

Fuyo General Lease Co., Ltd.
President & CEO: Yasunori Tsujita,
3-3-23, Kanda-Misaki-cho,
Chiyoda-ku, Tokyo, 101-8380, Japan

New Finance Program and Green Bonds Issue —Launch of the Fuyo RE action Support Programs—

Fuyo General Lease Co., Ltd. (President & CEO: Yasunori Tsujita, Headquarters: Chiyoda-ku, Tokyo; hereafter “FGL”) supports the recent announcement of the plan for a new framework that will enable small and medium-sized companies and other groups to participate in the 100% renewable energy declaration (so-called Japanese RE100). To support the participating groups (companies, local governments, hospitals, schools, and other organizations), FGL will launch the Fuyo RE action Support Programs, financing programs to drive activities pursued by the group, and will issue new green bonds as the source of funds for the programs.

FGL will issue new green bonds to fund financial products that will provide incentives for small to medium-sized companies and other groups to participate in the so-called Japanese RE100 in order to encourage the proliferation of renewable energy. Recognizing the programs a model cases for promoting initiatives targeting participation in RE100 for groups other than single companies, the Ministry of the Environment of Japan selected them as the first model cases for issuance in the FY2019 Pilot Project for Green Bond Issuance. We will release another announcement once the contractors have confirmed compliance with the Green Bond Guidelines with the Ministry of the Environment.

FGL has already received Environmentally Rated Loans from the Development Bank of Japan.Inc , and will also utilize those funds in advancing the programs.

FGL will support the pursuit of renewable energy by groups that participate in the so-called Japanese RE100. It will support this by building a framework for circulating funds for the proliferation of renewable energy to companies that intend to procure renewable energy and working to establish new business model.

I. Overview of the Fuyo RE action Support Programs

1. Amount Allocated for the Programs

FUYO LEASE GROUP

10 billion yen (5 billion yen in green bonds and 5 billion yen in loans from the Development Bank of Japan)

2. Beneficiaries

Groups participating in the new framework that will enable small and medium-sized companies to participate in the 100% renewable energy declaration (so-called Japanese RE100), a new initiative that scheduled to launch (See below for an overview of the new initiative).

3. Projects Eligible for the Financing Programs

1) Program A (Program funded by Green Bonds)

- (1) Renewable energy equipment
- (2) Energy-saving equipment (excluding coal-fired equipment; we intend to set certain restrictions on equipment that uses other petrochemical fuels)
- (3) Commercial devices and equipment that achieve a certain level of green advantages (excluding those that use petrochemical fuels^(Note))

2) Program B (Program that utilizes Environmentally Rated Loans from the Development Bank of Japan)

- (1) Equipment and devices that are not eligible for Program A, but provide energy savings and promote renewable energy for the group
 - * Companies participating in RE100 (the global version) can also utilize both Program A and Program B.

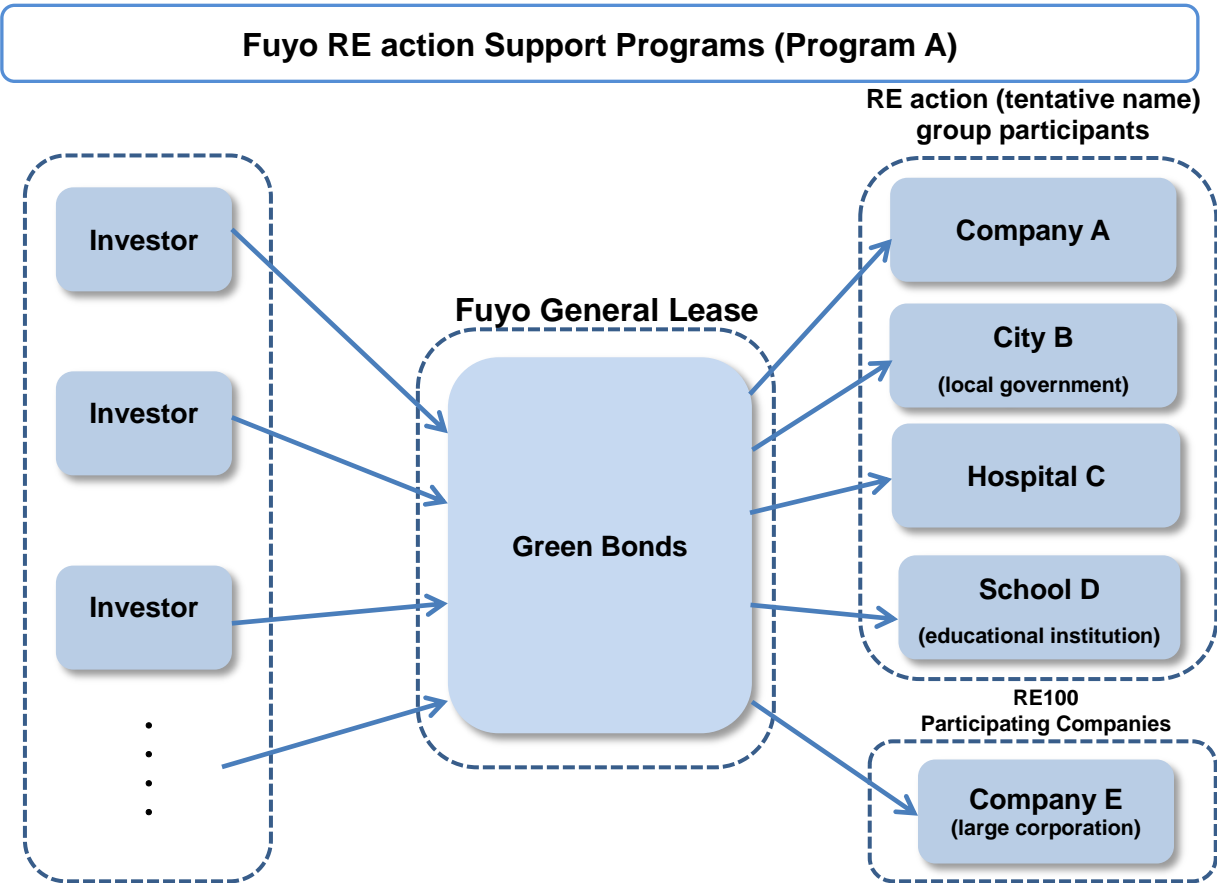
Note: In regard to autos, eligible autos include EV, HV, PHEV, and FCV; however, HV and PHEV are limited to vehicles that meet certain standards.

4. Other Terms

- 1) FGL will decide whether to accept each project based on internal standards.
- 2) We plan to launch the programs at the time the implementation committee for the so-called Japanese RE100 begins operating (around July to September). The details will be determined through consultation with the implementation committee.

FUYO LEASE GROUP

[Program Diagram]



* As is the case with Program A, Program B will pursue initiatives for RE action (tentative name) group participants and RE100 participating companies.

II. Overview of Green Bonds

Issuer	Fuyo General Lease Co., Ltd.
Issue duration	5 years (plan)
Issue amount	5 billion yen (plan)
Issue timing	July 2019 or later (plan)
Purpose of funds	Funding for the Fuyo RE action Support Programs (Program A)
Underwriter	Mizuho Securities Co., Ltd. (Structuring Agent)

[For Reference: Overview of New Initiatives]

—New framework enabling small to medium-sized companies and other groups to make the 100% renewable energy declaration (so-called Japanese RE100) —

1. Name

RE action (tentative name) (currently under consideration by the sponsor)

2. Sponsor

RE action Implementation Committee (tentative name)

Group members: Green Purchasing Network^{*1} (GPN)
 Institute for Global Environmental Strategies^{*2} (IGES)
 Japan Climate Leaders Partnership^{*3} (JCLP)

3. Eligible participants

Companies, local government and educational institutions, hospitals, and other organizations in Japan (participation by entire groups, including affiliates)

* Ineligible for participation: Companies and organizations covered by the RE100 operated by The Climate Group

4. Declaration requirement

Declaration and public disclosure of intent to source 100% of energy consumption from renewable energy by 2050

5. Support, etc.

Support from The Climate Group, which promotes the RE100 worldwide, and others

*1 Green Purchasing Network (GPN)

GPN is a loosely knit network of companies, government agencies, and private sector organizations. It was established in February 1996 to promote green purchasing. It works to increase public awareness of green purchasing among local governments, companies, and other groups, and formulates purchasing guidelines for each product area. GPN manages a database (Econet) containing environmental information on around 15,000 products.

Number of members: 1,383 organizations (as of March 2019)

*2 Institute for Global Environmental Strategies (IGES)

The aim of the IGES is to build a new paradigm for civilization. It develops innovative policies and researches policies and practical ways to develop strategic environmental measures to achieve sustainable development.

In addition to its research into solving problems, IGES is also working with international institutions, the

FUYO LEASE GROUP

governments of various countries, local governments, research organizations, companies, NGOs, and the public to provide information to interested parties, hold international conferences, conduct training, and other efforts.

*3 Japan Climate Leaders Partnership (JCLP)

JCLP was founded by a group of Japanese companies in 2009 out of awareness of the need for the industrial sector to have a healthy sense of urgency and actively begin taking action to achieve a carbon-free society. There are 103 companies participating in the partnership (as of June 2019). JCLP members regard being in the forefront of the transition to a carbon-free society as a business opportunity, and are proposing policies and engaging in efforts to go carbon-free. Since April 2017, JCLP has served as the participant contact for RE100, EV100, and EP100 in Japan under a partnership with The Climate Group.

Contact for inquiries:

Atsuko Saito and Yusuke Watanabe, IR Representatives,
Corporate Communications Division, Fuyo General Lease Co., Ltd.

Tel: +81 (3) 5275 8891 URL: <https://www.fgl.co.jp/>