

September 12, 2025

The Gunma Bank, Ltd.

Allocation of 7th Issuance of BaselⅢ – compliant Subordinated Bonds (Sustainability Bond) and Impact Reporting

Based on “ The Gunma Bank Group Green/Social/Sustainability Bond Framework for Purpose”(released on August, 2022), The Bank announces about allocation of “ 7th Issuance of Basel III- compliant Subordinated Bonds (Sustainability Bond) ” for Green Project / Social Project and Impact reporting index.

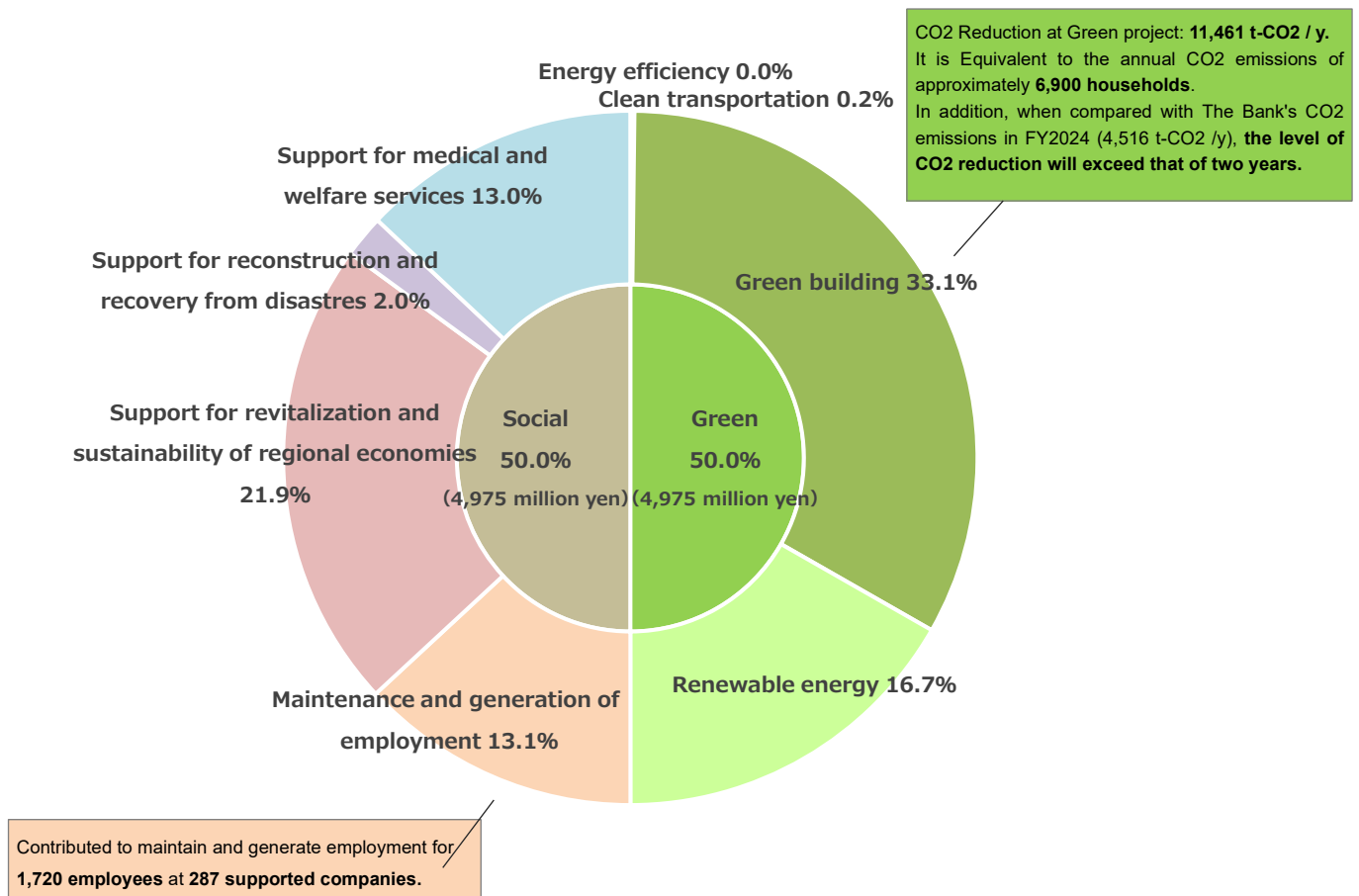
As long as there is a sustainability bond issue balance, The Bank will annually release the same kind of reporting.

Reporting of Allocation and Impact reporting index

1. Allocated Proceeds for the entire project (As of Jun 30, 2025)

Allocated Proceeds	9,950 million yen
New loan	9,950 million yen
Refinancing of existing loan	—
Unallocated Proceeds	—

(Allocation ratio of each project and category)



Green Project



Allocated Proceeds 4,975 million yen

CO₂ Reduction 11,461 t-CO₂/y

(Equivalent to the annual CO₂ emissions of approximately 6,900 households *)

* Calculation of CO₂ emissions based on annual electric power consumption per household (Calculation based on FY2023 Survey on the Actual Conditions of Households for the Estimation of Carbon Dioxide Emissions: Summary (Update)) In addition, when compared with The Bank's CO₂ emissions in FY2024 (4,516 t-CO₂/y), the level of CO₂ reduction will exceed that of two years.

Breakdown of Green project by category

(As of Jun 30, 2025)

Eligibility Project Category	Allocated Proceeds	Impact reporting index
a. Energy efficiency	1 million yen	CO ₂ reduction 9 t- CO ₂ /y
b. Clean transportation	18 million yen	CO ₂ reduction 18 t- CO ₂ /y
c. Green building	3,289 million yen	ZEH housing 81 cases, long-life quality housing 183 cases
d. Renewable energy	1,664 million yen	CO ₂ reduction 11,433 t- CO ₂ /y
Solar power generation business	1,503 million yen	CO ₂ reduction 691 t- CO ₂ /y
Biomass power generation business	119 million yen	CO ₂ reduction 6,161 t- CO ₂ /y
Hydro power generation business	7 million yen	CO ₂ reduction 3,318 t- CO ₂ /y
Wind power generation business	34 million yen	CO ₂ reduction 1,261 t- CO ₂ /y
Total Green Project	4,975 million yen	Total CO₂ reduction 11,461 t- CO₂/y

3. Social Project



Allocated Proceeds 4,975 million yen

Various index Refer to the following.

Breakdown of Social project by category

(As of Jun 30, 2025)

Eligibility Project Category	Allocated Proceeds	Impact reporting index < i : output ii : outcome iii : impact >
a. Maintenance and generation of employment	1,304 million yen	i loan cases 295 cases • loan account 1,304 million yen ii supported companies 287 companies number of employees 1,720 people iii Maintain and create employment during business transformation through investments and loans that "connect" to the next generation
b. Support for revitalization and sustainability of regional economies	2,182 million yen	i Investments and loans that contribute to the revitalization and sustainability of regional economies in the form of support for business succession, etc. loan cases 45 cases • loan account 2,182 million yen ii supported companies 44 companies iii Facilitate business succession and inheritance with the aim of revitalizing and sustaining the local economy through investments and loans that "connect" the next generation.

Eligibility Project Category	Allocated Proceeds	Impact reporting index < i : output ii : outcome iii : impact >
c. Support for reconstruction and recovery from disasters	195 million yen	i Investments and loans for promoting reconstruction and recovery from socioeconomic damage caused by earthquakes, typhoons, heavy rains or other disasters. loan cases 7 cases • loan account 195 million yen ii supported companies 7 companies iii Realization of abundant lifestyles through rapid recovery and restoration from disasters. Realization of resilient corporate activities and society by strengthening disaster risk measures
e. Support for medical and welfare services	1,292 million yen	<Support for medical services> i Investments and loans related to medical care that help enhance local medical services. loan cases 140 cases • loan account 1,080 million yen ii supported facilities 113 facilities iii Enhancement of Community Health Care Services, Achievement of health and longevity <Support for welfare services> i Investments and loans related to welfare offered to support people with disabilities or address the aging society. loan cases 22 cases • loan account 211 million yen ii rooms of supported facilities 92 rooms iii Stabilization of society and symbiosis through support for people with disabilities and the elderly
Total Social Project	4,975 million yen	

(Reference) Overview of the Bond

Bond name	The Gunma Bank, Ltd. 7th Issuance of Basel III - compliant Subordinated Bonds (Sustainability Bond)
Issuance amount / Maturity	10 billion yen / 10 years (with Early Redemption Clause)
Payment date	September 26, 2021

Note:

This document is a press release to announce the issuance of The Gunma Bank, Ltd. to the general public. It is not prepared for the purpose of soliciting investment. Investors should review the shelf registration prospectus and supplementary shelf registration prospectus, prepared by The Gunma Bank, Ltd. prior to making any investment decisions, and should make such decisions at their own discretion.