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September 4, 2023  
The Gunma Bank, Ltd.

## Allocation of 6<sup>th</sup> Issuance of Basel III - compliant Subordinated Bonds (Sustainability Bond) and Impact Reporting

Based on “ The Gunma Bank Group Green/Social/Sustainability Bond Framework ”(released on May, 2021), The Bank announces about allocation of “6th Issuance of Basel III- compliant Subordinated Bonds(Sustainability Bond) ” for Green Project / Social Project and Impact reporting index.

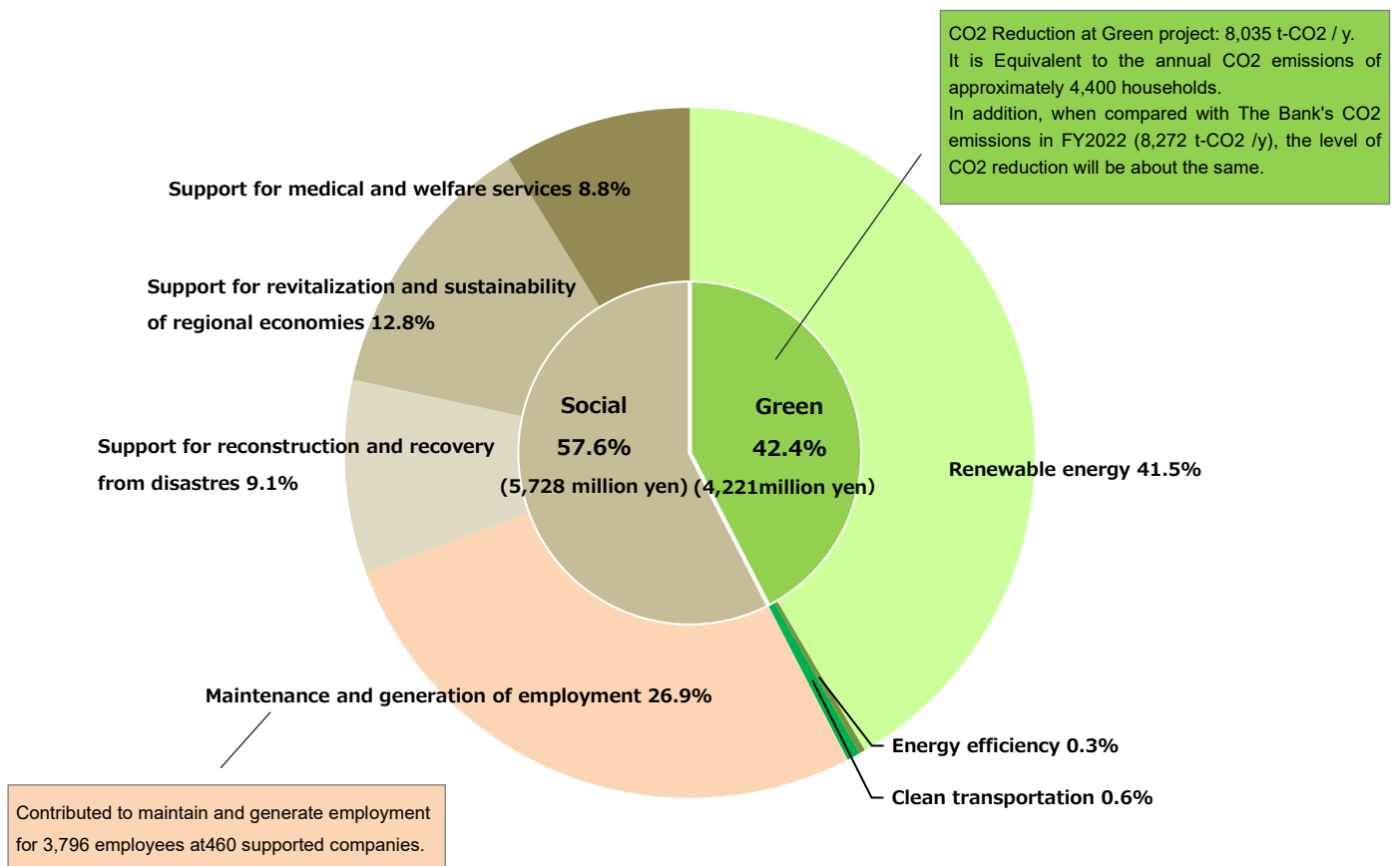
As long as there is a sustainability bond issue balance, The Bank will annually release the same kind of reporting.

### Reporting of Allocation and Impact reporting index

#### 1. Allocated Proceeds for the entire project (As of Jun 30, 2023)

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)



## 2. Green Project



**Allocated Proceeds 4,221 million yen**

**CO<sub>2</sub> Reduction 8,035 t-CO<sub>2</sub> / y**

(Equivalent to the annual CO<sub>2</sub> emissions of approximately 4,400 households \*)

\* Calculation of CO<sub>2</sub> emissions based on annual electric power consumption per household (Calculation based on FY2021 Survey on the Actual Conditions of Households for the Estimation of Carbon Dioxide Emissions: Summary (Update)). In addition, when compared with The Bank's CO<sub>2</sub> emissions in FY2022 (8,272 t-CO<sub>2</sub> / y), the level of CO<sub>2</sub> reduction will be about the same.

### Breakdown of Green project by category

As of Jun 30, 2023

Eligibility Project Category	Allocated Proceeds	Impact reporting index
a. Renewable energy	4,131 million yen	CO <sub>2</sub> reduction 7,993 t- CO <sub>2</sub> /y
Solar power generation business	3,815 million yen	CO <sub>2</sub> reduction 1,058 t- CO <sub>2</sub> /y
Biomass power generation business	— million yen	CO <sub>2</sub> reduction — t- CO <sub>2</sub> /y
Hydro power generation business	315 million yen	CO <sub>2</sub> reduction 6,935 t- CO <sub>2</sub> /y
b. Energy efficiency	28 million yen	CO <sub>2</sub> reduction 33 t- CO <sub>2</sub> /y
c. Clean transportation	62 million yen	CO <sub>2</sub> reduction 9 t- CO <sub>2</sub> /y
<b>Total Green Project</b>	<b>4,221 million yen</b>	<b>Total CO<sub>2</sub> reduction 8,035 t- CO<sub>2</sub>/y</b>

## 3. Social Project



**Allocated Proceeds 5,728 million yen**

**Various index Refer to the following.**

### Breakdown of Social project by category

As of Jun 30, 2023

Eligibility Project Category	Allocated Proceeds	Impact reporting index
a. Maintenance and generation of employment	2,678 million yen	<ul style="list-style-type: none"> <li>• loan cases 471 cases</li> <li>• loan account 2,678 million yen</li> <li>• supported companies 460 companies</li> <li>• number of employees 3,796 people</li> </ul>
b. Support for reconstruction and recovery from disasters	901 million yen	<ul style="list-style-type: none"> <li>• loan cases 30 cases</li> <li>• loan account 901 million yen</li> </ul>
c. Support for revitalization and sustainability of regional economies	1,273 million yen	<ul style="list-style-type: none"> <li>• loan cases 19 cases</li> <li>• loan account 1,273 million yen</li> <li>• investment cases and account Not applicable</li> </ul>
d. Support for medical and welfare services	874 million yen	<ul style="list-style-type: none"> <li>&lt; Support for medical services &gt;</li> <li>• loan cases 36 cases</li> <li>• loan account 665 million yen</li> <li>• supported facilities 28 facilities</li> <li>&lt; Support for welfare services &gt;</li> <li>• loan cases 10 cases</li> <li>• loan account 208 million yen</li> <li>• rooms of supported facilities 32 rooms</li> </ul>
<b>Total Social Project</b>	<b>5,728 million yen</b>	

(Reference) Overview of the Bond

Bond name	The Gunma Bank, Ltd. 6th Issuance of Basel III- compliant Subordinated Bonds (Sustainability Bond)
Issuance amount / Maturity	10 billion yen / 10 years (with Early Redemption Clause)
Payment date	October 29, 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.