



January 27, 2023

2-16-1, Konan, Minato-ku, Tokyo
Daito Trust Construction Co., Ltd.
Katsuma Kobayashi,
President and Representative Director (CEO)
(Code: 1878 TSE Prime, NSE Premier)
(ADR Level I, OTC: DIFTY)

Announcement of Financing by “Green Loan”

～ Promoting environmental management by allocating procured funds
to projects that contribute to environmental improvement -

The Company has decided to raise funds through a syndicated "Green Loan (*1)" (hereinafter referred to as the "Loan") arranged by the Bank of Yokohama as a means of procuring funds to be used for projects that have an environmental improvement effect. Therefore, we would like to inform you as follows.

1. Purpose and background of this loan

Based on our management philosophy and our promise, our group is working on environmental management to realize a decarbonized society as a corporate social responsibility. Based on the idea that "global environment = living environment", we propose a good living environment that is in harmony with local communities and nature, and promote environmental management throughout the group in order to pass on the global environment, which is an important management resource, to the next generation.

This time, we will formulate a "Green Finance Framework (*2)" for the necessary funds related to the promotion of renewable energy, and will procure funds based on this framework. The funds raised will be used for investment funds related to the installation of solar power generation equipment for selling surplus electricity.

Our group will continue to work on environmental management to realize the decarbonized society that our group is aiming for our stakeholders, including owners, tenants, shareholders, business partners, local communities, and employees.

2. Overview of the loan

Procurement amount	9 billion yen
Repayment period	10 years
Contract date	Friday, January 27, 2023
Execution date	Tuesday, January 31, 2023
Arranger and Agent	The Bank of Yokohama, Ltd.
Core Ranger	The Shizuoka Bank, Ltd. The Gunma Bank, Ltd. The Chiba Bank, Ltd.
Participating financial institutions (in alphabetical order)	The Iyo Bank, Ltd., The Gunma Bank, Ltd., The Shizuoka Bank, Ltd., The 77 Bank, Ltd., The Chiba Bank, Ltd., The Chugoku Bank, Ltd., The Bank of Nagoya, Ltd., The Hiroshima Bank, Ltd., The Bank of Yokohama, Ltd.

Use of funds	Funds for capital expenditure related to the installation of solar power generation equipment
Third-party evaluation	Rating and Investment Information, Inc. (R&I)

3. Acquisition of framework and third-party evaluation (second opinion)

For the financing of this loan, we have formulated a green finance framework (*2) that describes "use of procured funds", "project evaluation and selection process", "management of procured funds", "reporting", etc. This framework has obtained a third-party evaluation (*3) from Rating and Investment Information, Inc. (R&I) that it complies with the principles such as the Green Loan Principles 2021, etc.

(*1) Green Loan

For this loan the use of procured funds are limited to environmental improvement effect (environmental and greenness)

(*2) Green Finance Framework

https://www.kentaku.co.jp/corporate/csr/finance/agehc4000007xrfy-att/greenfinance_framework.pdf

(*3) Third-party evaluation

R&I Second Opinion

https://www.ri.co.jp/news_release_gf/2023/01/news_release_gf_20230127_jpn.pdf

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