

< Outline of the subordinated loan >

Drawdown Date	July 31, 2020
Amount	96 Billion JPY
The Number of Lenders	17
Maturity Date	July 31, 2080 (60 years) <ul style="list-style-type: none"> <li>•Callable at the initiative of Suntory on any quarterly interest payment date after 5 years</li> <li>•Also redeemable upon unfavorable changes in taxation or equity credit criteria set by credit agencies.</li> </ul>
Deferral of Interest	<ul style="list-style-type: none"> <li>(i) Optional suspension of interest payment.</li> <li>(ii) With efforts to satisfy any accumulated interest payment amount after 5years.</li> <li>(iii) Use the borrower's reasonable and commercially feasible efforts to pay any accumulated interest payment amount upon payment of or resolution for dividends on common stocks or other junior securities.</li> </ul>
Subordination Clause	This loan shall be subordinated to Suntory's senior debt but rank in priority to its common equity.
Method of Financing	Syndicated Loan
Rating and Equity Credit	Rating: A Equity Credit: Medium / 50% (Japan Credit Rating Agency, Ltd.)
Use of proceed	Funds for prepayment of existing subordinated loan.

<The background of this loan>

This subordinated loan has been executed to replace the subordinated loans previously borrowed (drawdown date: July 31, 2015 / amount: 50 billion JPY and 420 million USD / Equity Credit: 75%).

The equity credit of this loan is 50%, which reflects stronger financial positions of the company with its increased total equity based on the reinforcement of its business profile since the origination of the replaced subordinated loans.