

March 20, 2023

For Immediate Release

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| Company name | GMO Pepabo, Inc. |
| Representative | CEO and President Kentaro Sato (Securities code: 3633, TSE Prime Market) |
| C o n t a c t | CFO and Board Director Yoshito Igashima |
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Notice Regarding Issuance of First Series of Unsecured Bonds

GMO Pepabo, Inc. (the "Company") announces that at a meeting of the Board of Directors held today, it decided to issue unsecured bonds, the total amount of which will be underwritten by MUFG Bank, Ltd., for the purpose of securing stable working capital while simultaneously addressing the risk of global interest hikes.

1. Overview of the bonds

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| (1) | Name of the bonds | First unsecured bonds (limited to qualified institutional investors) |
| (2) | Total amount of the bonds | 1 billion yen |
| (3) | Upper limit of interest rates | 1% or lower per annum |
| (4) | Amount to be redeemed | 100 yen per the bond's face value of 100 yen |
| (5) | Redemption date | March 29, 2028 |
| (6) | Redemption method | Scheduled redemption |
| (7) | Interest payment date | March 29 and September 29 every year |
| (8) | Payment date | March 29, 2023 |
| (8) | Collateral | Unsecured |
| (9) | Fiscal agent | MUFG Bank, Ltd. |
| (10) | Underwriter of the total amount | MUFG Bank, Ltd. |
| (11) | Book-entry transfer institution | Japan Securities Depository Center Inc. |
| (12) | Use of funds | Allocated for use as working capital by the Company and its subsidiaries |

2. Future outlook

The impact of the subject matter on consolidated business results for the fiscal year ending December 31, 2023 will be insignificant.