

Notice Regarding the Determination of Terms and Conditions for Issuance of Green Bonds

NGK INSULATORS, LTD. ("NGK") is pleased to announce that NGK has determined the terms and conditions for the issuance of its inaugural green bonds released on November 12, 2021.

Overview of the green bonds

Name of bonds	Seventh Series of NGK INSULATORS, LTD. Unsecured Straight Bonds (With Inter-Bond Pari Passu Clause) (Green Bonds)
Maturity	7 years
Issuance amount	10 billion yen
Interest rate	0.180%
Pricing date	December 15, 2021
Issuance date	December 21, 2021
Redemption date	December 21, 2028
Credit rating	"A+" provided by Rating & Investment Information, Inc.
Lead bookrunners	Nomura Securities Co., Ltd., Mitsubishi UFJ Morgan Stanley Securities Co., Ltd., SMBC Nikko Securities Inc. and Daiwa Securities Co. Ltd.
Structuring agent*	Nomura Securities Co., Ltd.
The rating of the green bond framework provided by a third party	The green bond framework is aligned with the ICMA Green Bond Principles 2021 and the Green Bond Guidelines 2020 by the Ministry of the Environment and has obtained "Green 1(F)," the highest rating, provided by a third party (Japan Credit Rating Agency, Ltd. ("JCR"))
Use of proceeds	Funding of R&D, capital investment and working capital aligned with the eligible project categories of the green bond framework (batteries, next-generation power semiconductors, CCU/CCS and hydrogen/ammonia, clean energy utilization and energy-efficient manufacturing)
Fiscal agent	MUFG Bank, Ltd.

*Structuring agent is a party which helps issuance of green bonds through providing advice on developing a green bond framework and acquisition of external third-party assessments.

<Reference>

NGK's green bond framework

<https://www.ngk-insulators.com/en/resource/pdf/ir/greenbond/framework.pdf>

Green Finance Framework Evaluation provided by JCR

<https://www.jcr.co.jp/en/greenfinance/green/>