

NISSAN
MOTOR CORPORATION

**Nissan and Nissan Sales
Finance affiliates**

**Sustainable Finance
Framework**

July 2024

Table of Contents

1. Introduction	2
2. Sustainability Initiatives	3
3. Structure of the Sustainable Finance Framework	10
3.1. Use of Proceeds	10
3.2. Process for Project Evaluation and Selection ..	20
3.3. Management of the Proceeds.....	21
3.4. Reporting.....	22
4. External Review	24
4.1. Second Party Opinion.....	24

1. Introduction

Nissan Motor Co., Ltd ("Nissan") embraces the corporate purpose of "Driving innovation to enrich people's lives", and provides unique and innovative automotive products and services that deliver superior value to all stakeholders.

As a world-leading automobile manufacturer, Nissan operates globally, strongly focusing on key markets such as Japan, China and North America. By leveraging strengths such as high technological capabilities in electrification and autonomous driving, and the strong alliance with Renault and Mitsubishi Motors, Nissan efficiently develops and provides high-value added products with more innovative and advanced technologies.

Nissan also provides financing to dealers and retail customers for the purchase or lease of Nissan vehicles through sales finance group companies such as Nissan Financial Services Co., Ltd. (Japan), Nissan Motor Acceptance Company LLC (U.S.A.), NR Finance Mexico, S.A. de C.V. (Mexico), Dongfeng Nissan Auto Finance Co., Ltd. (China), 5 other companies and the sales finance operations of Nissan Canada, Inc. (Canada) (together, "Nissan Sales Finance affiliates").

As Nissan continues to develop as a company through its full range of global activities, Nissan seeks to create economic value and contribute to the resolution of each issue facing society as a leading global automaker. Nissan is committed to all stakeholders including customers, shareholders, employees and the communities where it does business and contributing to the development of society, through the realization of cleaner, safer and more sustainable mobility as well as the provision of related services. Nissan's environmental philosophy is to promote "a symbiosis of people, vehicles and nature." Nissan is aware of the environmental impact of the operations and takes proactive measures to reduce its environmental impact by working to conserve energy, reduce carbon dioxide emissions, reduce waste, improve recycling programs and reduce pollution.

2. Sustainability Initiatives

Nissan's purpose places sustainability at the core of the business. This means working towards a cleaner, safer, more inclusive world which continues to define how we develop products, technologies, and services. Nissan has accelerated its sustainability strategy by introducing the Nissan Green Program 2030 (NGP2030) and Nissan Social Program 2030 (NSP2030). These programs will provide a foundation for Nissan's business plan (The Arc) and help realize objectives laid out in the Ambition 2030, the company's long-term vision.

Key Themes for NPG2030: Climate Change, Resource Dependency, Air Quality & Water¹

The Nissan Green Program (NGP2030) was launched as a fifth-generation program that aims to further reduce environmental impact and create positive value through improving technologies and business processes.

The NGP2030 categorizes the environmental initiatives as Climate Change, Resource Dependency, and Air Quality & Water to drive the realization of our long-term vision, Ambition 2030. Under Climate Change, Nissan aims to reduce CO2 emission per car by 30% through its lifecycle by 2030, and its ultimate goal is to achieve carbon neutrality by 2050. Nissan plans to accomplish this by reducing emissions in corporate activities and accelerating electrification through its product lineup. Resource Dependency involves accelerating the implementation of sustainable materials in vehicles based on a circular economy approach. Air Quality & Water focuses on minimizing the negative impact of our vehicles on water and air quality, improving people's quality of life.

As a mobility solutions provider, Nissan understands its significant accountability for the environment and the scale of the impacts it can make through its collaboration with corporate partners and innovatively working towards material goals.



Climate Change

Aim to achieve carbon neutrality in our daily operations and throughout the lifecycle of our products by 2050 through electrification and manufacturing technologies.



Resource Dependency

Adopt a circular economy approach which maximizes the reuse and recycling of materials and enhances mobility ecosystems.



Air Quality & Water

Focus on reducing the impact our vehicles can have on water and air quality, improving people's quality of life.

¹ NGP2030
(<https://www.nissan-global.com/EN/SUSTAINABILITY/ENVIRONMENT/>)

Pursuing a Zero-Emission Society

In January 2021, Nissan announced that it had set the goal of achieving carbon neutrality across its operations and the life cycle of its products by 2050. As part of this effort, by the early 2030s, every all-new Nissan vehicle offering in key markets will be electrified.

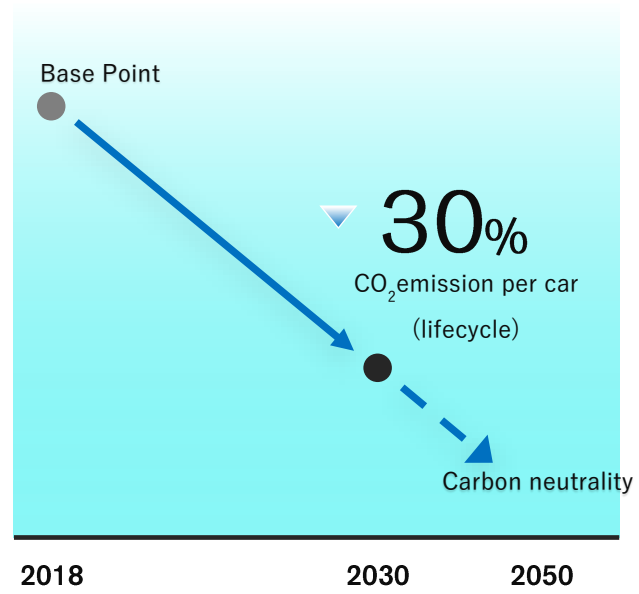
Further, Nissan announced Ambition 2030 vision in November 2021 to accelerate electrification plans. In February 2023, Nissan announced that it would be accelerating the electrification plans by introducing new models and sales targets. Also, in March 2024, Nissan launched The Arc business plan to strengthen product portfolio, advance electrification, introduce new ways of developing manufacturing, and harness partnerships to achieve the long-term vision, Nissan Ambition 2030.

Nissan will continue to promote the evolution of new technologies and businesses, and under the umbrella of Nissan Intelligent Mobility², Nissan takes a unified approach to bringing new technologies, functions, businesses and services to market.

² Nissan Intelligent Mobility

(<https://www.nissanusa.com/experience-nissan/intelligent-mobility.html>)

CO₂ Reduction Scenario³



³ Nissan Sustainability Report 2023 – P26

(<https://www.nissan-global.com/EN/SUSTAINABILITY/LIBRARY/SR/2023.html>)

In line with the acceleration of vehicle electrification, intelligence and the Nissan Intelligent Mobility concept promoted by Nissan, vehicle functions and assembly are becoming increasingly complex. As further technological innovations will be essential in the production process, Nissan promotes clean manufacturing through the following initiatives:

(i) Promoting Renewable Energy:

Nissan takes three approaches toward promoting the adoption and integration of renewable energy in line with the characteristics of each region: (1) generating own power in company facilities; (2) sourcing energy with a higher proportion of renewables; and (3) leasing land, facilities and other assets to power companies

(ii) Waste Management and Circular Economy:

Nissan is developing systems for using resources efficiently and sustainably across its entire lifecycle, and has adopted the concept of the "Circular Economy" to maximize the value it provides to customers and society. In an attempt to use resources efficiently with less energy, Nissan will promote the use of recycled materials and recycling end-of-life vehicles, and strive to incorporate reusable resources in the activities at the design, purchasing and manufacturing stages.

(iii) Sustainable Water and Wastewater Management:

Nissan manages wastewater quality to even stricter standards than required by local regulations at each of its production sites. At sites in Japan, Nissan has further strengthened measures against water pollution by attaching water quality sensors to the discharge points of the wastewater treatment facilities to automatically suspend water discharge if water quality problems are detected. Processing recycled water using reverse osmosis membrane has allowed some sites to achieve zero wastewater discharge.

NSP2030: a comprehensive roadmap to make Nissan an even more people-centric company that creates long-term value for its people, communities, partners, and greater society

NSP2030 is the first program that has been formulated to promote social initiatives. Nissan aims to become an even more people-centric company by growing together with employees, suppliers, partners, and society. Nissan recognizes that people are key to business and the entire process, thus Nissan will continue to provide long-term value to its people, communities, partners, and greater society.

In NSP2030, Nissan has set 9 key areas and specific goals for 2030 within each area. These key areas include employee-related areas such as Diversity, Equity & Inclusion (DEI), Learning & Development, and Health & Safety, and others including Safety, Quality, Communities, and others including Safety, Quality, Communities.



Nissan continues to promote and strengthen initiatives for human rights for its stakeholders including but not limited to employees, partners, suppliers, customers, and greater society.

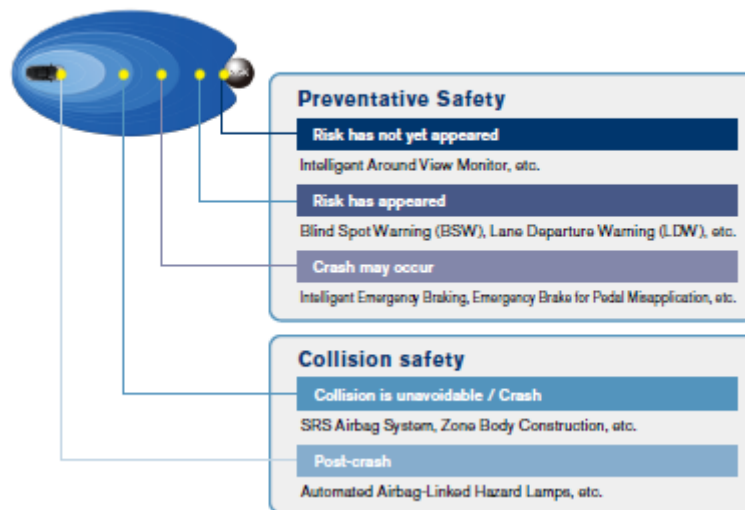
Aiming for a society with zero fatalities

Nissan designs and engineers cars that embody the pleasure and richness of driving while providing a high level of safety. More than 90% of traffic accidents are caused by human error. Nissan's goal is zero fatalities: reducing the number of deaths from accidents involving Nissan vehicles to virtually zero. To this end, Nissan continues working to help reduce traffic accidents

Aiming for Virtually Collision-Free Cars

Nissan's Safety Shield concept helps support the safety of vehicle occupants in a variety of scenarios from a comprehensive perspective, from accident prevention and avoidance to occupant protection. For example, during normal driving or parking, sensors and cameras can monitor vehicles and pedestrians that may be difficult for drivers to see; this supports drivers and allows them to drive with peace of mind. In times of potential danger, the vehicle can judge in an instant how to help avoid or lessen the danger. Nissan is committed as an automobile manufacturer to swift and widespread availability of its safety technologies.

Safety Shield



Driver-Assistance Technology Leading to a Dramatic Enhancement in Collision Avoidance Performance

Nissan believes that driver-assistance technology, by which some highly complex accidents can be avoided, will be essential in enabling its customers to use their vehicles with confidence in the upcoming era of autonomous driving. Nissan has therefore announced ground truth perception technology, which is a driver-assistance technology that can assist the driver in the collision avoidance performance of vehicles. This technology fuses information from next-generation high-performance LiDAR, radar and cameras, and can detect the shape and distance of objects, as well as the structure of the area surrounding the vehicle, in real time with a high degree of accuracy. Utilizing this technology, it is possible for the vehicle to instantly analyze and provide accurate information on its surrounding situation under complex circumstances and to judge and automatically perform required collision-avoidance operations. In June 2023, Nissan carried out a demonstration to perform collision-avoidance operations in accidents such as intersection collision which are caused by driver errors.

Aiming to complete the development of this technology by the mid-2020s, Nissan will first make ground truth perception technology available on selected new models, and on virtually every new model by fiscal 2030.

Community building through new mobility

In addition to delivering innovative, exciting vehicles and outstanding services to customers worldwide, Nissan believes it is important to play an active role as a community member, applying its special characteristics to contribute further to society. Under the “Agreement on Collaboration for Community Development Using New Mobility in the Hamadori Region of Fukushima Prefecture,” concluded in February 2021, Nissan has conducted field tests of “Namie Smart Mobility”, an on-demand vehicle dispatch service. The path from testing through deployment has been moving forward through making the service available all-year starting in June 2022, turning into a charged service since January 2023, and starting “the Smart Mobility Kids service”, a pick-up/drop-off service for students. Equipped with this knowledge, Nissan plans to begin offering autonomous-drive mobility services

starting in fiscal year 2027, working with third parties such as local authorities and transport operators. Nissan will begin trials in the Minato Mirai area of Yokohama, Japan in fiscal 2024, and eventually scale up the trials the following fiscal year.

Furthermore, energy management testing that has started in Namie Town has launched in March 2024 as “Nissan Energy Share”, a new service which features Nissan-unique energy management technology that controls the charging and discharging of EV batteries.

3. Structure of the Sustainable Finance Framework

In accordance with its sustainability strategy, Nissan has established a holistic Nissan/Nissan Sales Finance affiliates Sustainable Finance Framework (“Framework”) under which entities can finance Green Bond, Sustainability Bond, Green Loan, and/or Sustainability Loan (together, “Sustainable Finance”).

Funding entities will include both Nissan Motor Co., Ltd and Nissan Sales Finance affiliates, which include but are not limited to Nissan Financial Services, Nissan Motor Acceptance Company LLC, Nissan Canada, Nissan Leasing (Thailand), Nissan Financial Services Australia, Nissan Financial Services New Zealand, Dongfeng Nissan Auto Finance, Dongfeng Nissan Financial Leasing, NR Finance Mexico and Nissan Renault Financial Services India

This Framework has been developed in alignment with the Green Bond Principles (GBP) 2021, Social Bond Principles (SBP) 2023, Sustainability Bond Guidelines (SBG) 2021, Green Loan Principles (GLP) 2023, and Social Loan Principles (SLP) 2023 (together, “the Principles”), which are a set of voluntary guidelines that recommend transparency and disclosure and promote integrity in the development of sustainable finance.

Following the Principles, this Framework addresses the following key pillars:

1. Use of Proceeds
2. Process for Project Evaluation and Selection
3. Management of the Proceeds
4. Reporting

Nissan/Nissan Sales Finance affiliates intends to update this Framework from time to time, at its sole discretion and on a best effort basis, reflecting the best practices in the sustainable finance market and the updates of the Principles.

3.1. Use of Proceeds

Nissan/Nissan Sales Finance affiliates will allocate an amount equal to the net proceeds from Sustainable Finance to new or existing projects that meet at least one of the Eligibility Criteria set forth below (“Eligible Projects”). The Eligibility Criteria applies to “**Eligible Green Projects**” for Green Bond and Green Loan, and also to “**Eligible Green Projects**” and “**Eligible Sustainability (Green/Social) Projects**” for Sustainability Bond and Sustainability Loan.

Nissan/Nissan Sales Finance affiliates’ Eligible Projects will have occurred not more than 36 months prior to the date of the related financing. Nissan/Nissan Sales Finance affiliates’ intention is to fully allocate the net proceeds of each Bond/Loan within 24 months of its financing.

Eligible Criteria for Nissan

1. Eligible Green Projects for Nissan

Eligible Green Categories	Eligibility Criteria	Environmental Objective	Sustainable Development Goals
Clean Transportation	Zero-emission Vehicles <ul style="list-style-type: none"> • Research & development, investments and expenditures for the design, development, and manufacturing of zero-emission vehicle and components including E-Axle/batteries for "Battery Electric Vehicle (BEV)" or other future carbon-neutral transportation 	Climate change mitigation	7. Affordable and Clean Energy 11. Sustainable Cities and Communities 13. Climate Action
Scope 1 and 2 CO₂ emission reduction	Renewable Energy <ul style="list-style-type: none"> • Investment related to the construction, development, acquisition, maintenance and operation of renewable energy projects, including wind and solar • Expenditures related to the purchase of renewable energy power (including expenditures for the purchase of renewable energy through PPA / VPPA) 	Climate change mitigation	7. Affordable and Clean Energy 11. Sustainable Cities and Communities 12. Responsible Consumption and Production 13. Climate Action

Eligible Green Categories	Eligibility Criteria	Environmental Objective	Sustainable Development Goals
	<p>Energy Efficiency</p> <ul style="list-style-type: none"> • Investments for improved energy efficiency at manufacturing facilities mainly for “Zero-emission Vehicles” • Nissan’s action to CO₂ reduction including but not limited to: <ul style="list-style-type: none"> ○ LED ○ Air conditioning with less electricity consumption 		
<p>Clean Manufacturing</p>	<p>Sustainable Water and Wastewater Management</p> <ul style="list-style-type: none"> • Investments related to water efficiency and improved water quality in production and office facilities including sustainable water management in industrial processes⁴ 	<p>Sustainable Water Management</p>	<p>6. Clean Water and Sanitation 11. Sustainable Cities and Communities 12. Responsible Consumption and Production</p>
	<p>Waste Management and Circular Economy</p> <ul style="list-style-type: none"> • Research & development and investments for the projects that decrease waste generation, 	<p>Sustainable Waste Management</p>	<p>11. Sustainable Cities and Communities 12. Responsible Consumption and Production</p>

⁴ <https://www.nissan-global.com/EN/ENVIRONMENT/GREENPROGRAM/WATERSCARCITY/>

Eligible Green Categories	Eligibility Criteria	Environmental Objective	Sustainable Development Goals
	<p>increase waste diversion from landfill and reduce consumption of natural resources and energy, including:</p> <ul style="list-style-type: none"> ○ Increasing the use of renewable, recycled or reused materials ○ Improving the separation and recovery of commodities from materials 		

2. Eligible Sustainability (Green/Social) Projects for Nissan

Eligible Green / Social Categories	Eligibility Criteria	Environmental / Social Objective / Target Population	Sustainable Development Goals
Upstream Technology to create Nissan EV Ecosystem and Smart Cities			
Installation of basic infrastructure toward the realization of EV society	Clean Transportation <ul style="list-style-type: none"> • Research & development and investments for BEV charging ports for the Zero-emission Vehicles • Research & development, investments and expenditures for the promotion of reuse and recycling of used vehicle parts such as batteries⁵ 	Green: <ul style="list-style-type: none"> - Expansion of a basic infrastructure to achieve an EV society (Climate change mitigation / Pollution Prevention) 	7. Affordable and Clean Energy 11. Sustainable Cities and Communities 13. Climate Action
Vehicle-to-Everything (V2X)	Vehicle-to-Everything (V2X) / using BEV Battery as an energy storage systems (ESS) <ul style="list-style-type: none"> • Research & development, investments and expenditures for BEV batteries and Vehicle-to-Everything (V2X) technology for the above Zero-emission Vehicles • Research & development, investments and expenditures related to the usage of BEV batteries as an energy storage 	Green: <ul style="list-style-type: none"> - ESS to increase a penetration rate of renewable energy (Climate change mitigation) Social: <ul style="list-style-type: none"> - Providing access to basic infrastructure for vulnerable groups impacted by natural disasters that may include the general public 	7. Affordable and Clean Energy 9. Industry, Innovation and Infrastructure 11. Sustainable Cities and Communities 13. Climate Action

⁵ Nissan's batteries reuse and recycling activities including but not limited to: <https://www.4r-energy.com/>

Eligible Green / Social Categories	Eligibility Criteria	Environmental / Social Objective / Target Population	Sustainable Development Goals
	<p>systems (ESS) for emergent events such as natural disasters</p>		
<p>Autonomous Driving Technologies (including Advanced Safety / Driver-assistance Technologies)</p>	<p>Autonomous Driving Technologies for the realization of Cleaner, Safer and More Sustainable mobility</p> <ul style="list-style-type: none"> • Research & development for the Advanced Safety / Driver-assistance technologies to achieve zero fatalities from traffic accidents / road safety, and also to provide transport services to vulnerable people. Nissan’s “ProPILOT⁶”, LiDAR or other future technologies composes of: <ul style="list-style-type: none"> ○ Intelligent Cruise Control: Maintains a consistent following distance even with 	<p>Social:</p> <ul style="list-style-type: none"> - Providing safety to drivers, passengers and pedestrians - Providing access to various types of transport and basic infrastructure for those who are not able to drive themselves, including but not limited to: <ul style="list-style-type: none"> - People with disabilities - Aging populations and vulnerable youth <p>Green:</p> <ul style="list-style-type: none"> - Autonomous Driving Technologies also contributes to reduction of energy consumption / CO₂ emission as a tool for promoting eco-driving (Climate change mitigation) 	<p>9. Industry, Innovation and Infrastructure</p> <p>11. Sustainable Cities and Communities</p>

⁶ <https://www.nissanusa.com/experience-nissan/news-and-events/nissan-propilot-assist.html>

Eligible Green / Social Categories	Eligibility Criteria	Environmental / Social Objective / Target Population	Sustainable Development Goals
	<ul style="list-style-type: none"> variable traffic speed ○ Steering Assist: Keeps the vehicle properly centered in the lane ○ Navi-link: supports the deceleration corresponding to the size of the curve ahead and changing the set speed by detecting speed limit signs ○ Nissan has been working closely with TRL⁷ and NASA⁸ for the application of Autonomous Driving Technology to MaaS. 		
Downstream Social Experiment for a practical use in Nissan EV Ecosystem and Smart Cities			
Mobility as a Service (MaaS)	Clean Mobility as a Service (MaaS) using Zero-emission Vehicles <ul style="list-style-type: none"> • Research & development, investments and expenditures related to the 	Green: <ul style="list-style-type: none"> - Reducing environment load by promoting not only private vehicles but also shared-riding services to facilitate the wider 	<ul style="list-style-type: none"> 7. Affordable and Clean Energy 9. Industry, Innovation and Infrastructure 11. Sustainable Cities and Communities 13. Climate Action

⁷ <https://trl.co.uk/news/servcity--a-project-making-autonomous-mobility-a-reality-in-the-uk-s-cities>

⁸ <https://global.nissannews.com/ja-JP/releases/release-4a75570239bf1983b1e6a41b7d03bb7e-nissan-and-nasa-extend-research-into-autonomous-mobility-services?source=nng>

Eligible Green / Social Categories	Eligibility Criteria	Environmental / Social Objective / Target Population	Sustainable Development Goals
	<p>services using vehicles that meet the below eligibility criteria⁹:</p> <ul style="list-style-type: none"> ○ BEV or other future carbon-neutral transportation vehicles ● Nissan’s MaaS service including but not limited to: <ul style="list-style-type: none"> ○ Easy Ride¹⁰ ○ WeRide¹¹ ○ e-share mobi¹² 	<p>spread of EV society (Climate change mitigation)</p>	
	<p>Mobility as a Service (MaaS) operated in depopulated area / impacted by natural disaster</p> <ul style="list-style-type: none"> ● Research & development, investments and expenditures related to the services using vehicles that provides access to passenger transport for residents in specified area where the access to public transport is limited, including but not limited to: 	<p>Social: Providing access to various types of transport for: - Excluded and/or marginalized populations and/or communities, which does not have an easy access to public transport - People with disabilities and aging populations</p>	<p>9. Industry, Innovation and Infrastructure 11. Sustainable Cities and Communities</p>

⁹ If the project involves vehicles equipped with an internal combustion engine (ICE) or HEV, the proceeds will be allocated only to BEV.

¹⁰ https://www.nissan-global.com/EN/TECHNOLOGY/OVERVIEW/easy_ride.html

¹¹ <https://www.weride.ai/>

¹² <https://e-sharemobi.com/>

Eligible Green / Social Categories	Eligibility Criteria	Environmental / Social Objective / Target Population	Sustainable Development Goals
	<ul style="list-style-type: none"> ○ Namie¹³ (Fukushima Prefecture, Japan) ○ Blue Switch Project¹⁴ using BEV Battery as an energy storage systems (ESS) 		

¹³ <https://global.nissanstories.com/en/releases/namie>

¹⁴ <https://global.nissanstories.com/en/releases/nissan-blue-switch>

Eligible Criteria for Nissan Sales Finance affiliates

3. Eligible Green Receivables for Nissan Sales Finance affiliates

Eligible Green Categories	Eligibility Criteria	Environmental Objective	Sustainable Development Goals
Clean Transportation	Zero-emission Vehicles <ul style="list-style-type: none"> Offering automotive financing products (Wholesale finance, Loan, Lease and other) for zero-emission vehicles such as BEV 	Climate change mitigation	7. Affordable and Clean Energy 11. Sustainable Cities and Communities 13. Climate Action

3.2. Process for Project Evaluation and Selection

Nissan has established a Sustainable Finance Committee (the “Committee”) to oversee the project evaluation and selection process and ensure selected projects comply with the eligibility criteria defined in the Use of Proceeds section of the Framework and are aligned with Nissan’s corporate sustainability strategy. The Committee is made up of senior leadership and other representatives from each of Nissan’s Treasury Group, Environmental Strategy Group, Corporate Strategy Department, and Global Sales Finance Department, and meets at least once per year. The Committee is responsible for:

Decision items

- Evaluating the compliance of proposed projects with the eligibility criteria throughout the life of the Bonds/Loans (with the policy of making only projects with positive long-term effects on the environment/society to be deemed Eligible Projects)
- Ensuring that the portfolio of Eligible Projects is aligned with the categories and eligibility criteria as specified in the “Use of Proceeds” section
- Replacing projects that no longer meet the eligibility criteria
- Confirming the content of the Framework, and reflecting/updating the relevant changes in Nissan’s business strategy, technology and market developments

Nissan’s Treasury Group in case the funding entity is Nissan and Nissan Sales Finance affiliates’ relevant department in case the funding entity is Nissan Sales Finance affiliates will track and monitor utilization of an amount equal to the net proceeds from Sustainable Finance at least once a year throughout the life of the instruments. Once Nissan/ Nissan Sales Finance affiliates becomes aware that certain proceeds do not meet the criteria of Eligible project, proceeds will be reallocated to other Eligible Projects and Nissan/ Nissan Sales Finance affiliates will report on the reallocations.

Risk Management for Environmental and Social Risks

Nissan applies environmental and social risk management measure in its project selection and capital allocation. Global Sustainability Steering Committee, a company-wide management chaired by Nissan’s Chief Sustainability Officer (CSO), is responsible for the specific activities under Nissan’s sustainability strategy, from setting goals to monitoring progress. The committee meets biannually and includes management representatives from functions for each of the ESG areas. Each function is responsible for advancing its own activities and progress is reported to the committee. Nissan implements the PDCA (plan, do, check, act) cycle in pursuit of improved sustainability performance.

Discussions at the Global sustainability Steering Committee are reported and proposed to the Executive Committee, Nissan’s highest decision-making body, which then uses that information to make decisions on sustainability policies and future initiatives.

3.3. Management of the Proceeds

Nissan

Nissan's Treasury Group will manage the proceeds from the financing instruments under this Framework in general account, and will track and monitor an amount equal to the net proceeds from Sustainable Finance to applicable Eligible Projects, using a register on an annual basis. Any pending allocation will be invested temporarily in cash, cash equivalents, or are used it to repay short-term borrowings (which is not associated with carbon-intensive activities.) In case a project is cancelled or postponed, proceeds will be reallocated to projects that are compliant with the Framework within 12 months after Nissan is aware of project divestment, postponement or ineligibility

Nissan Sales Finance affiliates

Nissan Sales Finance affiliates' relevant department will manage the proceeds from the financing instruments under this Framework in general account, and will track and monitor an amount equal to the net proceeds Sustainable Finance on a portfolio basis using Excel files. Nissan Sales Finance affiliates will be responsible for monitoring and ensuring the aggregate amount of Eligible Portfolio (automotive financing products satisfying eligible criteria) is equal to or greater than the aggregate amount raised in each Sustainable Finance. If for any reason the aggregate amount in each Eligible Portfolio is less than the total outstanding amount of each Sustainable Financing, Nissan Sales Finance affiliates will hold the net amount in cash, cash equivalents, or use it to repay short-term borrowings (which is not associated with carbon-intensive activities.)

3.4. Reporting

Annually until full allocation of net proceeds in case of Nissan, and until maturity in case of Nissan Sales Finance affiliates, the funding entity will provide information on its website on the allocation and expected environmental and/or social impact, where feasible, set out below.

Allocation Reporting

Nissan

- The amount of net proceeds allocated to Eligible Green/ Sustainability Projects by category
- The balance of any net proceeds yet to be allocated to Eligible Green/ Sustainability Projects
- Brief description of allocated Eligible Green/ Sustainability Projects
- The proportion of new and existing projects within the allocated net proceeds

Nissan Sales Finance affiliates

- The amount of net proceeds allocated to Eligible Green Projects by category
- The balance of any net proceeds yet to be allocated to Eligible Green Projects

Impact Reporting

Eligible Green Projects for Nissan

Eligibility Green Categories	Eligibility Criteria	Sample Reporting Item
Clean Transportation	Zero-emission Vehicles	<ul style="list-style-type: none"> • Number of BEV sold, and/or percent of BEV sold to overall car sales • Environmental impact such as CO₂ emissions reduced (CO₂-t)
Scope 1 and 2 CO ₂ emission reduction	Renewable Energy	<ul style="list-style-type: none"> • Annual amount of CO₂ emissions reduction (CO₂-t/year) • Annual amount of renewable energy consumed (TJ/year)
	Energy Efficiency	<ul style="list-style-type: none"> • Annual amount of CO₂ emissions reduction (CO₂-t/year)
Clean Manufacturing	Sustainable Water and Wastewater Management	<ul style="list-style-type: none"> • Water input per vehicle
	Waste Management and Circular Economy	<ul style="list-style-type: none"> • Amount of waste per vehicle • Recycled material content per vehicle

Eligible Sustainability (Green/Social) Projects for Nissan

Eligibility Categories	Eligibility Criteria	Sample Reporting Item
Upstream Technology to create Nissan EV Ecosystem and Smart Cities		
Installation of basic infrastructure toward the realization of EV society	Clean Transportation	<ul style="list-style-type: none"> • Qualitative explanation of the corporate activities •
Vehicle-to-Everything (V2X)	Vehicle-to-Everything (V2X) / Blue Switch Project using BEV Battery as an energy storage systems (ESS)	<ul style="list-style-type: none"> • Qualitative description of the projects • Number of beneficiaries / stakeholders
Autonomous Driving Technologies (including Advanced Safety / Driver-assistance Technologies)	Autonomous Driving Technologies for the realization of Cleaner, Safer and More Sustainable mobility	<ul style="list-style-type: none"> • Development status of Autonomous Driving Technologies such as ProPILOT
Downstream Social Experiment for a practical use in Nissan EV Ecosystem and Smart Cities		
Mobility as a Service (MaaS)	Clean Mobility as a Service (MaaS) using Zero-emission and Low Carbon Vehicles	<ul style="list-style-type: none"> • Qualitative description of the projects • Number of passenger transported / distance travelled • Number of beneficiaries / stakeholders
	Mobility as a Service (MaaS) operated in depopulated area / impacted by natural disaster	<ul style="list-style-type: none"> • Qualitative description of the projects • Number of passenger transported / distance travelled • Number of beneficiaries / stakeholders

Eligible Green Projects for Nissan Sales Finance affiliates

Eligibility Categories	Eligible Criteria	Sample Reporting Item
Clean Transportation	Zero-emission Vehicles	<ul style="list-style-type: none"> • Number of BEV financed • Environmental impact such as CO₂ emissions reduced by BEV and e-POWER vehicles (CO₂-t)

4. External Review

4.1. Second Party Opinion

Nissan has obtained the Second Party Opinion (SPO) from Moody's Ratings that its Sustainable Finance Framework is in alignment with the GBP 2021, SBP 2023, SBG 2021, GLP 2023 and SLP 2023. The SPO will be available on Moody's Ratings website.

Disclaimer

The information and opinions contained in the Framework are provided as at the date of the Framework and are subject to change without notice. None of Nissan or any of its affiliates assume any responsibility or obligation to update or revise such statements, regardless of whether those statements are affected by the results of new information, future events or otherwise. The Framework represents current Nissan 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 Nissan and accordingly, no representation, warranty or undertaking, express or implied, is made and no responsibility or liability is accepted by Nissan 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. None of the future projections, expectations, estimates or prospects in the Framework 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 Bonds/Loans funded under the Framework to fulfil the environmental, social or sustainability criteria required by prospective investors. Each potential purchaser of Bonds/Loans should determine for itself the relevance of the information contained or referred to in the Framework or the relevant bond documentation for Sustainable Finance regarding the use of proceeds, and its purchase of Sustainable Finance should be based upon such investigation as it deems necessary. Nissan 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 Sustainable Finance. However, it will not be an event of default or breach of contractual obligations under the terms and conditions of any such Sustainable Finance if Nissan fails to adhere to the Framework, whether by failing to fund or complete Eligible Projects 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, socially or sustainability 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.