July 10, 2020

Company name: Komatsu Ltd.
Name of Representative: Hiroyuki Ogawa, President and CEO
(Code: First Section of TSE 6301)
Contact: General Manager of Corporate Communications
Akitoshi Watanabe (Telephone: +81-3-5561-2616)

Komatsu Determines Terms and Conditions of Green Bond

Komatsu Ltd. (hereafter "Komatsu") has announced 'Komatsu Determines Terms and Conditions of Green Bond' as attached.

End

For Immediate Release

Komatsu Ltd.
Date: July 10, 2020
No. 0026(2957)

Komatsu Determines Terms and Conditions of Green Bond

Komatsu Ltd. (hereafter "Komatsu") (President and CEO: Hiroyuki Ogawa) today announced that it has determined the terms and conditions as follows for the issuance of green bonds, unsecured straight bonds.

Outline of the green bond

Issuer	Komatsu Ltd.
Maturity	5 years
Issue amount	JPY10.0billion
Interest rate	0.130%
Pricing date	July 10, 2020
Issue date	July 16, 2020
Use of proceeds	Applicable to the following projects: Project A: Responses to environmental problems resulting from the use of products. Efforts designed to help reduce CO2 emissions from products in use to 50% by 2030 from 2010 (Specifically, R&D, the provision and wide use of products, services and solutions). 1) Products: Hybrid hydraulic excavators, (applicable for low carbon-type construction equipment certification by Japan's Ministry of Land, Infrastructure, Transport and Tourism) and electric construction equipment. 2) Service: Support for fuel-economy machine operation by using IoT. 3) Solutions: Reduction of CO2 emissions by promoting wide use of ICT-intensive construction equipment and providing applications which support optimization of construction as a whole. Project B: Responses to environmental problems resulting from manufacturing. Efforts designed to help reduce CO2 emissions in manufacturing to 50% and increase the ratio of using renewal energy to 50% of total energy use, both by 2030 from 2010 (capital investment in facilities and equipment, etc.). 1) Energy-savings of factories and equipment in plants. 2) Power generation by using solar panels and biomass as well as purchase of renewable energies.
Rating	"AA-" from Rating and Investment Information, Inc.
Assessment of	Komatsu has obtained a second-party opinion from DNV GL BUSINESS

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Information contained in this news release is valid as of the date of releasing and may be changed without notice.

eligibility against green bonds (External review)	ASSURANCE JAPAN K.K., concerning eligibility against both 2018 Green Bond Principles and Green Bond Guidelines, 2020. [https://www.dnvgl.jp/news/page-177612]
Lead manager	Nomura Securities Co., Ltd.
Green bond structuring agent *1	Nomura Securities Co., Ltd.

*1 This organization supports the issuance of green bonds by giving advice regarding the formulation of green bond frameworks and on obtaining second-party opinions

Investment statement on this green bond

The following investors have declared their intention to invest in this green bond as of July 10, 2020.

＜List of investors who have announced investment＞ （Japanese alphabetical order）

・Asset Management One Co., Ltd. ・OMUTA YANAGAWA SHINKIN BANK
・The Kita Osaka Shinkin Bank ・The 77 Bank, Ltd. ・THE JUROKU BANK,LTD
・SUMITOMO LIFE INSURANCE COMPANY ・Zentouei Shinyokumiai
・Daitokyo Shinkumi Credit Cooperative ・NAGANO SHINKIN BANK
・The Bank of Nagoya, Ltd. ・Nippon Life Insurance Company
・THE HIGASHI‐NIPPON BANK,LIMITED ・Hiratsuka SHINKIN BANK
・Fukushima Shinkin Bank ・Sumitomo Mitsui Trust Asset Management Co., Ltd.

(end)

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