

Information on Funding by Transition Loan

January 16, 2023
Osaka Gas Co., Ltd.

Osaka Gas Co., Ltd. (President: Masataka Fujiwara; hereinafter, “the Company”) announces that it has signed an agreement for transition loan (hereinafter, “the Loan”), a financial framework that will be used to finance corporate efforts to reduce greenhouse gas emissions in accordance with a long-term transition strategy.

Outline of the Loan

1. Purpose of the loan

The Daigas Group released the “Daigas Group Carbon Neutral Vision”^{*1} in January 2021, and is working on initiatives toward “Realizing Carbon Neutrality by 2050.”

Funds are procured through the loan in accordance with the Daigas Group Green/Transition Finance Framework.^{*2}

The Company has issued transition bonds twice in the past, but this is the first time for the Company to raise funds through transition loans.

2. Overview of the loan

Borrower	Osaka Gas Co., Ltd.		
Use of Proceeds	Himeji Natural Gas Power Plant ^{*3}		
Loan Term	6 years		
Loan Start Date	January 2023		
Contractor	MUFG Bank, Ltd.	Sumitomo Mitsui Trust Bank, Limited	The Norinchukin Bank
Loan Scheme	Syndicated loan	Bilateral loan	Bilateral loan
Loan Amount	15 billion yen	10 billion yen	10 billion yen

^{*1} Details of the Daigas Group Carbon Neutral Vision

https://www.osakagas.co.jp/en/whatsnew/pdf/210125_3_1.pdf

^{*2} Details of the Daigas Group Green/Transition Finance Framework (in Japanese).

https://www.osakagas.co.jp/company/press/pdf/220310_1_1.pdf

Details of the evaluation by DNV Business Assurance Japan K.K.

- Daigas Group Green/Transition Finance Framework Second Party Opinion (Master SPO) (in Japanese):
https://www.osakagas.co.jp/company/press/pdf/220801_1_1.pdf

^{*3} A press release regarding the Himeji Natural Gas Power Plant.

https://www.osakagas.co.jp/en/whatsnew/_icsFiles/afieldfile/2019/10/04/190926.pdf