Green Bond Reporting

On August 10, 2023, the OSG Group became the world's first cutting tool manufacturer to issue green bonds. To realize our Group's Medium-Term Management Plan, "Beyond the Limit 2027," we will strive to maximize the corporate value generated through the linkage of our growth strategy to our ESG initiatives.

Allocation Report (as of November 30, 2025)

(millions of yen)

Funding	Allocated funds	Unallocated balance
4,968	New: 23 (100%) Refinancing: 0 (0%) Total: 23	987

(millions of yen)

Category	GBP* category	Allocated amount	Unallocated amount	Scheduled completion of allocation
Energy-saving	Green buildings	3,958	987	March 2028
	Energy efficiency in the product development process	10	0	
Eco-efficient products	Eco-efficient products, environmentally conscious production technologies, and process-certified highly eco-efficient products	13	0	
Total		3,981	987	

*GBP: Green Bond Principles

Impact Report (as of November 30, 2025)

1 Energy-saving

Renovation of Oike Factory (GBP category: Green buildings)

Construction commenced in August 2024 with completion scheduled for June 2028

CASBEE grade: B+

Cutting simulation using CAE analysis (GBP category: Energy efficiency in the product development process)

CO_2 emissions reduction: 1,888.07 kg-CO_2/cumulative performance

2 Eco-efficient products

Development of GREEN TAP, which in comparison to conventional forming taps saves 35% in CO_2 emissions during tool manufacturing

CO_2 emissions reduction: 8,241.48 kg-CO_2/cumulative performance