

For immediate release

Shinsei Bank, Limited
Shinsei Corporate Investment Limited
Japan Social Impact Investment Foundation

**Establishment of Japan Impact Investment II Limited Partnership
as Infrastructure for Supporting and Developing Startups
Aiming to Solve Social Challenges**

Tokyo (Friday, June 28, 2019) --- Shinsei Impact Investment Limited, (Representative Directors: Chunmei Huang (Ozaki) and Sayaka Takatsuka (Miyabe); hereinafter, “Shinsei Impact”) invested by Shinsei Corporate Investment Limited (President and CEO: Ippei Matsubara; hereinafter, “SCI”) of Shinsei Bank Group, and Japan Social Impact Investment Foundation (CEO: Mitsuaki Aoyagi; hereinafter, “SIIF”) have established Japan Impact Investment II Limited Partnership (hereinafter, the “Fund”) with Mizuho Bank, Ltd. (President & CEO: Koji Fujiwara; hereinafter, “Mizuho Bank”). The Fund is established as a step for Japan to become the “economic country solving social challenges”, aiming to spread impact investments as a system for injecting risk money into fields for industrial and social reforms. The Fund completed its first closing at JPY2.2 billion.

The Fund’s social significance is “building an ecosystem of impact investments by increasing the number of impact investors and sharing the impact investment know-how” as well as “securing both economic returns and social returns (i.e. solving social challenges)”. Sharing the same understanding of social significance, Shinsei Impact, SIIF, and Mizuho Bank will build a new ecosystem for supporting and developing startups through the Fund, to start assisting the creation of industries and businesses that will impact society.

The Fund is the successor fund of Japan Impact Investment I Limited Partnership (hereinafter, “Child-care Support Fund”) which was established jointly by Shinsei Bank, Limited (President and CEO: Hideyuki Kudo; hereinafter, “Shinsei Bank”) and SCI in January 2017.

The Fund aims to support the growth of invested companies and to expand the social impact through close collaboration by SCI, SIIF, and Mizuho Bank. The three companies will operate the Fund jointly, bringing SCI’s know-how of operating joint funds and experience in equity impact investment through Child-care Support Fund, SIIF’s track record in developing the impact investment market and impact measurement know-how, and Mizuho Bank’s solid

network, financial service provision capacity using its innovation support function “M’s Salon”, and consulting capability altogether.

In addition to the fund operating members, Shinsei Bank, Sumitomo Mitsui Trust Bank, Limited (President: Masaru Hashimoto), and other educational and industrial corporations have invested in the Fund for its first closing.

The fund aims to create a sustainable society by focusing on “working people”, and is targeting “childcare, nursing care, and new work style-related businesses”, such as a) worker-oriented companies contributing to building an environment where people in different situations can continue working despite their life events such as child and nursing care, b) educational and nursing care service providers contributing to developing next-generation talent, and c) the companies supporting child and nursery care balance. The Fund will invest in early-to-later stage companies with JPY100 million to JPY500 million per investment. As an impact investment fund aiming to secure both economic returns and social returns, the Fund continues contributing to solving social challenges through investment, by building partnerships with investors, business operating companies, and experts.

■ About SCI

SCI which owns Shinsei Impact conducts disciplined investment activities utilizing knowledge piled up through over-a-decade private equity investments. SCI operates Child-care Support Fund, the first impact investment fund by a Japanese bank for creating a social-challenge-solving economy, and has been accumulating track records of impact investments towards startups and the network for the investments. The initiative buildup by Ms. Huang (Ozaki) and Ms. Takatsuka (Miyabe) won Nikkei WOMAN’s “Woman of the Year 2019 Childcare Support Award”. Based on “Grow through Value Co-creation” set by the Shinsei Bank Group in its Medium-Term Strategies, SCI will continue to promote building an ecosystem for impact investments in Japan with various partners.

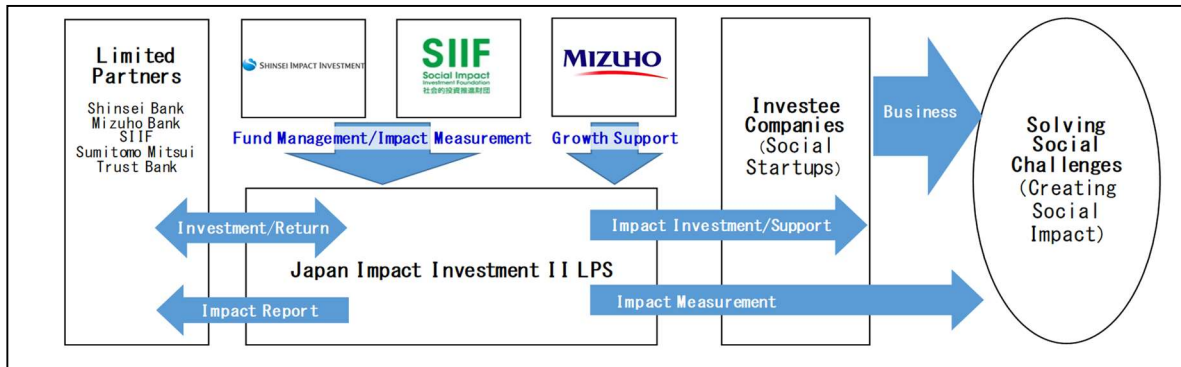
■ About SIIF

As an organization playing a central role in promoting impact investments in Japan, SIIF is promoting building an ecosystem for impact investments by creating various impact investment precedents centered on Social Impact Bonds (hereinafter, “SIB”) through the provision of risk capital together with financial institutions, and by measuring the social impacts created by invested businesses and providing policy recommendations.

Note: “Impact Investments” aims to secure both economic returns and social returns by

investing in companies aiming to solve social challenges.

【Assumed investment scheme】



【Summary of the Fund】

- Name : Japan Impact Investment II Limited Partnership
- Establishment : June 28, 2019
- Fund Size : JPY 2.2 billion (at the time of the first closing)
- Investors : GP (General Partner): Japan Impact Investment II LLP
LP (Limited Partner): Shinsei Bank, Limited, Mizuho Bank, Ltd., Japan Social Impact Investment Foundation, Sumitomo Mitsui Trust Bank, Limited, and others
- Terms : Investment period: 5 years; Fund term: 10 years
- Investment Target: : Early-to-later-stage companies operating childcare/nursing care/new work style-related businesses