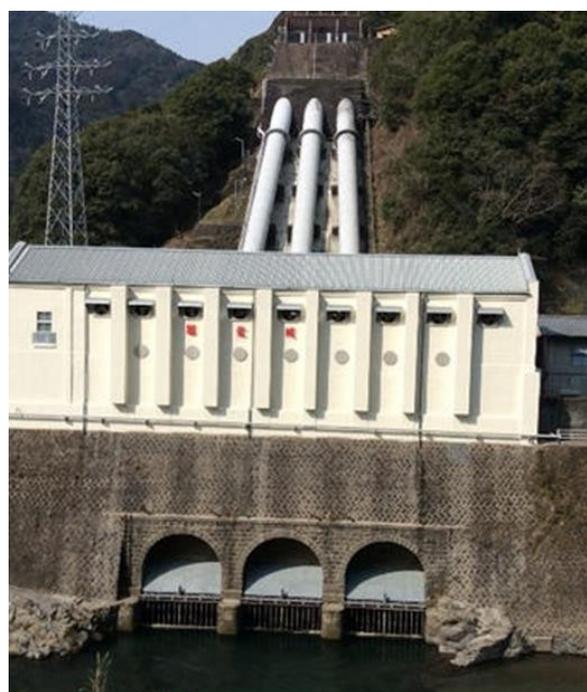


Asahi Kasei Green Bond

Under our three-year medium-term initiative Cs+ for Tomorrow 2021, which began in fiscal 2019, sustainability is positioned as a core element of management, and we are in the process of further accelerating measures under the concept of “Care for Earth.” As part of this effort, we are renovating and increasing the capacity of our hydroelectric power plants which supply electricity to our manufacturing plants in the Nobeoka area of Miyazaki Prefecture, Japan, enabling our continued utilization of renewable energy over the long term. As renewable energy contributes to improving the global environment, we have raised funds for this project by issuing a green bond as a clear expression of Asahi Kasei's posture toward the global environment.

The funds raised by issuing the green bond are being used to renovate two of Asahi Kasei's hydroelectric power plants, the Gokasegawa Plant and Mamihara Plant.

Our business operations in the Nobeoka area are supplied with electric power from our own hydroelectric power plants which were built around a century ago. Renovation of the aging hydroelectric power plants will improve earthquake resistance and raise efficiency, enabling the ongoing use of renewable energy for decades or even a century to come. By continuing to proactively utilize clean energy sources, Asahi Kasei will conduct environmentally friendly business operations that contribute to the sustainability of society.



The Gokasegawa Plant

Outline of Asahi Kasei green bond

Name	Asahi Kasei 13th series unsecured straight bond (with inter-bond <i>pari passu</i> clause) (green bond)
Issuance date	June 19, 2020
Term setting date	June 12, 2020
Maturity	5 years
Issue amount	¥10.0 billion
Use of proceeds	All funds will be used to partly finance the renovation of our hydroelectric facilities <u>Renovation of hydroelectric power plant in the Asahi Kasei Nobeoka Area</u>
Press release	<u>Asahi Kasei to issue a green bond</u> <u>Issuance of unsecured straight bonds</u>
Bond rating	“AA-” from Rating and Investment Information, Inc. “AA” from Japan Credit Rating Agency, Ltd.

Third-party evaluation of conformity, etc.

- Second-party opinion

For the issuance of our green bond, we formulated an Asahi Kasei Corp. Green Bond Framework in line with the Green Bond Principles of the International Capital Market Association (ICMA).

In assessing the conformity of our green bond, we received a second-party opinion on conformity from Sustainalytics, a third-party organization, stating that our green bond conforms to the Green Bond Principles 2018 by the International Capital Markets Association (ICMA) and the Green Bond Guidelines 2020 by the Ministry of the Environment.

Second-party opinion by Sustainalytics:

English

- Ministry of the Environment Fiscal 2019 Financial Support Programme for Green Bond Issuance

Obtaining a third-party evaluation for the issuance of bonds is eligible for a subsidy under the Ministry of the Environment's Fiscal 2018 Financial Support Programme for Green Bond Issuance.

The Green Bond Issuance Promotion Platform: List of Notification of Decisions to Grant the Subsidy

List of declared investors (in alphabetical order)

The Aichi Bank, Ltd.

Asset Management One Co., Ltd.

The Bank of Iwate, Ltd.

Daitokyo Shinkumi Credit Cooperative

The Doshisha

Fukushima Shinkin Bank

Hanno Shinkin Bank

Higashi-Nippon Bank, Ltd.

The Juroku Bank, Ltd.

Mitsubishi UFJ Trust and Banking Corporation

The Miyazaki Taiyo Bank, Ltd.

Nakamura Sangyo Gakuen

Nippon Life Insurance Company

Nobeoka Shinkin Bank

The Oita Bank, Ltd.

The 77 Bank, Ltd.

Shinonome Shinkin Bank

Sumitomo Life Insurance Company

Sumitomo Mitsui Trust Asset Management Co., Ltd.

Takayama Shinkin Bank

The Toa Reinsurance Company, Ltd.

Tokio Marine Asset Management Co., Ltd.

Tokio Marine & Nichido Fire Insurance Co., Ltd.

Tono Shinkin Bank

Reporting

See the latest annual green bond report on the status of green bond funding and the environmental impacts.