

Allocation of Green Bond and Reporting of the environmental benefit

Based on The Gunma Bank, Ltd. Green Bond Framework, The Bank announces about Allocation of Green Bond and Reporting of the environmental benefit.

As long as there is a green bond issue balance, The Bank will annually release the same kind of reporting.

As of September 30, 2022

| Eligibility Criteria Category | Reporting of Allocation | Reporting of the environmental benefit |
|---------------------------------------|------------------------------|--|
| | Net Bond Proceeds Allocation | CO ₂ reduction ※2 |
| Net Proceeds from Green Bond Issuance | 9,950 million yen | — |
| Allocated Proceeds ※1 | 9,950 million yen | — |
| a. Renewable energy | 9,889 million yen | 12,338 t-CO ₂ /y |
| Solar power generation business | 9,448 million yen | 4,286 t-CO ₂ /y |
| Hydro power generation business | 440 million yen | 8,052 t-CO ₂ /y |
| b. Energy efficiency | 25 million yen | 53 t-CO ₂ /y |
| c. Clean transportation | 35 million yen | 12 t-CO ₂ /y |
| Unallocated Proceeds | — | — |

※1 Net Proceeds from Green Bond Issuance (9,950 million yen) is wholly appropriated to new loan.

※2 Total amount of CO₂ reduction through this Bond is 12,404 t-CO₂ /y. This is equivalent to the emissions of CO₂ from annual energy consumption amount of roughly 6,700 households.
(Calculation based on FY2021 Survey on the Actual Conditions of Households for the Estimation of Carbon Dioxide Emissions: Summary (Update), Ministry of the Environment)

(Reference) Overview of the Bond

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|----------------------------|---|
| Bond name | The Gunma Bank, Ltd. 5th Issuance of Basel III- compliant Subordinated Bonds (Green Bond) |
| Issuance amount / Maturity | 10 billion yen / 10 years (with Early Redemption Clause) |
| Payment date | November,26 2019 |