

< Outline of the subordinated loan >

	Tranche A	Tranche B
Drawdown Date	June 28, 2016	December 29, 2016
Amount	22 Billion JPY	30 Billion JPY
The Number of Lenders	7	7
Maturity Date	Tranche A: December 28, 2076 (60 years and 6 months) Tranche B: December 29, 2076 (60 years) • Callable at the initiative of Suntory on any quarterly interest payment date after 5 years and 6 months for Tranche A and 5 years for Tranche B of drawdown date. • Also redeemable upon unfavorable changes in taxation or equity credit criteria set by credit agencies.	
Deferral of Interest	(i) Optional suspension of interest payment. (ii) With efforts to satisfy any accumulated interest payment amount after 5 years. (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.	
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	A Equity Credit of 50% (Japan Credit Rating Agency, Ltd.)	
Use of proceed	Funds for prepayment of existing subordinated bond and loan.	