

## Announcement on the Determination of Terms for Issuing Sustainability-Linked Bonds

Toda Corporation (Head Office: Chuo-ku, Tokyo; President: Otani Seisuke) is pleased to announce its decision to issue sustainability-linked bonds (unsecured corporate bonds) through a public offering in the domestic market, as detailed below (hereinafter referred to as "this issuance").

Our company aims to boost decarbonization, achieve a sustainable society, and enhance corporate value by issuing sustainability-linked bonds incorporating SPT※1 that reflect our commitment to sustainability. In doing so, we also seek to increase awareness of our initiatives among a broad range of stakeholders.

※1 SPT  
Sustainability Performance Target (SPT) refers to the objectives that are set as goals to be achieved regarding key performance indicators (KPI).

### 1. Overview of this issuance

Name	Toda Corporation's 11th Series Unsecured Corporate Bonds (with inter-bond pari passu provisions) (Sustainability-Linked Bond)
Issue Period	5 years
Issue Amount	10 billion yen
Interest Rate	1.635% per annum
Payment Amount	100 yen for every 100-yen face value of bonds
Payment Date	March 11, 2025
Maturity Date	March 11, 2030
SPT	Final CDP Climate Change Score of A (assessment date: End of March 2029)
Characteristics of the Claim after Judgment	<p>If a reporting indicating the achievement of SPT is not submitted by the assessment date, we will purchase an amount of emission credits (carbon reduction values converted into credits) or certificates (such as Green Power Certificates, Non-Fossil Certificates, I-RECs, etc.) equivalent to 0.10% of the bond by the time of redemption.</p> <p>In the event of unforeseen circumstances such as force majeure that prevent the purchase mentioned above, a donation will be made to a qualified charitable organization.</p> <p>The "qualified charitable organization" refers to public interest incorporated associations, public interest incorporated foundations, general incorporated foundations, international organizations, NPOs certified by local governments, local governments, national and public university corporations, school corporations, research institutions, or other similar organizations, related to the improvement of unmet SPTs.</p>

Lead Underwriter	Mitsubishi UFJ Morgan Stanley Securities Co., Ltd., Mizuho Securities Co., Ltd., SMBC Nikko Securities Inc.
Agent	Mitsubishi UFJ Morgan Stanley Securities Co., Ltd.
Financial Agent	Mitsubishi UFJ Bank, Ltd.
Credit Rating Acquisition	A- (Rating and Investment Information, Inc. (R&I))

Regarding the Sustainability-Linked Finance Framework formulated for this issuance, we have obtained a second opinion as a third-party evaluation from Rating and Investment Information, Inc. (R&I), confirming its compliance with the Sustainability-Linked Bond Principles 2024 (ICMA), the Sustainability-Linked Bond Guidelines 2022 (Ministry of the Environment), the Sustainability-Linked Loan Guidelines 2022 (Ministry of the Environment), and the Sustainability-Linked Loan Principles 2023 (LMA, APLMA, LSTA).※2

※2 R&I Second Opinion

[https://www.r-ico.jp/news\\_release\\_suf/2024/08/news\\_release\\_suf\\_20240809\\_jpn\\_1.pdf](https://www.r-ico.jp/news_release_suf/2024/08/news_release_suf_20240809_jpn_1.pdf)

## 2. Investors Declaring Intention to Invest in the Issuance (as of March 5, 2025)

We introduce the investors who have expressed their intention to invest in this issuance. (In alphabetical order in the Japanese syllabary)

- Asset Management One Co., Ltd.
- The Ibaraki Prefecture Credit Federation of Agricultural Cooperatives
- Kita-Osaka Shinkin Bank
- Shibata Shinkin Bank
- Sumitomo Life Insurance Company
- Suwa Shinkin Bank
- Taiyo Life Insurance Company
- Chiba Shinkin Bank
- Tokyo Higashi Shinkin Bank
- The First Bank of Toyama, Ltd.
- Nara Shinkin Bank
- Nissay Asset Management Corporation
- Hirakata Shinkin Bank
- Fukuoka Prefecture Shinkumi Bank
- Fuji Shinkin Bank
- Matsumoto Shinkin Bank
- The Credit Federation of Agricultural Cooperatives of Mie Prefecture
- Mizusawa Shinkin Bank
- Mitsui Sumitomo Insurance Co., Ltd.
- Sumitomo Mitsui Trust Asset Management Co., Ltd.

We will strive to optimize our business portfolio by promoting strategic investments in priority management businesses and intangible assets that will drive future growth, and to achieve our mid- to long-term goal of 8% ROE, as well as to further enhance corporate value.

