bond have been allocated in full to 4 Project Categories below (as of June 24, 2024). 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, of the issuance of DBJ 16th Sustainability Bond have been allocated to the loans and the investments already provided by the date of issue, 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 Opinion (3. Management of Proceeds) for more details.

【The Project Categories to which the net proceeds, or amount equal to the net proceeds, of the issuance of DBJ 16th Sustainability Bond have been allocated】

Eligible Categories	Project Categories
Climate Resiliency / Climate Change Mitigation (Green Eligible Categories)	<ul style="list-style-type: none"> ➤ Green buildings ➤ Renewable energy ➤ 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 - Regional Emergency Response Program

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



■DBJ 16th Sustainability Bond Reporting (Details)

- The details of Project Categories allocated to DBJ 16th Sustainability Bond are as follows.

① Green Buildings

①-(1) Funds to finance or refinance companies, buildings, real estate properties or REITs that have a 'Green Star' rating under the Global Real Estate Sustainability Benchmark ("GRESB") evaluation framework

- For more details about GRESB, please refer to the following link.

<https://gresb.com/>

Number of assets	19
Certification Vintage	FY2023

② Renewable energy

- Impact on CO2 avoidance

Category	Number of projects	Total amount of power generation per annum *	Estimated Carbon Avoidance per annum*
Hydro	1	29,446 MWh**	12,779 t—CO ₂ ***
Wind	2	3,928 MWh**	1,705 t—CO ₂ ***
Solar	2	2,840 MWh**	1,233 t—CO ₂ ***
Biomass	3	42,743MWh**	18,551 t—CO ₂ ***
Total	8	78,957 MWh**	34,268 t—CO ₂ ***

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

** Estimated based on the availability rate disclosed by the Ministry of Economy, Trade and Industry (Japan)

*** Estimated using GHG emission factor disclosed in Ministry of the Environment (Japan)

➤ Case study (Category: Hydro)

Client	Tohoku Electric Power Co., Ltd.
Head Office	Sendai, Miyagi
Signing	2021
Currency	JPY
Summary	<ul style="list-style-type: none"> • DBJ provided a green loan in 2021 to Tohoku Electric Power Co., Ltd. for the construction of the Tamagawa No.2 Power Station. • The Tamagawa No.2 Power Station (Yamagata Prefecture, maximum output 14,600 kW), which is the subject of the loan, was developed by one of the company's affiliates. It contributes to reducing CO2 emissions by taking advantage of the characteristics of the Tamagawa River system, which has conditions suitable for hydroelectric power generation, a power source that contributes to decarbonization. • The development of the Tamagawa No. 2 Power Station plays a part in the renewable energy development target set forth in the Tohoku Electric Power Group Carbon Neutral Challenge 2050.

③ Energy 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	13
Transport and postal activities	2
Goods rental and leasing	3
Total	18
Certification Vintage	2020/10~2023/3

④ **Employment generation, and programs designed to prevent and/or alleviate unemployment stemming from socioeconomic crises - Regional Emergency Response Program**

- Given the recent series of major disasters nationwide, including earthquakes and typhoons, DBJ designed and set up Regional Emergency Response Program to provide support flexibly and quickly in the way of emergency capital as part of its first response for disaster-stricken companies.

➤ **Sector Distribution of Clients**

Manufacturing	1
Information and communications	1
Transport and postal activities	5
Life-related services, Entertainment	1
Total	8
Financing Amount	JPY 13,567million

(As of June 24, 2024)