



April 30, 2024

Company name: Kyoei Steel, Ltd.
Representative: Yasuyuki Hiroto, President and Representative Director
(Stock code: 5440, TSE Prime Market)
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Notice of Revision of Dividend Policy

At a meeting held today, the Board of Directors of Kyoei Steel, Ltd. (the “Company”) resolved to revise its dividend policy, as detailed below.

1. Reasons for revision

In “NeXuS II 2026,” its new medium-term business plan disclosed today, the Company announced the measures of raising profit levels and strengthening shareholder returns through steady execution of growth strategies as part of an initiative for the “realization of management with capital costs and share prices in mind.”

Under the new medium-term business plan, we plan to aggressively carry out capital spending and business investment with future growth in mind, mainly overseas. We have managed to maintain a sound financial position thanks to efforts to strengthen our financial base that we have continued since the period covered by the previous medium-term business plan. We will work to increase our corporate value by strengthening shareholder returns, as well as growth investment.

2. Details of revision

1) Before revision (previous policy)

We believe that increasing our corporate value through our business activities is the best way to reward shareholders. Our policy on shareholder returns is to carry them out at appropriate levels while maintaining necessary levels of internal reserves for strengthening business growth and our corporate structure from a long-term perspective. Specifically, our basic dividend policy is to maintain a consolidated annual dividend payout ratio of 25% to 30%, with a minimum annual dividend of 30 yen per share.

2) After revision

We believe that increasing our corporate value through our business activities is the best way to reward shareholders. Our policy on shareholder returns is to carry them out at appropriate levels while maintaining necessary levels of internal reserves for strengthening business growth and our corporate structure from a long-term perspective. Specifically, our basic dividend policy is to maintain a consolidated annual dividend payout ratio of 30% to 35%, with a minimum annual dividend of 30 yen per share.

3. Applicable period

The new policy will be applied from the interim and year-end dividend for the fiscal year ending March 31, 2025.