

November 19, 2019

Company Name: The Gunma Bank, Ltd.
Representative: Akihiko Fukai, President
Stock Exchange Listing: Tokyo (code: 8334)
For Inquiry: Takeo Uchibori, Managing Executive Officer and General Manager,
Corporate Planning Department

**Announcement regarding the determination of terms and conditions
for the issuance of Basel III-compliant Subordinated Bonds (Green Bond)**

The Gunma Bank, Ltd. hereby announces that it has determined the following terms and conditions for the issuance of Basel III-compliant Subordinated Bonds (Green Bond). It also announced the parties that have pledged to invest in the bonds under those conditions, as outlined below.

「 JPY 10,000,000,000 Subordinated Unsecured Bond (Green Bond) due 26 November 2029 」

Issuance amount	10 billion yen
Denomination of each bond	100 million yen
Interest rate	(i) For the first five years (until November 26, 2024): 0.37% per annum (ii) thereafter: 6-month Euro-yen LIBOR plus 0.42%
Issue price	100% of the denomination of each bond
Redemption price	100% of the denomination of each bond
Term	10 years (with Early Redemption Clause)
Maturity date	November 26, 2029
Callable date	Any interest payment date on or after November 26, 2024
Interest payment date	May 26 and November 26 of each year
Type of offering	Public offering in Japan
Payment date	November 26, 2019

Use of proceeds	Funds raised from the issuing of this bond shall be appropriated to new or existing loan that meet following eligibility criteria a. Renewableenergy b. Green private placement bonds c. Energyefficiency d. Cleantransportation e. Greenbuildings
Book-entry transfer institution	Japan Securities Depository Center, Inc.
Underwriters	Nomura Securities Co., Ltd. SMBC Nikko Securities Inc. Daiwa Securities Co. Ltd. Mitsubishi UFJ Morgan Stanley Securities Co., Ltd. Mizuho Securities Co., Ltd (Notes) Nomura Securities consign part of handling of the offer of this Subordinated Bonds to Gungin Securities Co., Ltd.
Green Bond Structuring Agent	SMBC Nikko Securities Inc.
Second-party Opinion	The Gunma Bank, Ltd has obtained a second-party opinion regarding the compliance of this bond from the independent rating firm Sustainalytics
Rating	A (Rating and Investment Information, Inc.) AA – (Japan Credit Rating Agency, Ltd.)

■ Investment statement

Listed below are investors who announced investment in this Subordinated Bonds. (As of November 19, 2019 Listed in alphabetical order)

- Credit Guarantee Corporation of Gunma-ken
- GUNMA TOYOTA MOTOR CORPORATION
- HIRAKATA Lumber Corporation
- Hokuetsu Express Co.,Ltd
- IBARAKI CREDIT GUARANTEE
- KOGAKUIN UNIVERSITY
- NIHON DENGI CO. , LTD.
- TOKYO UNIVERSITY OF AGRICULTURE EDUCATIONAL CORPORATION
- Toyo Eiwa Jogakuin
- YAMATO CORPORATION