



December 2, 2022

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Notice Concerning Decision of Issuance and Issuance Conditions of the MEGMILK SNOW BRAND Group's First Green Bond

MEGMILK SNOW BRAND Co., Ltd. (the "Company") announces that it has decided to issue Green Bond (the "Issuance") under the following terms and conditions in relation to the announce of the Issuance on October 26, 2022.

1. Background and Purpose of the Issuance

Based on the aspiration of "*Kendo Kenmin*" (a healthy earth ensures human health) ^{*1}, our group aims to solve various social issues of today by providing value created everywhere in the value chain related to the dairy business, and to build a sustainable society that can preserve a healthy and prosperous environment and can be passed on to future generations.

The net proceeds will be allocated for the equipments that contribute to "Reducing Environmental Impact", one of the material issues. Through the Issuance, we will further raise awareness of the our sustainability initiatives among all stakeholders, including bond investors, and we will try to build a relationship of ongoing trust with them.

2. Outline of the Issuance

Name	MEGMILK SNOW BRAND Co., Ltd 2nd Series of Unsecured Corporate Bond(with inter-bond pari passu clause; Green Bond)
Maturity	5 years
Amount	5.0 billion yen
Coupon	0.460%
Issue Date	December 8, 2022
Maturity Date	December 8, 2027
Bond Rating	A- (Rating and Investment Information, Inc.(R&I))

Use of Proceeds	<p>The funds will be used for the following capital investments that will contribute to reducing environmental impact.</p> <p>(1) Installation of facilities to convert biomass by-products generated in the process of recovering whey and whey's useful components into methane gas: Taiki Plant</p> <p>(2) Investment in wastewater treatment facilities that contribute to waste (sludge) reduction</p> <ul style="list-style-type: none"> - The renewal of the wastewater treatment facilities: Isobunnai Plant, Taiki Plant - The Installation of the sludge volume reduction facilities: Noda Plant - The Installation of the sludge drying facilities: Taiki Plant
Lead Managers	<p>Mitsubishi UFJ Morgan Stanley Securities Co., Ltd.</p> <p>Mizuho Securities Co., Ltd.</p> <p>Daiwa Securities Co. Ltd.</p>
Structuring Agent ^{*2}	Mitsubishi UFJ Morgan Stanley Securities Co., Ltd.
Financial Agent	The Norinchukin Bank
Second-party opinion ^{*3}	We have obtained a second-party opinion from R&I, an independent external reviewer, on the alignment of our Green Bond Framework ^{*4} with the Green Bond Principles 2021 (ICMA) and the Green Bond Guidelines 2022 (MOE).

*1 *Kendo Kenmin*" is the founding spirit of our predecessor companies, Snow Brand Milk Products Co., Ltd. Dairy farming strengthen the soil, and that means the milk and dairy products produced from this rich earth are the ultimate nutritious food that can foster healthy minds and resilient bodies. We believe that this is a major role we should play in society, and it is our raison d'etre and aspiration that has remained unchanged and consistent throughout the years.

*2 A structuring agent is an entity that assist with the issuance of Green Bond by undertaking tasks such as drawing up the Framework for the bond issuance and obtaining a second party opinion.

*3 For more information on second-party opinions, please visit the R&I website.
https://www.r-i.co.jp/news_release_gf/2022/10/news_release_gf_20221026_jpn.pdf

*4 For more information on the Framework, please refer to our website.
<https://www.meg-snow.com/news/files/221026gbframework.pdf>

<Refer>

- Notice of Green Bond issuance (October 26, 2022)
<https://www.meg-snow.com/english/cms2/wp-content/uploads/221026gb.pdf>

3. List of investors announcing investment in the bond

The following are the names of investors who have announced to invest in the Bond as of today. (in alphabetical order)

Daitokyo Shinkumi Credit Cooperative

Danyo Shinkumi Bank

Hokkaido Credit Federation of Agricultural Cooperatives

ICHIMARU PHARCOS Co., Ltd.

JA-TOKYOSMILE

Kyoto Prefectural Credit Federation of Agricultural Cooperatives

Mitsui Direct General Insurance Co., Ltd.

Mitsui Sumitomo Insurance Company, Limited

North Pacific Bank, Ltd.

THE CHUKYO BANK, Ltd

THE FUKUOKA CHUO BANK , LTD.

The Juroku Bank, Ltd.

The Kanagawa Bank, Ltd.

The Kofu Shinkin Bank

The Osaka-kyoei Credit Cooperative

The Sugamo Shinkin Bank

The Toho Bank, Ltd.

THE TSURUGA SHINKIN BANK

TOWA RYUTSU SANGYO

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