February 3, 2025

To whom it may concern,

Company name: Keihanshin Building Co., Ltd.
Representative: Tsuneo Wakabayashi, President
Code No.: 8818 TSE Prime
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Notice Concerning Issuance of Sustainability-Linked Bonds

Keihanshin Building Co., Ltd. (“the Company”) hereby announces that it plans to issue the Company’s second Sustainability-Linked Bonds (*1) (“the Bonds”) for public offering. The Company has submitted an amended shelf registration statement for corporate bonds to the Kanto Local Finance Bureau today (February 3, 2025) for the issuance of Sustainability-Linked Bonds.

1. Purpose and Background of Issuance

We are aiming to reduce Scope 1 and 2 GHG emissions 46% compared to FYE March 31, 2020 by FYE March 31, 2031 in the Long-Term Business plan (10 years from FYE March 31, 2024 to FYE March 31, 2033). In order to accelerate this initiative, the Company has revised the Sustainability-Linked Financing Framework (“the Framework”), which was first formulated in October 2023, in February 2025.

Following the issuance of the Sustainability-Linked Bonds in November 2023, the Bonds are a strong commitment to "Strengthening Resilience to Climate Change" through funding, and a KPI/SPT (*2) has been established to measure the steady progress. "We will steadily promote the Long-Term Business Plan and aim to realize sustainable society and increase corporate value through the issuance of Sustainability-Linked Bonds based on the Framework.

2. Overview of the Bonds

Name of the bonds	Keihanshin Building Co., Ltd. 15th series of unsecured bonds (with limited inter-bond pari passu clause) (Sustainability-Linked Bonds)
Maturity	5 years (plan)
Issuance amount	5.0 billion yen (plan)
Determination date of issuance terms	Late February, 2025 (plan)
KPI	Ratio of reduction of Scope 1 and 2 GHG emissions
SPT	41 % reduction in Scope 1and 2 GHG emissions (compared to the FYE March 31, 2020) by FYE March 31, 2029
Date for judging SPT	End of October, 2029
Characteristics of the	If the SPT is not achieved as of the assessment date, the characteristics

bonds	of the Bonds vary and the Bonds will have either or both of the characteristics described below. The Company will decide between (i) and (ii) below for the variable characteristics on or after the abovementioned assessment date. (i) Donation If the SPT is not achieved, the Company will donate an amount equivalent to 0.1% of the SLB issue amount to a public interest incorporated association, a public interest incorporated foundation, an international institution, a local government authorized NPO, a local government or equivalent organization for the purpose of environmental conservation activities by the redemption date of the Bonds. The target donation recipients are organizations that conduct activities aligned with the benefits that the environment and society can reap upon the achievement of the SPTs, such as decarbonization, upon a thorough examination of the reasons for non-achievement of the SPTs. The selection of donation recipients is determined through the necessary institutional decision-making processes. (ii) Purchase of emission rights If the SPT is not achieved, the Company will purchase emission rights (credits or certificates representing greenhouse gas emissions reductions*) in an amount equivalent to 0.1% of the SLB issue amount by the redemption date of the Bonds. * It is assumed that the Company will purchase J-Credits, Green Power Certificates or similar, but details such as the name, quantity and amount of emission rights purchased will be disclosed on the Company's website. However, if the Company is prevented from purchasing emission rights due to force majeure, the Company will donate an amount equivalent to the planned amount of emission rights purchased to the corporation, organization, etc. shown in (i).
Lead underwriters	SMBC Nikko Securities Co. Ltd. (Lead Managing Underwriter), Daiwa Securities Co. Ltd.
Structuring agent (*3)	SMBC Nikko Securities Co. Ltd.

3. Reference

・The Sustainability-Linked Bond Framework
https://www.keihanshin.co.jp/english/sustainability/

(*1) Sustainability-Linked Bonds

Bonds whose terms vary depending on whether the issuer achieve predetermined sustainability targets. The bonds are evaluated based on the Key Performance Indicator (the “KPI”) and the Sustainability Performance Target (the “SPT”) determined beforehand by the issuer. The terms

change depending on whether the SPT has been achieved, thereby motivating the issuer to achieve the SPT.

(*2) Sustainability Performance Target (SPT)

The Target based on the issuer's key sustainability indices that determine the terms for the issuance of Sustainability-Linked Bonds.

(*3) Structuring Agent

Entities that provide support for the implementation of sustainable finance through advice, etc. regarding the formulation of the Sustainability-Linked Financing Framework and on obtaining second opinions.