

February 5, 2024

Company Name: Dexerials Corporation
 Security Code: 4980
 Listing: Prime, Tokyo Stock Exchange
 Representative: Yoshihisa Shinya, Representative Director and President
 Contact: Shinji Tomita, General Manager, PR&IR Department,
 Business Management Division
 Phone: +81-285-39-7950

Notice of Revised Year-End Dividend Forecast (Dividend Increase)

Dexerials Corporation (the “Company”) hereby announces that, at the Board of Directors meeting held today, the Company revised the year-end dividend forecast in line with the newly updated consolidated earnings forecast for the fiscal year ending March 31, 2024 announced today.

1. Outline of revised year-end dividend forecast

	Dividend per share		
	Second quarter-end	Fiscal year-end	Total
Previous forecast (announced on May 10, 2023)	35.00 yen	40.00 yen	75.00 yen
Revised forecast		65.00 yen	100.00 yen
Actual result	35.00 yen		
Results for the previous fiscal year ended March 31, 2023	30.00 yen	35.00 yen	65.00 yen

2. Reason for revision

We regard return of profits to shareholders as one of the most important management tasks. With a recognition that increasing corporate value through investments for growth is the common interests of our shareholders, we have established a basic policy that we should first give priority to business investments leading to sustainable corporate value improvement and then make shareholder returns in line with profit growth with the target total payout ratio to consolidated profit attributable to owners of parent before amortization of goodwill of approximately 40%. We determine the actual amount of dividends by comprehensively considering factors such as the amount of investments required for growth, the estimated free cash flow, the total payout ratio including share buyback and the importance of stable dividend distribution, while securing a sound financial base.

Based on the revision of the full-year earnings forecast and the reviewed ratio of cash dividends to total shareholder return as well as the above policy, we have decided to increase the year-end dividend forecast by 25 yen from 40 yen per share to 65 yen per share. As a result, the annual dividend is expected to be 100 yen per share (with the total payout ratio before amortization of goodwill of 53.6%, reflecting the amount of treasury shares to be acquired).

Please refer to “Notice of Revised Consolidated Earnings Forecast for the Fiscal Year Ending March 31, 2024” and “Notice of Decision Regarding Details of Repurchase of Treasury Shares and Decision Regarding Details of Retirement of Treasury Shares” announced today for the revision of full-year earnings forecast and repurchase and retirement of treasury shares, respectively.

(Disclaimer with respect to earnings and other forecasts)

The forward-looking statements including earnings forecast contained in this document are based on information currently available to us and certain assumptions that we believe are reasonable. Accordingly, we can give no assurance that such statements will prove to be correct. Actual results may differ from the results anticipated in these forward-looking statements due to a variety of factors.