

June 1, 2022

Notice Regarding Issuance Terms of Social Bond

-First Social Bond issuance of food sector in Japan whose use of proceeds is limited to expenditures related to Lc-PLASMA, Human milk oligosaccharides and Citicoline that providing solutions to “Health and Well-Being” issue.-

TOKYO, Wednesday June 1, 2022 - Kirin Holdings Company, Limited ("Kirin Holdings") announced today the issuance terms for the social bond to be issued May 12, 2022.

1. Background and Rationale of the Issuance

Kirin Holdings issued its inaugural green bond in November 2020. Given the existed Green Bond Framework, Kirin Holdings designated additional Use of Proceeds that contribute to the resolution of social issues and formulated the "Kirin Sustainable Finance Framework" ("Framework") in March 2022. This Issuance marked our first social bond issuance based on the Framework and the first social bond issuance of food sector in Japan as well.

Under its long-term management vision, "the *Kirin Group Vision 2027* ("KV2027")", the Kirin Group is aiming at becoming a global leader in CSV by creating value in domains ranging from food & beverages to pharmaceuticals. In addition, the Kirin Group has formulated and defined CSV Purpose^{*1} as one of the long-term non-financial goals of KV2027.

^{*1}: A guideline for co-creating value with society and achieving sustainable growth as a long-term non-financial goal of the Kirin Group Vision 2027, a long-term management plan. https://www.kirinholdings.com/en/purpose/csv_purpose/

CSV Purpose is the guiding principle aimed at sustainable growth and creating value together with people across society. Regarding "Health and Well-Being", one of the key issues within CSV Purpose, the Kirin Group is making efforts to "Raise the number of healthy people, lower the number of sick people, and contribute to the people who are involved in healthcare". Especially, the Kirin Group has determined immunity, brain and gut microbiome as its 3 key areas and is endeavoring to solve health issues in these areas through providing products and services that use strategic ingredients produced by utilizing fermentation and biotechnology, the Kirin Group's core competencies.

The proceeds of the Issuance will be allocated to capital investment, operation, and procurement of raw materials contributing to the production of Human Milk Oligosaccharide (HMO), the production of Citicoline, the research and development of Lc-PLASMA and the production of raw material powder utilizing Lc-PLASMA. Through these efforts, we will contribute to the realization of a sustainable society while achieving sustainable mutual growth.

2. Issuance Terms

1. Official name	Kirin Holdings Company, Limited 21st unsecured straight bonds (Social bond with specific inter-bond pari passu clause, “Kirin Holdings Social Bonds” for short)
2. Total issue amount	JPY 20.0 billion
3. Coupon	0.290%
4. Issue date	June 7, 2022
5. Maturity date	June 7, 2027
6. Interest payment date	June 7 and December 7 of each year
7. Credit rating	A+ (Rating and Investment Information, Inc.)
8. Eligibility review of the Framework	Kirin Holdings has obtained a second party opinion from DNV BUSINESS ASSURANCE JAPAN K.K. ("DNV"), an independent external reviewer, that "Kirin Sustainable Finance Framework"* ² is aligned with the Green Bond Principles 2021(ICMA), Social Bond Principles 2021(ICMA), Sustainability Bond Guidelines 2021(ICMA), Green Bond Guidelines 2020 (Ministry of the Environment Japan), Social Bond Guidelines (October 2021 Financial Services Agency of Japan), Green Loan Principles (LMA) (APLMA) (LSTA) and Green Loan and Sustainability Linked Loan Guidelines 2020 (Ministry of the Environment Japan). ^{*3}
9. Lead managers	Mitsubishi UFJ Morgan Stanley Securities Co., Ltd., Nomura Securities Co. Ltd., Mizuho Securities Co., Ltd. and Goldman Sachs Japan Co., Ltd.
10. Structuring agent	Mitsubishi UFJ Morgan Stanley Securities Co., Ltd.
11. Trustee	MUFG Bank, Ltd.
12. Use of proceeds ^{*4}	<ul style="list-style-type: none"> (1). Capital investment, operation, and procurement of raw materials contributing to the production of Human Milk Oligosaccharide (HMO) (2). Capital investment, operation, and procurement of raw materials contributing to the production of Citicoline (3). Capital investment, operation, and procurement of raw materials contributing to the research and development of Lc-PLASMA and the production of raw material powder utilizing Lc-PLASMA



SDG Bonds

The term "SDGs Bonds" refer to bonds include green bonds, social bonds, sustainability bonds, etc.

*2: Please refer to the following attached file for further information about the Framework.

https://www.kirinholdings.com/en/impact/csv_management/sustainable_finance/

*3: Please refer to DNV's website for further information about the second party opinion

https://webmagazine.dnv.co.jp/assets/images/sus_list/data/sus_finance_list_pdfreport_e/55.Kirin%20Holdings%20Company,%20Limited.pdf

*4: For more information on the business strategy related to the use of proceeds, please refer to the following

<https://pdf.irpocket.com/C2503/bygc/LV9z/E258.pdf>

3. Investors Committing to Investing in Kirin Holdings Social Bond

Listed below in Japanese alphabetical order are investors to date who declared their intention to invest in Kirin Holdings Social Bond and agreed to disclose their names.

- Aoi Mori Shinkin Bank
- Asset Management One Co., Ltd.
- The Awa Bank, Ltd.
- Ishikawa Prefectural Credit Agricultural Cooperative Association
- The Ichii Shinkin Bank
- NN Life Insurance Co., Ltd.
- THE OITA BANK, LTD.
- GUNMAMIRAI Shinkumi Bank
- KOITO MANUFACTURING CO., LTD.
- JA BANK SHIZUOKA
- Shinkin Central Bank
- Suwa Shinkin Bank
- The Dai-ichi Frontier Life Insurance Co., Ltd.
- The Takinogawa Shinkin Bank
- Tokio Marine Asset Management Co., Ltd.
- Tokio Marine & Nichido Fire Insurance Co., Ltd.
- The TONO SHINKIN BANK.
- THE HACHIJUNI BANK, LTD.
- HIGASHI-NIPPON BANK, Ltd.
- The Hokkaido Bank, Ltd.
- Sumitomo Mitsui Trust Asset Management Co., LTD
- The Mitsubishi Economic Research Institute
- Mitsubishi UFJ Trust and Banking Corporation
- LIFENET INSURANCE COMPANY

About Kirin Holdings

Kirin Holdings Company, Limited is an international company that operates in the Food & Beverages domain (Food & Beverages businesses), Pharmaceuticals domain (Pharmaceuticals businesses), and Health Science domain (Health Science business), both in Japan and across the globe.

Kirin Holdings can trace its roots to Japan Brewery which was established in 1885. Japan Brewery became Kirin Brewery in 1907. Since then, the company expanded its business with fermentation and biotechnology as its core technologies, and entered the pharmaceutical business in the 1980s, all of which continue to be global growth centers. In 2007, Kirin Holdings was established as a pure holding company and is currently focusing on boosting its Health Science domain.

Under the *Kirin Group Vision 2027* (KV 2027), a long-term management plan launched in 2019, the Kirin Group aims to become “A global leader in CSV*, creating value across our world of Food & Beverages to Pharmaceuticals.” Going forward, the Kirin Group will continue to leverage its strengths to create both social and economic value through its businesses, with the aim of achieving sustainable growth in corporate value.

* Creating Shared Value: combined added value for consumers as well as for society at large.

END