

Green, Social and Sustainability Bond Framework

2021/7 DENSO CORPORATION

DENSO is contributing to SDGs through corporate activities



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1. Introduction

DENSO CORPORATION (“DENSO”) has launched its Green, Social and Sustainability Bond Framework to raise funds for projects with positive environmental impact and social benefits with the goal of promoting its Sustainability Management, the core elements of DENSO. The Framework has been verified by VigeoEiris, an independent external consultant. DENSO may issue Green, Social and/or Sustainability Bonds in accordance with this Framework.

1.1 Overview of the Company

DENSO was established as Nippondenso Co., Ltd. in 1949, when it spun off from Toyota Motor Co., Ltd. as an automobile components manufacturer, and changed its name to DENSO CORPORATION in 1996.

As a global automobile components manufacturer that provides advanced automotive technology, systems and products, DENSO focuses on the automotive business and businesses that apply automotive technology, such as consumer products and industrial products. DENSO will continue to fulfill corporate social responsibility by innovating to be the first to offer new products and technologies to the world.

1.2 Sustainability Management

DENSO’s entire business is based on the DENSO Philosophy, which guides all aspects of our corporate actions. The DENSO Philosophy aims to ensure that DENSO will continue to be a corporation that is trusted by people around the world, by defining the Mission, Management Principles and Individual Spirit of DENSO and establishing “Valuing nature and living harmoniously with society” as one of its management policies. Implementing the DENSO Philosophy to promote the sustainable development of society is what sustainability means to DENSO.

Long-term Policy and Reborn21

In 2017, DENSO formulated the DENSO Group Long-term Policy 2030, which defines business goals to achieve by 2030. DENSO strives to enrich society with new offerings that enhance mobility and promote sustainability, happiness and peace of mind for everyone, with its slogan “Bringing hope for the future for our planet, society and all people”.

DENSO Group Long-term Policy 2030

Bringing hope for the future for our planet, society and all people

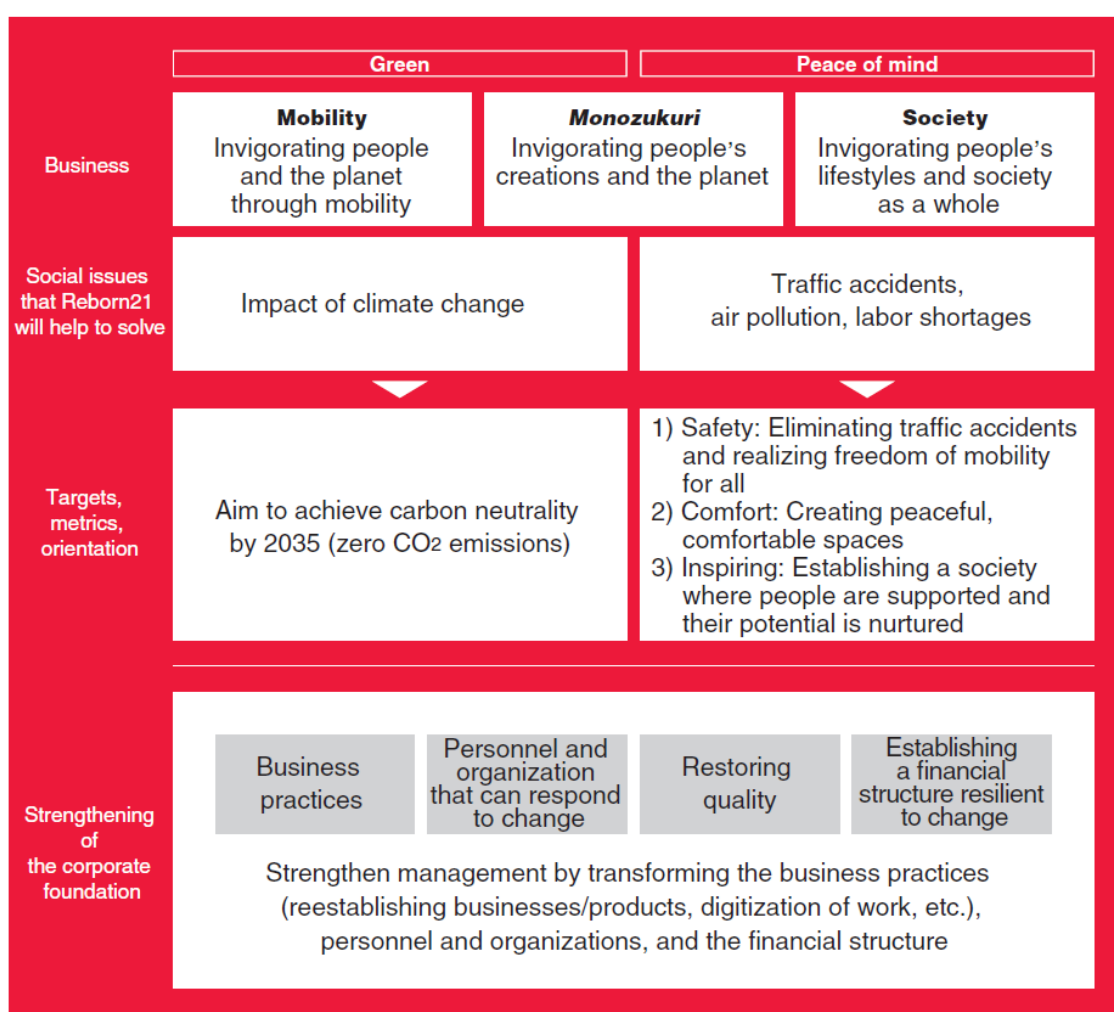
Our Goal for 2030
A company that continuously generates value to enrich mobility that achieves sustainability, happiness and peace of mind for everyone

The graphic features a central red circle with the text "Crafting the Care" inside. This central circle is surrounded by three overlapping white circles containing the words "Green", "Peace of Mind", and "Inspiring" in red. The entire graphic is set against a light blue background with concentric circles.

As a milestone toward realizing its Long-term Policy 2030 and Long-term Plan for 2025¹, DENSO has established its Mid-term Plan 2021, consisting of specific action plans, such as “taking on the challenge of creating new value,” “strengthening profitability to support future growth,” and “reforming our management foundation” to ensure that we achieve our targets for fiscal year 2021.

In fiscal year 2019, the business environment surrounding the company underwent dramatic changes, including the impact of COVID-19 pandemic that put a halt to the company’s revenue growth. It is critical that we develop a resilient corporate structure that allows us to respond to changes in the external environment in any age and provide new value. Accordingly, the company began implementation of the Revolution Plan “Reborn21” with the aim of making a new start as new DENSO by the end of fiscal year 2021.

Overview of DENSO Revolution Plan “Reborn21”



Environmental Management

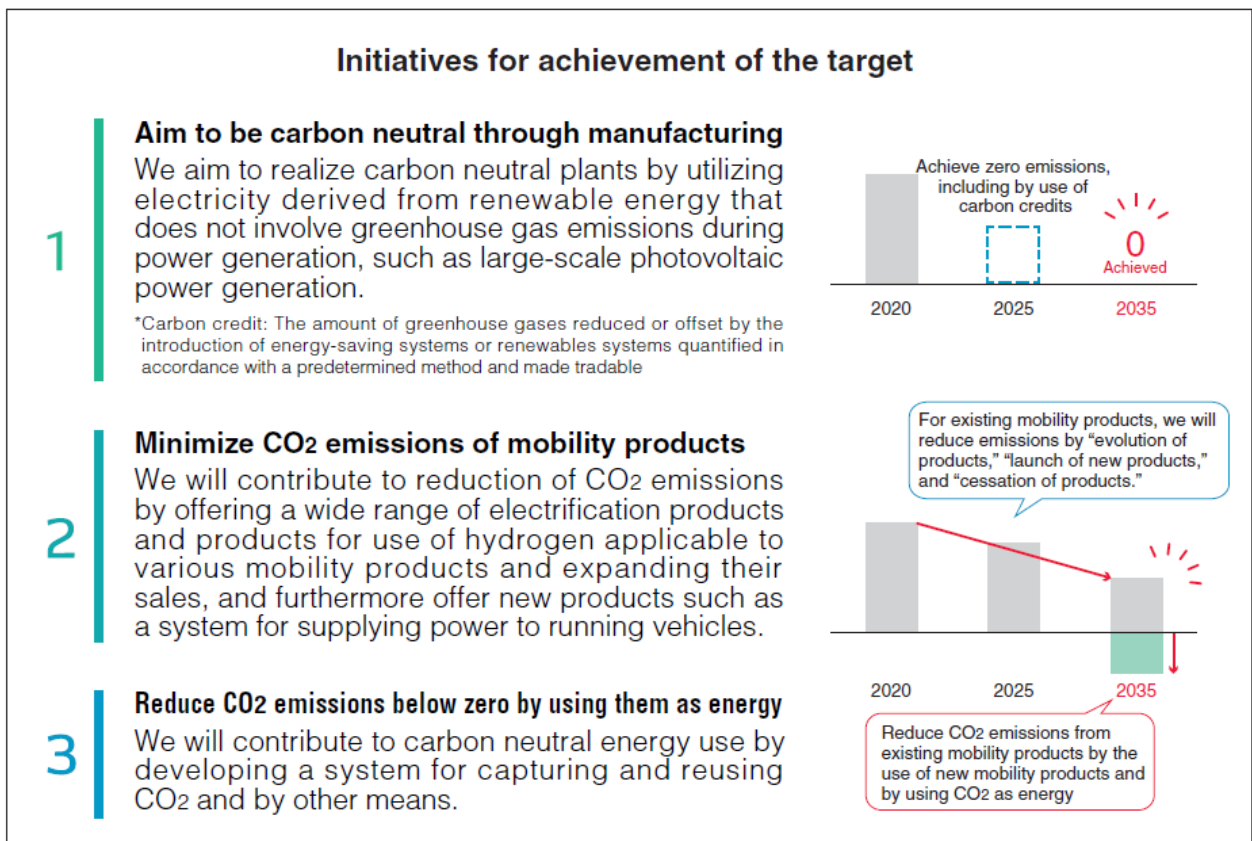
DENSO aims to contribute to “the creation of an advanced automotive society and achievement and maintenance of a balanced global environment” as a group and promote consolidated environmental management with in all of its business activities.

¹ Long-term Policy 2030 and Long-term Plan for 2025: <https://www.denso.com/global/en/news/newsroom/2017/20171031-g04/>

- Promoting Environmental Management: Reduce environmental impact in all business activities, not just products and production, pursue world-class eco-efficiency and high resource productivity; and create economic value through environmental conservation activities.
- Eco Vision: Long-term commitment toward environmental management and setting policies for a long-term environmental plan for the group every 10 years²
- Environmental Action Plan: Specific actions to achieve EcoVision

Under Reborn21, DENSO aims to achieve carbon neutrality (zero CO2 emissions) by 2035 as an environmentally-neutral manufacturer that conducts human activities in a way that does not affect the environment, and carry out the following initiatives as a concrete action plan.

1. Carbon neutral manufacturing
2. Mobility products (electrification)
3. Energy use



Peace of Mind

DENSO is stepping up its efforts in the fields of Factory Automation (FA) and Artificial Intelligence (AI). In addition to quality control activities that ensure the delivery of safe and secure products to customers, these fields contribute to the provision of products that realize open and convenient mobility, which in turn offers peace of mind in people’s lives.

Under Reborn21, DENSO aims to promote initiatives for “Eliminating traffic accidents and realizing

² DENSO EcoVision 2025: <https://www.denso.com/global/en/news/newsroom/2016/20160616-01/>

freedom of mobility for all” and carry out the following initiatives as a concrete action plan.

- Preventing traffic accidents by further evolution and widespread adoption of Advanced Driver Assistance Systems (ADAS)
- Connecting with social infrastructure
- Improving efforts that decrease traffic accidents
- Reducing accidents involving pre-owned vehicles (promote retrofitting safety equipment to as many pre-owned vehicles as possible)

Inspiring (Corporate Foundation) and Compliance

We believe that earning the trust and understanding of society depends on DENSO Group’s observance of all applicable national and local laws and all group employees’ fair and faithful conduct with the highest ethical standards.

- Code of Conduct for DENSO Group Employees: Thoroughly enforce compliance by clearly indicating the standards of conduct for all employee. Overseas Group companies use a local version of the Code of Conduct in accordance with national and local laws and customs
- Establish a global structure for promoting compliance, while keeping its organizational structure sensitive to the characteristics of each region, introducing and administering a reporting system, and training employees
- Promoting Sustainability throughout the Supply Chain: Request that suppliers to agree to our standard of corporate conduct as well as enter into a master agreement with us covering basic transaction terms and implement sustainability such as assigning a contact person and clarifying their own sustainability policies

* Please see Appendix 1 for more information about Promoting Sustainability throughout the Supply Chain

1.3 DENSO Green, Social and Sustainability Bonds

Since our founding, DENSO has always had sustainability in mind as reflected in the DENSO Creed, as well as DENSO’s basic management philosophies and long-term policies. Under the DENSO Group Long-term Policy 2030, DENSO will aim to contribute to a sustainable society by providing new value in the fields of environmental protection (“Green” initiatives) and safety (“Peace of Mind” initiatives). DENSO may issue Green, Social and/or Sustainability Bonds to raise funds for projects with positive environmental impact and social benefits.

DENSO’s Green Social and Sustainability Bond Framework is in line with the 2021 edition of Green Bond Principles (GBP), Social Bond Principles (SBP) and Sustainability Bond Guidelines (SBG) of International Capital Market Association (ICMA).

Business Categories that meet the eligibility criteria under the above framework are likely to contribute to six of the Sustainable Development Goals (SDGs), established by the United Nations in September 2015. The net proceeds of Green, Social and Sustainability Bonds issuances will be used to promote these six SDGs.

Goal 3: Ensure healthy lives and promote well-being for all at all ages

Goal 7: Ensure access to affordable, reliable, sustainable and modern energy

Goal 9: Build resilient infrastructure, promote sustainable industrialization and foster innovation

Goal 11: Make cities inclusive, safe, resilient and sustainable

Goal 12: Ensure sustainable consumption and production patterns

Goal 13: Take urgent action to combat climate change and its impacts

2. Green, Social and Sustainability Bond Framework

2.1 Use of Proceeds

An amount equivalent to net proceeds of the Green, Social, and Sustainability Bonds will be exclusively used to finance, in whole or in part, new or existing project that meet all of the eligibility criteria. All eligible projects will be located in Japan.

Eligibility criteria:

There are two categories for eligibility criteria. Businesses that meet all of these criteria in both categories are considered eligible businesses.

- Business Category Criteria
- Exclusion Criteria

Business Category Criteria:

An amount equivalent to the net proceeds of Green, Social and Sustainability Bonds will be used for business activities related to any of DENSO's focus areas listed below.

Eligible Green Category refers to projects with positive environmental impact among business activities related to our focus areas, and Eligible Social Category refers to project with positive social impact. DENSO intends to issue three types of bonds, Green, Social and Sustainability Bonds under the Framework.

1. Green Bonds: Proceeds of the bonds will be exclusively used to finance projects that qualify as Eligible Green projects as described below
2. Social Bonds: Proceeds of the bonds will be exclusively used to finance projects that qualify as Eligible Social projects as described below
3. Sustainability Bonds: Proceeds of the bonds will be exclusively used to finance projects that are the Eligible Green Projects and Social Projects as described below

Eligible Social Projects	Eligible Green Projects
Advanced Safety and Automated Driving	Electrification "Monozukuri (Manufacturing)"

Eligible Social Project. Advanced Safety and Automated Driving = "reliable"

Use of proceeds:

An amount equivalent to the net proceeds from the issuance of Social Bonds and Sustainability Bonds will be exclusively used to finance, in whole or in part, new or existing Advanced Safety and Automated Driving businesses.

Eligible Social Project	Use of proceeds	Objectives of the project, target and benefit
Advanced Safety and Automated Driving = "reliable"	Finance, in whole or in part, new or existing Advanced Safety and Automated Driving business. <ul style="list-style-type: none"> • Scope of Business: Electronic systems, services, and platforms relating to mobility, including but not limited to millimeter wave radar, image sensors, driver status monitors, airbag systems, and other areas • Research and Development: Technologies to improve the performance of millimeter wave radar and image sensors (such as increasing Detection Range, widening Field of View, etc.), both of which are the core products of Advanced Safety and Automated Driving. • Capital expenditure: CAPEX to expand the production of the core products described above 	Pursue the goal to create a safe mobility society without traffic accident Target <ul style="list-style-type: none"> • All around in-vehicle sensors, strengthening map functions and V2X (vehicle technology to communicate with infrastructure or between vehicles) and DSM (Driver Status Monitor) • Achieve ADAS³ Sales 500 billion yen by 2025
Target group	Drivers (including passengers) and vulnerable road users (pedestrians, cyclists, motorcyclists and three-wheel vehicle users) and other vulnerable people.	

Eligible Green Project i). Electrification (Battery Electric Vehicle (BEV), Fuel Cell Electric Vehicle (FCEV) and e-VTOL (air mobility)) = "Environment"

An amount equivalent to the net proceeds from the issuance of Green Bonds and Sustainability Bonds will be exclusively used to finance, in whole or in part, new or existing electrification businesses.

Eligible Green Project	Use of proceeds	Objectives of the project, target and benefit
Electrification (Battery Electric Vehicle (BEV), Fuel Cell Electric Vehicle (FCEV) and e-VTOL (air mobility)) = "Environment"	Finance, in whole or in part, new or existing electrification businesses, research and development and capital expenditure <ul style="list-style-type: none"> • Research and Development: Technology development that contributes to improving performance such as energy efficiency and electric mileage of vehicle with Inverters, Motor Generators, Battery ECUs, etc., which are essential for driving system of electric vehicles • Capital expenditure: CAPEX to grow the production of those core products 	Contribute to electrification of vehicles <ul style="list-style-type: none"> • Contribute to minimizing environmental impact of mobility by achieving sales of one trillion yen in electrification by 2025

³ ADAS: Advanced Driver Assistance Systems

Eligible Green Project ii). “Monozukuri (Manufacturing)” = “Environment”

An amount equivalent to the net proceeds from the issuance of Green Bonds and Sustainability Bonds will be exclusively used to finance, in whole or in part, new projects in “Monozukuri (Manufacturing)”.

Eligible Green Project	Use of proceeds	Objectives of the project, target and benefit
<p>“Monozukuri” (Manufacturing) = “Environment”</p>	<p>Finance, in whole or in part, new projects in “Monozukuri (Manufacturing)”</p> <ul style="list-style-type: none"> • Introduction of renewable energy such as solar power generation facilities • Expenditures related to the purchase of renewable energy power etc.(including expenditures of the purchase of renewable energy through PPA / Renewable Energy Certificate) 	<p>Carbon Neutrality in Manufacturing</p> <ul style="list-style-type: none"> • Achieve carbon neutrality for electricity (use credits for gas) by 2025 • Achieve full carbon neutrality for manufacturing by 2035

Exclusion Criteria

An amount equivalent to the net proceeds of Green, Social and Sustainability Bonds issuance will not be used to finance projects that contribute to or support any of the following areas.

- Electrification projects that do not involve Battery Electric Vehicle (BEV), Fuel Cell Electric Vehicle (FCEV) or e-VTOL (air mobility)
- “Monozukuri (Manufacturing)” projects that do not involve renewable energy
- Spending and investment for expanding the production of products that are not expected to improve safety performance and vehicle safety
- Production or transaction relating to alcohol, gambling, tobacco, weapon, firearm, nuclear power, pornography or genetically modified food
- Production or transactions that involve forced labor and/ or child labor
- Businesses or activities that are deemed illegal under local laws or regulations, bribery, blackmail, conversion, or other conduct considered inappropriate

2.2 Process for Project Evaluation and Selection

Process for Project Selection

Eligible Criteria

i) Electrification and Advanced Safety and Automated Driving

In 2018, DENSO’s Board of Directors Meeting approved the DENSO Group Long-term Policy 2030, and the Electrification and Advanced Safety and Automated Driving were determined as two key focus areas (= eligible criteria).

ii) “Monozukuri (Manufacturing)”

In 2015, the Senior Executive Officers Meeting approved DENSO Eco Vision 2025, as an action plan toward

realizing sustainable regions and societies in 2050. Minimum CO2 “Monozukuri” is one of the actions (= eligible criteria) to achieve a 50% reductions in CO2 emission through the technology that solves global warming and energy and resource issues.

Meeting body for selecting Eligible Criteria

DENSO has established internal rules to define how to organize and manage group wide meetings to determine research and development expenditure and capital expenditure of Eligible Projects.

Participants for selecting projects

DENSO operates in a system that ensures the project evaluation and selection process is accurate through the participation of the people with specialized knowledge and experience related to environment and safety technology, and multiple related departments such as Business Planning, Technology, Production, Quality, Sales, etc.

Risk Management for Environmental and Social Risks

Environmental Risk

DENSO will also work to reduce the environmental impact of the manufacturing process for environmentally conscious electrification products. For example, Just-in-Time (JIT) Energy, aim to achieve the target of Minimum CO2 “Monozukuri (manufacturing)” by optimizing energy supply and consumption. In addition, Just-in-Time (JIT) Water aims to minimize water consumption through a comprehensive management system covering areas from water supply to drainage. Both of these areas are included as a part of the 10 actions under EcoVision 2025, an action plan for realizing sustainable communities and societies by 2050.

Social Risk

Following the advancement of technologies such as automated driving and IoT, cyber security risks related to vehicles and production facilities have become a serious issue. To ensure vehicle safety with peace of mind, DENSO is developing technologies that protect in-vehicle products, such as Advanced Driver Assistance Systems and automated driving, from cyberattacks. DENSO is also moving forward with establishment of unique frameworks for steadily installing these technologies in vehicles. DENSO also aims to achieve a steady supply of products to its customers by securing its information assets and setting up security measures for its internal networks, production lines and other facilities.

DENSO also confirms that all the projects and assets are in compliance with local laws and regulations of the relevant country as well as, DENSO’s internal policies and guidelines.

Monitoring

DENSO will continue to monitor the selection criteria of eligible projects and whether projects are consistent with applicable exclusion criteria until redemption of the bonds, and confirm project eligibility

when allocating the proceeds. If there is an ESG-related issue or controversy relating to a business, we will take appropriate action and reporting measures.

2.3 Management of Proceeds

The Finance Department will manage the net proceeds of Green, Social and Sustainability Bonds issuances, and a dedicated bank account will be maintained for the net proceeds of such issuance. The Finance Department will track and manage the capital expenditures and research and development expenses of eligible projects of relevant business divisions through an internal management system.

The Finance Department will preserve documents related to cash management in accordance with the rules regarding the scope and preservation of accounting documents.

The Finance Department will manage funds, including funds raised by Green, Social and Sustainability Bonds issuances, based on the internal regulations relating to document management.

The Finance Department will allocate most of the proceeds of the bonds within two years from issuance. Funds that have not been allocated will be managed as cash or cash equivalents equal to the funds until the proceeds are fully allocated. In case a project is cancelled or postponed, proceeds will be reallocated within two years to projects that are compliant with this framework.

2.4 Reporting

DENSO commits to disclosing the following information annually about allocation of funds to projects meeting relevant eligible criteria and impacts of environmental effects and social benefits.

Allocation Report

DENSO has committed to disclosing an Allocation Report on annual basis until the net proceeds of any Green, Social, and Sustainability Bonds issuances are fully allocated to projects meeting relevant eligibility criteria.

DENSO will publish the following information about the projects meeting relevant eligibility criteria on its website and/or in its Integrated Report subject to data availability and confidentiality.

- Allocation of net proceeds to projects in the relevant eligible project categories (including the allocated amount and percentage of allocated proceeds)
- Highlight case studies of eligible projects to which proceeds have been allocated

The first Allocation Report will be available to investors within one year from the date of Green, Social or Sustainability Bonds issuance and annually thereafter until the proceeds have been fully allocated. If significant changes in funding position occur after the proceeds have been allocated, we will disclose such changes in a timely manner.

The Executive Officer in charge of finance will provide confirmation that the proceeds have been fully allocated to eligible projects.

Impact Report

DENSO commits to disclosing the following information related to eligible projects on its website and/or in its Integrated Report until the applicable Green, Social or Sustainability Bonds are redeemed, subject to data availability and confidentiality.

Categories	Objective and benefits	Output/Impact indicators
Social Projects		
1	Advanced Safety and Automated Driving	Realizing Safe Mobility Society without Accidents <ul style="list-style-type: none"> Develop products to cover all types of accidents Expand sales of core products and variation of retrofit products
		<ul style="list-style-type: none"> Percentage of sales increase in Advanced Safety and Automated Driving (year-on-year) Status of implementation of safety features and benefit necessary for Advanced Safety and Automated Driving
Green Project		
1	Electrification	Contribute to the electrification sector by offering systems/products
		<ul style="list-style-type: none"> Percentage of sales increase in electrification (year-on-year)
2	“Monozukuri (Manufacturing)”	<ul style="list-style-type: none"> Introduce renewable energy Introduce green energy
		<ul style="list-style-type: none"> Reduction of CO2 emission in “Monozukuri (Manufacturing)”

DENSO will also publish supplemental information such as roadmaps or case studies of research and development relating to Advanced Safety and Automated Driving and case study of projects and research and development relating to Electrification.

2.5 External Review

Second Party Opinion (pre-issue external review)

VigeoEiris, an independent external consultant, has issued a second party opinion that this Green, Social and Sustainability Bond Framework is consistent with 2021 edition of Green Bond Principles (GBP), Social Bond Principles (SBP) and Sustainability Bond Guidelines (SBG) of International Capital Market Association (ICMA).

Compliance Review (Post issuance external review)

Before the one year anniversary of the Green, Social or Sustainability Bonds issuance, VigeoEiris, an independent external consultant, will review whether the eligible projects are in compliance with this Framework.

This review will be conducted annually until the applicable Green, Social or Sustainability Bonds are fully redeemed.

Appendix 1: Promoting Sustainability throughout the Supply Chain

Implementing Sustainability procurement under the Supplier Sustainability Guidelines

Based on requests from industry organizations and customers both in Japan and overseas, DENSO has developed various sustainability-related tools, including the Supplier Sustainability Guidelines, in order to promote efficient sustainability procurement together with its suppliers. Also, we regularly ask our suppliers to assess their own sustainability practices through self-evaluation. Based on the results of their assessments, we communicate the strengths and weaknesses to each supplier and provide the necessary support.

The main contents of the Supplier Sustainability Guidelines are 1. Safety and product quality; 2. Human rights and labor; 3. Environment; 4. Compliance; 5. Disclosure; 6. Risk management; 7. Responsible material procurement; 8. Social contribution; and 9. Development for all suppliers. We also conduct visits to multiple DENSO Group suppliers to exchange opinions on these matters.

Initiatives to Address the Issue of Conflict Minerals

Minerals that originate from many politically unstable regions and countries, including the Democratic Republic of the Congo are termed “conflict minerals.” These minerals are mined using methods that exacerbate human rights abuses including forced labor and child labor, and transactions in these minerals can be used to finance armed groups. Accordingly, conflict minerals are considered a significant social human rights issue.

DENSO CORPORATION and its Group companies recognize that conflict minerals represent one of the most significant social issues within the supply chain and have been promoting the procurement of minerals that gives consideration to environmental impact as well as social problems such as human rights violations. As for specific initiatives, we have participated in working groups of trade organizations, including organizations related to the automobile industry, to investigate the usage of conflict minerals by retrospectively reviewing our supply chains step by step. We also worked to establish efficient investigation methods that give consideration to the burden on suppliers. Furthermore, we have actively contributed to joint informational meetings geared toward industry-sponsored suppliers and made concerted efforts to promote activities that foster understanding of the conflict minerals issue.

We have also established a companywide policy to respond to the issue of conflict minerals and made revisions to the Supplier Sustainability Guidelines. At the General Meeting of Suppliers, we request that all of our suppliers procure resources and materials with a strong sense of social responsibility. Through cooperation with our business partners, we will continue to make efforts to avoid the use of minerals suspected of being procured through antihumanitarian means.

Anti-bribery Compliance Activity

DENSO has ensured thorough compliance with anti-bribery regulations under DENSO Global Anti-Bribery Policy and Anti-bribery compliance committee by introducing anti-bribery internal rules and engaging in

educational activities to the employees, etc.

We require all those involved in our business not to engage in bribery or similar acts in connection with political parties or administrative bodies, and not to engage in giving or receiving gifts, entertainments or money involving third parties with the intention to acquire or maintain unjust preferential treatment.

Building Green Partnerships within the Supply Chain

DENSO procures materials and components from various suppliers that are active in a wide range of fields. Based on our previously established Green Procurement Guideline, we have worked with our suppliers to promote environmental initiatives. These initiatives have helped reduce the environmental burden throughout the entire life cycle of our products. They have also promoted effective use of resources and energy across the entire Group.

Green Procurement Guidelines

DENSO has established the DENSO Group's Green Procurement Guidelines designed to reduce the use and emissions of environmentally hazardous substances on an ongoing basis. To this end, we have been asking our suppliers to take the following initiatives.

1. Establish an environmental management system
2. Manage and reduce environmentally hazardous substances
3. Reduce CO2 Emissions within logistics activities and reduce packing material usage
4. Improve environmental performance

The Guidelines were revised in 2017 to apply globally, because DENSO is promoting global procurement beyond Japan.

Appendix2 : Sample Impact Report (Advanced Safety and Automated Driving)

<Achieved Safety Feature and benefit necessary for Advanced Safety and Automated Driving>

DENSO's Targeted Safety Feature and Benefit achieved ("✓" means already achieved)

Safety Technology System	DENSO's Targeting Safety Feature and Benefit	Types of Accidents	Target to be achieved by Sep 2026	Achieved as of [mmm 2021]	
Autonomous Emergency Braking	Car-to-Car	Rear-end Collision	✓	✓	
		Reversing	✓	✓	
		Intersection (Left Turn across path Opposite Direction, Straight Crossing Path)	✓		
		Head-on Collision	✓		
		Lane Change (Blind Spot Assitance)	✓	✓	
	Car-to-Pedestrian	Rear-end Collision/Crossing	✓	✓	
		Intersection (Crossing after turning)	✓		
		Reversing	✓		
	Car-to-Bicyclde	Rear-end Collision/Crossing	✓	✓	
		Intersection (Crossing after turning)	✓		
		Reversing	✓		
	Car-to-Motorcycle	Rear-end Collision	✓		
		Reversing	✓		
		Intersection (Left Turn across path Opposite Direction, Straight Crossing Path)	✓		
		Head-on Collision	✓		
		Lane Change (Blind Spot Assitance)	✓	✓	
	Clash Avoidance (Low speed)	Vehicle/Obstacles/etc	Pedal error	✓	✓
	Driver Assistance/Automated Driving (Highway)	Vehicle/Lane		✓	✓
Road Curvature			✓		
Driver Assistance/Automated Driving (General Road)	Vehicle/Lane/Pedestrian		✓		
	Virtual Lane Guidance (Map utilization)		✓		
	Traffic Signal		✓		
	Road Sign (Speed Limit etc.)		✓	✓	
Parking Assist System	Parking Assist		✓	✓	
Driver Monitoring	Face direction / Drowsiness		✓		

* This chart on safety features pertain to automobiles; DENSO is contributing to equipping vehicles with these safety features.

Disclaimer

The information and opinions contained in this Green, Social and Sustainability Bond Framework of DENSO CORPORATION (the "Framework") are provided as of the date of the Framework and are subject to change without notice. None of DENSO CORPORATION or any of its affiliates assume any responsibility or obligation to update or revise statements contained in the Framework, regardless of whether any statements are affected by the results of new information, future events or otherwise. The Framework represents current DENSO CORPORATION policy and intent, is subject to change and is not intended to, nor can it be relied on, to create legal relations, rights or obligations. The Framework is intended to provide non-exhaustive, general information. The Framework may contain or incorporate by reference public information not separately reviewed, approved or endorsed by DENSO CORPORATION and accordingly, no representation, warranty or undertaking, express or implied, is made and no responsibility or liability is accepted by DENSO CORPORATION as to the fairness, accuracy, reasonableness or completeness of such information. The Framework may contain statements about future events and expectations that are forward-looking in nature. None of the future projections, expectations, estimates, prospects or other forward-looking information in this document should be taken as forecasts or promises, nor should they be taken as implying any indication, assurance or guarantee that the assumptions on which such future projections, expectations, estimates or prospects have been prepared are correct or exhaustive or, in the case of assumptions, fully stated in the Framework. No representation is made as to the suitability of any Green Bonds, Social Bonds or Sustainability Bonds that may be issued under the Framework to fulfill the environmental, social or sustainability criteria required by prospective investors. Each potential purchaser of bonds should determine for itself the relevance of the information contained or referred to in the Framework or the relevant bond documentation for such Green Bonds, Social Bonds or Sustainability Bonds regarding the use of proceeds, and its purchase of Green Bonds, Social Bonds or Sustainability Bonds should be based upon such investigation as it deems necessary. DENSO CORPORATION has set out its intended policy and actions in the Framework in respect of use of proceeds, project evaluation and selection, management of proceeds and reporting, in connection with the Green Bonds, Social Bonds or Sustainability Bonds. However, it will not be an event of default or breach of contractual obligations under the terms and conditions of any such Green Bonds, Social Bonds or Sustainability Bonds if DENSO CORPORATION fails to adhere to the Framework, whether by failing to fund or complete eligible projects under the Framework or by failing to ensure that proceeds do not contribute directly or indirectly to the financing of the activities that meet one or more of the exclusionary criteria specified in the Framework, or by failing (due to a lack of reliable information and/or data or otherwise) to provide investors with reports on uses of proceeds and environmental or social impacts as anticipated by the Framework, or otherwise. In addition, it should be noted that all of the expected benefits of the eligible projects as described in the Framework may not be achieved. Factors including (but not limited to) market, political and economic conditions, changes in government policy (whether with a continuity of the government or on a change in the composition of the government), changes in laws, rules or regulations, the lack of available eligible projects being initiated, failure to complete or implement projects and other challenges, could limit the ability to achieve some or all of the expected benefits of these initiatives, including the funding and completion of eligible projects. Each environmentally or socially focused potential investor should be aware that eligible projects may not deliver the environmental, social or sustainability benefits anticipated, and may result in adverse impacts.