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Mitsubishi Electric to Issue Green Bonds for First Time

Aiming to finance increased production of SiC power semiconductors to support decarbonization

TOKYO, November 10, 2023 – [Mitsubishi Electric Corporation](https://www.mitsubishielectric.com) (TOKYO: 6503) announced today that it will issue green bonds for the first time to raise funds for the construction of a silicon carbide (SiC) power semiconductor plant and the enhancement of related production facilities¹ that handle products capable of contributing to decarbonization.

Green bonds are any type of debt instrument issued by a corporation or municipality for the exclusive purpose of financing or refinancing green projects domestically or internationally.

In preparation for the issuance, Mitsubishi Electric has formulated a Green Bond Framework² that specifies its policies regarding the use of proceeds, the process for project evaluation and selection, the management of proceeds, and reporting, as defined in the Green Bond Principles 2021 issued by the International Capital Market Association (ICMA) and the Green Bond Guidelines 2022 issued by Japan's Ministry of the Environment. The company's Green Bond Framework has been evaluated by an independent third party, Rating and Investment Information, Inc.³ (R&I), and confirmed to be in compliance with the aforementioned principles and guidelines.

Mitsubishi Electric has also submitted an amended shelf registration statement for the issuance of the bonds to the Director-General of the Kanto Local Finance Bureau.

Mitsubishi Electric has positioned sustainability as a cornerstone of its overall business, including initiatives to address climate change and other pressing issues facing modern society. This commitment to sustainability is reflected in the company's Environmental Sustainability Vision 2050⁴ and Environmental Declaration to "protect the air, land, and water with our hearts and technologies to sustain a better future for all." Mitsubishi Electric has set a goal to aim for net zero greenhouse gas emissions from factories and offices by FY2031 and

¹ Announcement on March 13, 2023 <https://www.MitsubishiElectric.com/sites/news/2023/pdf/0314-b.pdf>

² Mitsubishi Electric Corporation Green Bond Framework
https://www.MitsubishiElectric.com/en/investors/bonds_ratings/pdf/engreenbondframework.pdf

³ Rating and Investment Information, Inc. <https://www.r-i.co.jp/en/>

⁴ Environmental Sustainability Vision 2050 <https://www.MitsubishiElectric.com/en/sustainability/environment/ev2050/>

net-zero greenhouse gas emissions in its entire value chain by FY2051, and is working to creating and expanding businesses that contribute to carbon neutrality. Going forward, Mitsubishi Electric expects to accelerate efforts to contribute to the achievement of sustainable development goals (SDGs) in society for greater sustainability.

Overview of Bonds

Issue amount	50 billion yen (planned)
Maturity	Within 10 years (planned)
Issuance	From December 2023 (planned)
Use of proceeds	Construct SiC power semiconductor plant and enhance related facilities
Lead managing underwriters	Daiwa Securities Co.,Ltd. and Mitsubishi UFJ Morgan Stanley Securities Co., Ltd.
Green bond structuring agent ⁵	Daiwa Securities Co.,Ltd.

Further details will be announced as determined.

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About Mitsubishi Electric Corporation

With more than 100 years of experience in providing reliable, high-quality products, Mitsubishi Electric Corporation (TOKYO: 6503) is a recognized world leader in the manufacture, marketing and sales of electrical and electronic equipment used in information processing and communications, space development and satellite communications, consumer electronics, industrial technology, energy, transportation and building equipment. Mitsubishi Electric enriches society with technology in the spirit of its “Changes for the Better.” The company recorded a revenue of 5,003.6 billion yen (U.S.\$ 37.3 billion*) in the fiscal year ended March 31, 2023. For more information, please visit www.MitsubishiElectric.com

*U.S. dollar amounts are translated from yen at the rate of ¥134=U.S.\$1, the approximate rate on the Tokyo Foreign Exchange Market on March 31, 2023

⁵ A green bond structuring agent supports the issuance of green bonds largely by advising the issuer on how to prepare a green bond framework and how to obtain a Second Party Opinion