Japan Excellent, Inc.

**For Immediate Release**
**For Translation Purposes Only**

June 24, 2021

**Japan Excellent, Inc. (TSE: 8987)**
Shuichiro Kayama, Executive Director

**Asset Management Company:**
Japan Excellent Asset Management Co., Ltd.

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# Notice Concerning Debt Financing

Japan Excellent, Inc. (hereinafter "JEI") announces the decision made today concerning new debt financing as follows.

## 1. Details of Debt Financing

| No. | Lenders | Loan Amount | Interest Rate (Note 1) | | Borrowing Period | Drawdown Date | Principal Repayment Date (Note 2) | Borrowing Method, Repayment Method, Collateral |
|---|---|---|---|---|---|---|---|---|
| 1 | The Dai-ichi Life Insurance Company, Limited | ¥2.0billion | Fixed | 0.650% | 9.0 years | June 30, 2021 | June 30, 2030 | Term loan agreement To be repaid in full on the repayment date Unsecured / Non-guaranteed |
| 2 | Development Bank of Japan Inc. | ¥2.0billion | Fixed | 0.559% (Note 3) | 8.5years | | December 30, 2029 | |
| | Total | ¥4.0billion | - | - | - | - | - | |

(Note 1) All figures have been rounded off to three decimal places.
(Note 2) However, if the concerned date is not a business day, the subsequent business day; if this day falls within the following month, the business day immediately preceding the concerned date shall be the interest payment/principal repayment date.
(Note 3) The interest rate is the provisional rate based on Base interest rate on June 23. The applicable rate will be disclosed if the rate will be changed from the provisional rate.

## 2. Purpose of Debt Financing

JEI intends to allocate the proceeds to the repayment of borrowings of a total of ¥4.0billion described in "3. Total Amount to be Borrowed, Use of Proceeds and Scheduled Expenditure Date" below scheduled to fall due and payable on June 30, 2021.

Japan Excellent, Inc.

**3. Total Amount to be Borrowed, Use of Proceeds and Scheduled Expenditure Date**

(1) Total Amount to be Borrowed

¥4.0billion (JPY 4,000,000,000)

(2) Detailed Use of Proceeds and Scheduled Expenditure Date

(i) Detailed Use of Proceeds : To be allocated to repayment of borrowings of a total of ¥4.0billion (scheduled to fall due and payable on June 30, 2021) below
・Borrowings of ¥2.0 billion (Note 1)
・Borrowings of ¥2.0 billion (Note 2)

(ii) Scheduled Expenditure Date : June 30, 2021

(Note 1) For details, please refer to 1-(1) of "Notice Concerning Debt Financing" dated July 23, 2014

(Note 2) For details, please refer to 1-(5) of "Notice Concerning Debt Financing" dated June 21, 2013

**4. Interest of the Asset Management Company Concerning the Loan**

The Dai-ichi Life Insurance Company, Limited is a sponsor-related party as defined in the "Rules on Transactions with Sponsor-related Parties," an internal rule of the asset management company which was established by the asset management company for the purpose of implementing appropriate asset management by the investment corporation through elimination of conflict of interest. Upon executing the contract with The Dai-ichi Life Insurance Company, Limited, the asset management company has undergone deliberation at the Compliance Committee including external specialists; Investment Committee in accordance with the rule. This shall be reported to the Board of Directors of the investment corporation without delay.

**5. Status of Interest-bearing Debt after Financing**

(millions of yen)

| | Before Drawdown | After Drawdown | Increase/ Decrease |
|---|---|---|---|
| Short-term borrowings | - | - | - |
| Long-term borrowings | 87,600 | 87,600 | - |
| Total borrowings | 87,600 | 87,600 | - |
| Investment corporation bonds | 38,000 | 38,000 | - |
| Total interest-bearing debt | 125,600 | 125,600 | - |

*Long-term borrowings include those due within one year.

**6. Other Matters Required for Investors to Appropriately Understand and Evaluate the above Information**

There is no change to the content of "Risks in Investment" set forth in JEI's Securities Report (yuka shoken houkoku-sho) for the 29th Fiscal Period (ended December 31, 2020) submitted on March 19, 2021 with respect to the risks of this debt financing.

(End)

**Japan Excellent, Inc. Website:** www.excellent-reit.co.jp/en/