

(Translation)

September 30, 2020

To whom it may concern

Company name: The Sumitomo Warehouse Co., Ltd.
Representative: Takanori Ono, President
Security ID Code: 9303 (Listed on 1st section of TSE)
Reference: Akihiko Hoshino, General Manager,
Finance & Accounting Department
Tel: +81-6-6444-1183

Notice on Issuance of Green Bond

The Sumitomo Warehouse is planning to issue a Green Bond by the method of public placement on the domestic market and hereby notifies you of this.

A Green Bond is a bond issued by a corporation or local public organization, etc. for procurement of funding required for a Green Project (renewable energy project, construction and renovation of energy-saving facilities, business that has the effect of environmental improvement such as prevention or management of environmental pollution)

This will be the second issue of Green Bond following last year.

1. Objectives and background of issuance

Based on the understanding that conservation of the global environment is an important business issue, the Company established an environmental policy in 2006 to further contribute to environmental conservation, including by reducing the environmental impact of our corporate activities. Since that time, we have continued to implement various initiatives, including introducing solar power generation systems, planting trees on the rooftops of our buildings, acquiring Rank A (very good) certification under the Comprehensive Assessment System for Building Environmental Efficiency (CASBEE), and acquiring green management certification. Last year, we upgraded our air conditioning equipment, converted to LED lighting fixtures, and installed solar power generation equipment using funds raised from issuing green bonds.

In May of this year, we published our “Moving Forward to 2030” long-term vision that extends through the year 2030 and our medium-term business plan (“the Plan”) covering the first three years to fiscal 2022 to steadily provide society with essential distribution services. Under the Plan, “Contributing to sustainability” is put forth as one of our business strategies. As part of that, we are aiming to reinforce the equipment at our owned facilities in preparation for increasingly intense natural disasters and are working out policies focused on environmental action.

As we did last year, we will raise the funds required to introduce environmentally friendly facilities and equipment by issuing green bonds and continue to promote environmental conservation initiatives.

2. Outline of Green Bond

Term of issuance/projected amount	5 years/ 5 billion yen	10 years/ 5 billion yen
Projected period of issuance	October 2020 (planned)	
Use of funds	Will be appropriated to the following capital investment relating to environmental conservation Construction of Green buildings	

	1. Inuyama Archives (CASBEE AICHI A / acquired) 2. Hanyu Archives Warehouse No.2 (3rd period warehouse) (CASBEE- SAITAMA prefecture A / planned) 3. Port Island L-6 Warehouse (Tentative name) (CASBEE-KOBE A / planned)
Managing underwriter	Daiwa Securities Co. Ltd. SMBC Nikko Securities Inc.
Green Bond Structuring Agent	Daiwa Securities Co. Ltd.

For use of funds, we have established eligibility criteria in accordance with “Green Bond Principles 2018” of the International Capital Market Association, and “the Green Bond Guidelines 2020” of the Ministry of the Environment, Japan as follows:

Use of funds	Eligibility criteria of Green buildings
Construction of Green buildings	CASBEE S or A or B+ (Acquired or Scheduled acquisition)

In addition, the above-stated use of funds is in conformance with the SDGs, the Sustainable Development Goals.



Goal 7 : Ensure access to affordable, reliable, sustainable and modern energy

7.3. By 2030, double the global rate of improvement in energy efficiency



Goal 9 : Build resilient infrastructure, promote sustainable industrialization and foster innovation

9.4. By 2030, upgrade infrastructure and retrofit industries to make them sustainable, with increased resource-use efficiency and greater adoption of clean and environmentally sound technologies and industrial processes, with all countries taking action in accordance with their respective capabilities



Goal 11 : Make cities inclusive, safe, resilient and sustainable

11.3. By 2030, enhance inclusive and sustainable urbanization and capacity for participatory, integrated and sustainable human settlement planning and management in all countries

3. Eligibility for Green Bond

For eligibility for this Green Bond, we have acquired a preparatory evaluation of “Green 1,” the highest rating under JCR Green Bond Evaluation by Japan Credit Rating Agency, Ltd., as a third party evaluation.

The evaluation is published on the following website:

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

4. Future schedule

We are planning to decide on the conditions including the issue amount, etc. in October 2020. We will announce this as soon as it is decided.

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