

September 24, 2021  
Nippon Life Insurance Company

### **Nippon Life to Make First Sustainability Linked Loan Agreement**

Nippon Life Insurance Company (President: Hiroshi Shimizu, hereinafter “Nippon Life”) has made a Sustainability Linked Loan (hereinafter “Loan”) agreement with Tokyo Century Corporation (President & CEO: Makoto Nogami) as a co-arranger. The Loan is Nippon Life’s first Sustainability Linked Loan.

Sustainability Linked Loans aim to facilitate and support environmentally and socially sustainable economic activities and growth by setting sustainability performance targets (hereinafter “SPTs”), which are consistent with sustainability goals based on the borrower’s management strategy and linking SPTs with borrowing terms including interest rates to increase incentives to achieve the goals.

The interest rate of the Loan changes depending on the achievement of the following SPTs:

SPT1: Achieve annual power generation and CO<sub>2</sub> avoided emissions target from Kyocera TCL Solar LLC’s solar power generation business.

SPT2: Achieve the target (cumulative) for the estimated GHG avoided emissions of the JCM (Joint Crediting Mechanism).

SPT3: Maintain DX Certification (Ministry of Economy, Trade and Industry).

Japan Credit Rating Agency, Ltd. provided a third-party opinion on the Loan in regard to the conformity with the Sustainability Linked Loan Principles (SLLPs) set forth by Loan Market Association, etc. and the Green Loan and Sustainability Linked Loan Guidelines by the Ministry of the Environment, and the appropriateness of SPTs.

Nippon Life actively engages in ESG investments and loans that contribute to solving environmental and social issues from the perspective of coexisting with the environment, communities and society, and sharing stable economic and corporate growth. Nippon Life has positioned the Loan as contributing to solving social and environmental issues.

Nippon Life will continue advancing ESG investments and loans, taking into account matters of a social and public nature and investment returns, to better serve the interests of policyholders and contribute to the formation of a sustainable society.

<Overview of the Loans>

Borrower	Tokyo Century Corporation
Date of Implementation	September 24, 2021
Nippon Life Loan Amount	3.5 billion yen
SPTs	<ol style="list-style-type: none"><li>1. Achieve annual power generation and CO<sub>2</sub> avoided emissions target from Kyocera TCL Solar LLC's solar power generation business.</li><li>2. Achieve the target (cumulative) for the estimated GHG avoided emissions of the JCM (Joint Crediting Mechanism).</li><li>3. Maintain DX Certification (Ministry of Economy, Trade and Industry).</li></ol>