

Guidelines for Sustainable Finance

In conducting asset management for ORIX JREIT Inc., ORIX Asset Management Corporation promotes Sustainable Finance^(Note) initiatives with financial institutions in response to the "Collaboration with stakeholders" as set out in its "ESG Policy".

The role of sustainable finance is to realize a sustainable society. However, since the requirements change with society, we strive not to deviate from international frameworks and domestic guidelines. We also believe it is important to confirm, review and improve our stance, policy and response to ESG initiatives to meet the needs of society and to cooperate with financial institutions and others by engaging in dialogue through initiatives. In light of the above, we establish this guideline to promote sustainable finance.

1. Formulate a framework

The framework will be developed in accordance with international frameworks such as International Capital Market Association "ICMA", Loan Market Association "LMA", Asia Pacific Loan Market "APLMA", Loan Syndications and Trading Association "LSTA", and "Green Bond and Sustainability Link Bond Guidelines, Green Loan and Sustainability Link Loan Guidelines" by Ministry of the Environment, and reviewed by an external organization (or a third party) before funding through that framework.

If a financial institution has established a framework based on an international framework such as UNEP FI, such framework is also applicable.

2. Target

We have also set the targets of a sustainable finance ratio: 30% by March 2027 and 50% by March 2030.

3. Management of implementation

The implementation status of sustainable finance shall be managed based on each framework. The status of these controls is regularly checked by the Internal Audit Division. Furthermore, periodic monitoring by financial institutions and review by external organizations are conducted depending on initiatives. The Sustainability Committee regularly evaluates the implementation status of this policy and makes improvements and revisions as necessary.

4. Disclosure

We will disclose information on status of funding through sustainable finance not only to financial institutions but also to stakeholders to ensure transparency and promote dialogue. Information will be disclosed annually through our website or ESG Report, etc.

(Note) Sustainable finance refers to green finance, sustainability link finance, positive impact finance, and social finance, and also includes new funding methods proposed by financial institutions.