

November 9, 2023

To whom may it concern:

Company name: Iwatani Corporation
Representative: Hiroshi Majima, President
(Code number: 8088; Tokyo Stock Exchange Prime Market)
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Notice of Issuance of Sustainability Bonds

Iwatani Corporation hereby announces its plans to issue sustainability bonds in a public offering for the domestic market. In preparation for this issuance, the Company today (November 9) submitted a shelf registration statement to the Director-General of the Kanto Local Finance Bureau.

1. Background and purpose

Since its founding in 1930, Iwatani Corporation has delivered a wide range of products and services, including energy, industrial gases, and materials for daily life and industry based on its corporate philosophy: become a person needed by society, as those needed by society can prosper

At the foundation of these efforts lies Iwatani's commitment to contributing to society by creating the new value needed by the world. From generation to generation, this corporate philosophy has been passed down as the core of all its business activities.

Hydrogen, the market for which the Company has been pursuing pioneering efforts to develop, has found prospective applications beyond industrial settings. Significant progress has been made to achieve socially significant implementation. The stage is set for hydrogen to assume its role as an energy source and essential pillar of a carbon-free society.

Many social challenges remain to be solved, including issues related to climate change and energy. Iwatani will continue to create and provide what the world needs to bring us closer to a sustainable, cyclical, and zero carbon society.

The Company will use proceeds from the sustainability bonds issuance to build a CO₂-free hydrogen supply chain, develop stable supply systems for LPG, and to make investments that contribute to a cyclical society, including the development of materials with low environmental impact.

Iwatani Corporation will continue to work to achieve hydrogen energy-based society and carbon-free society and to provide infrastructures and services that support local communities.

2. Overview of the sustainability bonds

The following two bonds will be issued to a total amount of 10 billion yen:

Bond name	Iwatani Corporation 5 th Series Unsecured Corporate Bond (with Special Limited Inter- bond Pari Passu Clause) (sustainability bond)	Iwatani Corporation 6 th Series Unsecured Corporate Bond (with Special Limited Inter- bond Pari Passu Clause) (sustainability bond)
Tenor	7 years	10 years
Planned issue amount	5.0 billion yen	5.0 billion yen
Planned date of issuance	Between December 2023 and March 2024	
Use of proceeds	Funds for capital expenditures, investments and loans related to construction of CO2-free hydrogen supply chain, promotion of a recycling-oriented society, and provision of infrastructure and services that support local communities. The proceeds will also be used for repayment of borrowings taken out for procurement of itself.	
Lead managers	Mitsubishi UFJ Morgan Stanley Securities Co., Ltd. Nomura Securities Co., Ltd.	Nomura Securities Co., Ltd. Mitsubishi UFJ Morgan Stanley Securities Co., Ltd.

3. Development of the Sustainability Bond Framework and Obtainment of External Review

In addition to issuing the sustainability bonds, the Company has formulated the Iwatani Corporation Sustainability Bond Framework, which addresses four key policies based on the Green Bond Principles (2021), Social Bond Principles (2023), and Sustainability Bond Guidelines (2021) and other guidelines established by the International Capital Markets Association (ICMA): How the proceeds are used; how projects are evaluated and selected; how the proceeds are managed; and how reports are formulated and issued.

The Company's Sustainability Bond Framework has obtained a Second Party Opinion from Japan Credit Rating Agency, Ltd. (JCR), a third-party organization, attesting to its compliance with the Climate Transaction Finance Handbook 2023 issued by the ICMA; the Basic Guidelines on Climate Transition Finance (2021) issued by the Financial Services Agency, the Ministry of Economy, Trade and Industry, and the Ministry of the Environment; the Green Bond Principles (2021); the Social Bond Principles (2023); the Sustainability Bond Guidelines (2021); the Green Bond Guidelines (2022) issued by the Ministry of the Environment; and the Social Bond Guidelines (2021) issued by the Financial Services Agency.

* Second Party Opinion (Japanese)

Please refer to the JCR website:

<https://www.jcr.co.jp/greenfinance/>

(End)