

March 26, 2020

To whom it may concern

Sumitomo Mitsui Trust Holdings, Inc.

Notice regarding the Conclusion of a Positive Impact Finance
(with unspecified use of funds) Loan Agreement
(with Toyo Aluminium K.K.)

Please be informed that Sumitomo Mitsui Trust Bank, Limited, a subsidiary of Sumitomo Mitsui Trust Holdings, Inc. today announced the attached press release.

For further information, please contact:

IR Department, Sumitomo Mitsui Trust Holdings, Inc.

Telephone : +81-3-3286-8354

To whom it may concern

Sumitomo Mitsui Trust Bank, Limited







Notice regarding the Conclusion of a Positive Impact Finance (with unspecified use of funds)
Loan Agreement (with Toyo Aluminium K.K.)

Sumitomo Mitsui Trust Bank, Limited (President: Masaru Hashimoto; hereinafter “SuMi TRUST Bank”) and Toyo Aluminium K.K. (President and Representative Director: Hiroshi Yamamoto; hereinafter “Toyo Aluminium”) concluded a “Positive Impact Finance (with unspecified use of funds)” loan agreement (hereinafter “this agreement”) that is in line with the Principles for Positive Impact Finance (*1) released by the United Nations Environmental Programme Finance Initiative (hereinafter “UNEP FI”) (*2).

Positive Impact Finance (hereinafter “PIF”) is a loan intended to provide continuous support to the corporate activities that we comprehensively analyze and evaluate the impacts (both positive and negative) of corporate activities on the environment, society and economy. The most notable feature of the loan is that the degree of contribution from corporate activities, products and services in achieving the corporates’ Sustainable Development Goals (SDGs) is used as evaluation indicators and disclosed as information.

Toyo Aluminium has one of the leading aluminium processing technologies in Japan. Based on the unique technologies they have fostered around their foil products business, powder and paste products business, they are expanding into solar and household products business areas. Toyo Aluminium Sustainability Vision was developed based on the notion that sustainability perspectives are essential when considering future growth strategies. And under this vision, they are committed to developing products that broaden possibilities of aluminium.

SuMi TRUST Bank assessed the following three themes both qualitatively and quantitatively as initiatives that particularly have impact on achieving SDGs.

Theme	Content	KPI (Indicator and goal)	SDGs
Innovation that forms the future	<ul style="list-style-type: none"> Develop/distribute aluminium foil, aluminium powder and paste products and others that contribute to achieving SDGs using Toyo Aluminium’s in-house proprietary technology (Contribute to weight reduction of automotive parts, reduction of food loss through provision of food packaging material etc.) 	<ul style="list-style-type: none"> Triple sales (vs.FY 2019) of products that contribute to SDGs by 2031 Launch (2) new businesses that contribute to SDGs by 2031 	 
Environmental conservation	<ul style="list-style-type: none"> Reduce CO₂ emission resulting from business activities (visualize energy etc.) Construct an aluminium recycling system 	<ul style="list-style-type: none"> 30% reduction (vs. FY2013) by 2031 Start aluminium recycling operations by 2031 	 
Workplace where diverse workforces can thrive	<ul style="list-style-type: none"> Execute initiatives and promote an environment that enables diverse employees to work and express their potential in a lively and active manner 	<ul style="list-style-type: none"> Proportion of 30% women for new hires by 2031 	 

		<ul style="list-style-type: none"> • Completion of establishment of the retirement system primarily to raise the mandatory retirement age to 70 by 2031 	
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Progress and outcome of the above initiatives will be disclosed in the CSR report (*3) and other disclosures published by Toyo Aluminium.

This agreement has obtained a third-party opinion (*4) from Japan Credit Rating Agency, Ltd. (President: Shokichi Takagi) regarding compliance of the procedures related to this agreement's evaluation to the Principles as well as the rationality of the evaluation indicators.

SuMi TRUST Bank set up an "ESG•SDGs support credit facility" with a total loan commitment of JPY 50 billion that offers a preferential interest rate to support customers that are promoting ESG/SDGs initiatives. Further, as a signatory of the Principles for Responsible Banking (*5), we will continue making efforts in contributing to boost our customers' corporate value over the medium to long term through PIF.

End

(*1) The Principles for Positive Impact Finance

The Principles for Positive Impact Finance was developed by UNEP FI in January 2017 as a financial framework for achieving the SDGs. Companies disclose the level of contributions to achieving SDGs through KPIs. Banks then provide funding by evaluating the positive impact observed from these KPIs that is intended to guide the borrowers to increase positive impact and reduce negative impact.

The lending bank, as a responsible financial institution, will check if the impact is continuing or not by monitoring the indicators.

(*2) The United Nations Environment Programme Finance Initiative (UNEP FI)

The United Nations Environment Programme (UNEP) is an executive body for implementing the "Human Environment Declaration" and the "International Environmental Action Programme", established in 1972 as a subsidiary body to the United Nations system. UNEP FI represents a broad as well as close partnership between UNEP and more than 200 global financial institutions. Since its establishment in 1992, UNEP FI has been working in concert with financial institutions, policy/regulatory authorities to transform itself into a financial system that integrates economic development and ESG (environmental, social, and corporate governance) considerations.

(*3) For Toyo Aluminium Group's CSR report 2019, please visit:

https://www.toyal.co.jp/assets/eco/pdf/csr_report2019-ja.pdf

(*4) For the independent opinion from Japan Credit Rating Agency, Ltd., please visit:

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

(*5) The Principles for Responsible Banking

The Principles for Responsible Banking was developed by a core group of 30 founding banks through an innovative global partnership between banks and UNEP FI. The unique feature is that impact assessment focusing on impact that corporate activities, products and services have on the environment and society is used for making investment and lending decisions. Sumitomo Mitsui Trust Holdings, Inc. (Director, President: Tetsuo Okubo) became a signatory on September 22, 2019.

For more information, please visit:

<https://www.unepfi.org/banking/bankingprinciples/>