

Osaka Gas Announces Its Decision of Terms and Conditions of the Publicly Offered Hybrid Corporate Bonds (Subordinated Corporate Bonds)

December 6, 2019
Osaka Gas Co., Ltd.

Osaka Gas Co., Ltd. (President: Takehiro Honjo; hereinafter, “the company”) announced today that it has decided the terms and conditions of its publicly offered hybrid corporate bonds (subordinated corporate bonds) (hereinafter, “the corporate bonds”) as per the announcement dated November 1, 2019 “Osaka Gas Announces Its Decision to Issue Publicly Offered Hybrid Corporate Bonds (Publicly Offered Subordinated Corporate Bonds).”

	#1 Unsecured corporate bonds with interest deferrable clause and early redeemable option (subordinated corporate bonds)	#2 Unsecured corporate bonds with interest deferrable clause and early redeemable option (subordinated corporate bonds)
Total amount of issue	50 billion yen	50 billion yen
Initial interest rate	0.44% p.a. (Note 1)	0.60% p.a. (Note 2)
Closing date	December 12, 2019	
Maturity date	December 12, 2079	
Early redemption	The company may, at its discretion, redeem the corporate bonds (i) on any interest payment date on or after December 12, 2026 or (ii) upon the occurrence and continuation of a tax deductibility event or an event of change in eligibility for equity treatment on or after the closing date.	The company may, at its discretion, redeem the corporate bonds (i) on any interest payment date on or after December 12, 2029 or (ii) upon the occurrence and continuation of a tax deductibility event or an event of change in eligibility for equity treatment on or after the closing date.
Interest payment dates	June 12 and December 12 of each year	
Optional suspension of interest payment	The company may, at its discretion, defer all or part of interest payment.	
Subordination	As to the payment of debt in the company’s liquidation or other bankruptcy proceedings, the corporate bonds shall be subordinated to the company’s indebtedness and senior to common stock of the company.	
Rating	AA- (Rating and Investment Information, Inc.)	
Eligibility for equity treatment	The corporate bonds are recognized as eligible for 50% equity treatment of the total issued amount by Rating and Investment Information, Inc. and S&P Global Ratings Japan Inc.	

Method of offering	Offering to the general public in Japan	
Joint-lead underwriters	Mizuho Securities Co., Ltd. Nomura Securities Co., Ltd. Mitsubishi UFJ Morgan Stanley Securities Co., Ltd.	Nomura Securities Co., Ltd. Mizuho Securities Co., Ltd. Mitsubishi UFJ Morgan Stanley Securities Co., Ltd.
Book-entry transfer institution	Japan Securities Depository Center, Inc.	
Fiscal agent	MUFG Bank, Ltd.	Resona Bank, Limited

Notes 1. (i) Fixed interest rate shall apply from the day immediately following December 12, 2019 until December 12, 2026; and (ii) variable interest rate shall apply from the day immediately following December 12, 2026. (The interest rate will increase on the day immediately following December 12, 2029 and the day immediately following December 12, 2046.)

2. (i) Fixed interest rate shall apply from the day immediately following December 12, 2019 until December 12, 2029; and (ii) variable interest rate shall apply from the day immediately following December 12, 2029. (The interest rate will increase on the day immediately following December 12, 2029 and the day immediately following December 12, 2049.)