

**Notice Regarding Determination of Terms and Conditions of Publicly Offered Hybrid Bonds  
(Subordinated Bonds)**

Aisin Seiki Co., Ltd. (AI) hereby announces that today it has determined the following terms and conditions of publicly offered hybrid bonds (subordinated bonds) (the “Hybrid Bonds”)<sup>\*1</sup> as noted in the announcement dated January 27, 2020, “Notice Regarding Issuance of Publicly Offered Hybrid Bonds (Subordinated Bonds).”

(1)	Name of bonds	Aisin Seiki Co., Ltd. 1st unsecured subordinated bonds with optional interest payment deferral and early redemption provisions	Aisin Seiki Co., Ltd. 2nd unsecured subordinated bonds with optional interest payment deferral and early redemption provisions	Aisin Seiki Co., Ltd. 3rd unsecured subordinated bonds with optional interest payment deferral and early redemption provisions
(2)	Total amount of Issue	JPY 130billion	JPY 19billion	JPY 51billion
(3)	Initial interest Rate	0.4% per annum <sup>*2</sup>	0.41% per annum <sup>*3</sup>	0.47% per annum <sup>*4</sup>
(4)	Closing date	February 28, 2020		
(5)	Maturity date	February 28, 2080		
(6)	Early redemption	AI may, at its discretion, redeem the Hybrid Bonds (i) on any interest payment date on or after February 28, 2025 or (ii) upon the occurrence and continuation of a tax event or an equity credit change event on or after the closing date	AI may, at its discretion, redeem the Hybrid Bonds (i) on any interest payment date on or after February 28, 2027 or (ii) upon the occurrence and continuation of a tax event or an equity credit change event on or after the closing date	AI may, at its discretion, redeem the Hybrid Bonds (i) on any interest payment date on or after February 28, 2030 or (ii) upon the occurrence and continuation of a tax event or an equity credit change event on or after the closing date
(7)	Interest payment dates	February 28 and August 28 of each year		
(8)	Optional interest payment deferral	AI may, at its discretion, defer all or part of the interest payments on the Hybrid Bonds		
(9)	Subordination	Subordinated to all indebtedness of AI and senior to common stock of AI		
(10)	Rating	A (Rating and Investment Information, Inc.)		
(11)	Equity content	The Hybrid Bonds are recognized as eligible for 50% equity content of the total amount of issue by Rating and Investment Information, Inc. and S&P Global Ratings Japan Inc.		
(12)	Offering format	Public offering in Japan		

Note: This press release is intended for information purpose only and is not a solicitation or offer to buy or sell securities or related financial instruments.

(13)	Underwriters	Nomura Securities Co., Ltd., SMBC Nikko Securities Inc., Mizuho Securities Co., Ltd., Mitsubishi UFJ Morgan Stanley Securities Co., Ltd. and Daiwa Securities Co. Ltd. serve as joint lead managers		
(14)	Book-entry transfer institution	Japan Securities Depository Center, Inc.		
(15)	Fiscal agent	MUFG Bank, Ltd.	Sumitomo Mitsui Banking Corporation	Sumitomo Mitsui Banking Corporation

- \*1 The Hybrid Bonds are debt and do not result in equity dilution
- \*2 Fixed interest rate from the day following February 28, 2020 to February 28, 2025; variable interest rate from the day following February 28, 2025 (Interest rate shall step-up on the day following February 28, 2030 and the day following February 28, 2045)
- \*3 Fixed interest rate from the day following February 28, 2020 to February 28, 2027; variable interest rate from the day following February 28, 2027 (Interest rate shall step-up on the day following February 28, 2030 and the day following February 28, 2047)
- \*4 Fixed interest rate from the day following February 28, 2020 to February 28, 2030; variable interest rate from the day following February 28, 2030 (Interest rate shall step-up on the day following February 28, 2030 and the day following February 28, 2050)

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