



October 28, 2021

Company name	Komatsu Ltd.
Name of Representative	Hiroyuki Ogawa, President and CEO (Code: First Section of TSE 6301)
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Notice: Dividends from Retained Earnings

Komatsu Ltd. (President and CEO: Hiroyuki Ogawa) (hereafter “the Company”) announces today that, at a meeting of its Board of Directors held on October 28, 2021, the Company decided to pay a dividend of retained earning with the record date of September 30, 2021. Details are as follows.

Details of dividend

	Amount decided	Most recent dividend plan (announced on April 30, 2021)	Interim results for the FY2020 (ended March 31, 2021)
Record date	September 30, 2021	Same as on the left	September 30, 2020
Dividend per share	JPY40	JPY31	JPY18
Total amount of dividends	JPY37,828 million	—	JPY17,019 million
Effective date	December 1, 2021	—	December 1, 2020
Source of dividends	Retained earnings	—	Retained earnings

Komatsu is building a sound financial position and is enhancing its competitiveness in order to increase its sustainable corporate value. Concerning cash dividends, Komatsu has the policy of continuing stable payment of dividends after comprehensively considering consolidated business results and reviewing future investment plans, cash flows and the like. Specifically, Komatsu has the policy of maintaining a consolidated payout ratio of 40% or higher.

Concerning the interim cash dividend under this basic policy, after reviewing business results for the first six-month period under review and considering future business prospects, Komatsu is planning to increase JPY 9 per share from the projection of April 30 this year, to JPY 40 per share.

Similarly, with respect to the year-end cash dividend, Komatsu is also planning to increase

that dividend by JPY 9 from the projection, to JPY 40 per share. As a result, Komatsu plans to pay annual cash dividends of JPY 80 per share, increase of JPY 25 per share from the previous fiscal year ended March 31, 2021. The consolidated payout ratio will become 40.4%.

(Reference)

Record date	Dividend per share (JPY)		
	Second quarter-end	Fiscal year-end	Total
FY2021 Ending March 2022	JPY40 (Results)	JPY40 (Projection)	JPY80 (Projection)
FY2020 Ended March 2021	JPY18	JPY37	JPY55

Cautionary Statement

The announcement set forth herein contains forward-looking statements which reflect management's current views with respect to certain future events, including expected financial position, operating results, and business strategies. These statements can be identified by the use of terms such as “will,” “believes,” “should,” “projects” and similar terms and expressions that identify future events or expectations. Actual results may differ materially from those projected, and the events and results of such forward-looking assumptions cannot be assured.

Factors that may cause actual results to differ materially from those predicted by such forward-looking statements include, but are not limited to, unanticipated changes in demand for the Company's principal products, owing to changes in the economic conditions in the Company's principal markets; changes in exchange rates or the impact of increased competition; unanticipated cost or delays encountered in achieving the Company's objectives with respect to globalized product sourcing and new Information Technology tools; uncertainties as to the results of the Company's research and development efforts and its ability to access and protect certain intellectual property rights; and, the impact of regulatory changes and accounting principles and practices.

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