

Notice Regarding the Change in Fund Allocation for the 21st Unsecured Straight Bonds (Kirin Holdings Social Bonds)

TOKYO, Friday February 14, 2025 - On June 7, 2022, Kirin Holdings Company, Limited (Kirin Holdings) issued the 21st unsecured straight bonds (Social bond with specific inter-bond pari passu clause, "Kirin Holdings Social Bonds" for short, hereinafter "social bond"), based on the "Kirin Sustainable Finance Framework" formulated in March 2022.

The funds raised through this issuance were allocated, as reported in the 2023 reporting, to capital investment, operation, and procurement of raw materials contributing to the production of Human Milk Oligosaccharide (HMO), production of Citicoline, research and development of LC-Plasma and the production of raw material powder utilizing LC-Plasma.

Kirin Holdings and Kyowa Hakko Bio Co., Ltd. (Representative Director Fukada Koji, hereinafter "Kyowa Hakko Bio") have agreed to transfer Kyowa Hakko Bio's amino acid and Human Milk Oligosaccharide businesses to a special purpose company, a subsidiary of Meihua Holdings Group Co (hereinafter "this business transfer"), and announced on November 22, 2024, that they have signed a contract regarding this business transfer^{*1}.

Along with this business transfer, we would like to inform you that the amount equivalent to the funds allocated to "Capital investment, operation, and procurement of raw materials contributing to the production of Human Milk Oligosaccharide (HMO)" will be reallocated to the following projects.

¹ <https://pdf.irpocket.com/C2503/Bv1s/fdE7/MKWo.pdf>

1. Projects after the reallocation of funds

Projects	
Capital investment, operation, and procurement of raw materials contributing to the research and development of LC-Plasma and the production of raw material powder utilizing LC-Plasma	① iMUSE Health Science Factory
	② Kirin Beverage Shonan Plant (small PET bottle production equipment) (the proportion of the total investment amount allocated to the production of plasma lactic acid bacteria-related products)
③ Acquisition of shares in Blackmores Limited	

Projects ① and ② after the reallocation of funds meet the eligible criteria in the "Kirin Sustainable Finance Framework"^{*2} announced in March 2022, and project ③ after the reallocation of funds meets the eligible criteria in the "Kirin Social Finance Framework"^{*3} announced in February 2025.

The status of fund allocation and impact reporting after the reallocation of funds will be reviewed by DNV Business Assurance Japan Co., Ltd., an independent evaluation organization, and published.

² https://www.kirinholdings.com/en/impact/files/pdf/sustainable_finance_framework2_en.pdf

³ https://www.kirinholdings.com/en/impact/files/pdf/social_finance_framework_en.pdf

2. Overview of social bond

1. Official name	Kirin Holdings Company, Limited 21st unsecured straight bonds (Social bond with specific inter-bond pari passu clause, "Kirin Holdings Social Bonds" for short)
2. Total issue amount	JPY 20.0 billion
3. Term	5-years
4. Coupon	0.290%
5. Issue date	June 7, 2022
6. Maturity date	June 7, 2027
7. Interest payment date	June 7 and December 7 of each year
8. Credit rating	A+ (Rating and Investment Information, Inc.)