September 24, 2025
Meidensha Corporation

Meidensha seals contract for sustainability-linked loan

Meidensha Corporation today sealed a contract for a sustainability-linked loan (the Loan) with Sumitomo Mitsui Banking Corporation (SMBC), based in Chiyoda-ku, Tokyo. The Loan is a syndicated loan, with SMBC acting as arranger to structure and administer the loan to Meidensha on behalf of a group of lenders.

The Loan links borrowing terms to pre-set sustainability performance targets (SPTs) tied to key performance indicators (KPIs), which are established based on the borrower's management strategy, thereby promoting environmentally and socially sustainable economic activities.

In August 2025, Meidensha established a Sustainability Finance-Linked Framework (the Framework). The Framework received a second-party opinion from the Japan Credit Rating Agency, Ltd. (JCR) on its compliance with the following principles and guidelines: the Sustainability-Linked Bond Principles administered by the International Capital Market Association (ICMA); the Sustainability-Linked Loan Principles administered by the Loan Market Association (LMA) and other associations; and the Sustainability-Linked Bond Guidelines and Sustainability-Linked Loan Guidelines published by the Ministry of the Environment of Japan. Meidensha also obtained an opinion from JCR concerning the rationality of its KPIs and SPTs.

Meidensha applied the Framework to set an SPT of reducing greenhouse gas (GHG) emissions in Scope 1 and Scope 2 by 30% in fiscal 2025 versus fiscal 2019 (SPT1).

Item	Content
SPT 1	Reduce Scope 1 and 2 GHG emissions by 50.0% in fiscal 2030 compared with fiscal 2019. *In addition, annual targets for fiscal 2025-2029 have been set.

<SPT 1: Annual targets> GHG emissions in Scope 1 and 2

FY	2025	2026	2027	2028	2029	2030
Emissions ($t\text{-}CO_2$)	37,471	34,757	32,084	30,479	28,341	26,737
Reduction rate	30%	35%	40%	43%	47%	50%

*The targets for fiscal 2026, 2028 and 2029 were set specifically for the sustainability-linked financing under the Framework and apply only to this financing.

Meiden Group established its third Meiden Environmental Vision, based on the 1.5°C scenario, in the Medium-term Management Plan 2027 announced in May 2025. The fiscal 2027 targets call for reducing Scope 1 and 2 GHG emissions by 40% and Scope 3 emissions by 20%. The Group also set specific non-financial targets for human capital and is implementing plans to achieve them.

Through various funding efforts via sustainable financing, Meidensha remains committed to accelerating the implementation of diverse policies, fostering growth and enhancing corporate value, thereby contributing to the resolution of social issues.

■ Press release for reference

Sumitomo Mitsui Banking Corporation (SMBC) notice dated on September 24, 2025
About structuring Meidensha Corporation’s sustainability-linked loan via the commitment-line syndication method

Japan Credit Rating Agency, Ltd. (JCR) press release dated August 8, 2025
Second-party opinion regarding the Sustainability-Linked Finance Framework （Japanese only）

Meidensha Corporation press release dated August 29, 2025
Sustainability-Linked Finance Framework established to enable more effective sustainability management （Japanese only）