

## Green Bond Fact Sheet

Orient Corporation		Date: 16-Apr-2019	
Issue date: 12-04-2019 Maturity date: 12-04-2024 Tenor: 5			
Issuer Name	Orient Corporation	Amount Issued	JPY5bn/USD45m
Country of risk	Japan	CBI Database	Included
Issuer Type <sup>1</sup>	Non-financial corporate	Bond Type	Senior unsecured
Green Bond Framework	N/A	Second party opinion	N/A
Certification Standard	Not certified	Assurance report	N/A
Certification Verifier	N/A	Green bond rating	<a href="#">Green 1</a>
Use of Proceeds			
<input checked="" type="checkbox"/> Energy	<input checked="" type="checkbox"/> Solar <input type="checkbox"/> Onshore wind <input type="checkbox"/> Offshore wind <input type="checkbox"/> Geothermal <input type="checkbox"/> Hydro	<input type="checkbox"/> Tidal <input type="checkbox"/> Biofuels <input type="checkbox"/> Bioenergy <input type="checkbox"/> District heating <input type="checkbox"/> Electricity grid	<input checked="" type="checkbox"/> Energy storage <input type="checkbox"/> Energy performance <input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Buildings	<input type="checkbox"/> Certified Buildings <input type="checkbox"/> HVAC systems <input type="checkbox"/> Energy performance	<input type="checkbox"/> Water performance <input type="checkbox"/> Energy storage/meters <input type="checkbox"/> Other energy related	<input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Transport	<input type="checkbox"/> Electric vehicles <input type="checkbox"/> Low emission vehicles <input type="checkbox"/> Bus rapid transit <input type="checkbox"/> Passenger trains <input type="checkbox"/> Urban rail	<input type="checkbox"/> Freight rolling stock <input type="checkbox"/> Coach / public bus <input type="checkbox"/> Bicycle infrastructure <input type="checkbox"/> Energy performance	<input type="checkbox"/> Transport logistics <input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Water & wastewater	<input type="checkbox"/> Water distribution <input type="checkbox"/> Water treatment <input type="checkbox"/> Wastewater treatment <input type="checkbox"/> Water storage	<input type="checkbox"/> Storm water mgmt <input type="checkbox"/> Flood protection <input type="checkbox"/> Desalination plants <input type="checkbox"/> Erosion control <input type="checkbox"/> Energy performance	<input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Waste management	<input type="checkbox"/> Recycling <input type="checkbox"/> Waste prevention <input type="checkbox"/> Pollution control	<input type="checkbox"/> Landfill, energy capture <input type="checkbox"/> Energy performance <input type="checkbox"/> Infrastructure	<input type="checkbox"/> Waste to energy <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience

<input type="checkbox"/> Land use & agriculture	<input type="checkbox"/> Afforestation/parks <input type="checkbox"/> Land remediation <input type="checkbox"/> Sustainable agriculture <input type="checkbox"/> FSC Forestry <input type="checkbox"/> Energy/water efficiency <input type="checkbox"/> Adaptation & resilience <input type="checkbox"/> FSC Cellulose & paper
<input type="checkbox"/> Other	<input type="checkbox"/> Adaptation & resilience <input type="checkbox"/> ICT <input type="checkbox"/> Industry: process
<b>Issue details</b>	
<b>Reporting</b>	As the proceeds of the bonds will be used entirely to for refinancing, the issuer currently does not assume it will have a need to report on unallocated funds. However, until the bonds are redeemed, Orient Corporation will manage the Green Renovation Loan Pool separately. This pool exceeds the amount of the bonds issued. If its balance falls substantially below the amount of bonds issued, the company will report on unallocated funds and the status of subsequent allocations. Orient Corporation will also disclose the estimated amount of electricity generated and CO <sub>2</sub> saved by installing solar power generation systems, etc. on its website annually. JCR will provide an annual third-party review of the reporting until the bonds mature.
<b>Company information</b>	Orient Corporation was founded in 1954. It has four core business areas: instalment sales finance, credit cards and loans, bank guarantees, and payment and guarantee services. The company is an industry leader in terms of auto loans and shopping credit transactions, as well as the balance of bank guarantees outstanding.
<b>Firsts, records and certifications</b>	
<b>Proceeds description</b>	The proceeds will be used exclusively to refinance eco loans (“Green Renovation Loans”) to individual and corporate customers. The loan funds were spent on installing photovoltaic power generation systems and ancillary equipment, resulting in CO <sub>2</sub> reductions. The auxiliary equipment included e.g. battery storage and facilities for all-electric homes. Most loans are worth JPY2m to JPY3m (ca. USD18k to 26k), with an average installed power output of 5.4 kW. Orient Corporation plans to use the proceeds to fund about 2,000 cases of advance payments.
<b>Climate Bonds view</b>	It is good to see more consumer-focused green lending aggregation in the market, especially as it extends also to residential loans. CBI would, however, encourage issuers to disclose their project eligibility requirements in the form of a green bond framework, in keeping with market best practice.
<b>Underwriters</b>	Mizuho Securities Co Ltd, Nomura Securities Co Ltd
<b>Deal comments</b>	
<b>Credit Rating</b>	JCR: A-; R&I: BBB+
<b>Pricing summary</b>	
<b>Investors summary</b>	

<sup>1</sup> Issuer categories: ABS, development bank, financial corporate, government-backed entity, loan, local government, non-financial corporate, sovereign