

February 10, 2023

Company name: Nippon Aqua Co., Ltd.
 (Securities code: 1429; Tokyo Stock Exchange, Prime Market)
 Address: 2-16-2 Konan, Minato-ku, Tokyo
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Notice Concerning Dividends of Surplus (Increase)

Nippon Aqua Co., Ltd. (the “Company”) hereby announces that it resolved, at its Board of Directors meeting held on February 10, 2023, to distribute dividends from surplus, with a record date of December 31, 2022. The details are described below.

This matter will be submitted to the Ordinary General Meeting of Shareholders to be held on March 28, 2023.

1. Details of dividend

| | Determined amount | Most recent dividend forecast (Announced on February 10, 2022) | Actual results for the previous fiscal year (Fiscal year ended December 31, 2021) |
|---------------------------|-------------------|--|--|
| Record date | December 31, 2022 | December 31, 2022 | December 31, 2021 |
| Dividend per share | ¥24.00 | ¥22.00 | ¥20.00 |
| Total amount of dividends | ¥751 million | – | ¥646 million |
| Effective date | March 29, 2023 | – | March 28, 2022 |
| Source of dividends | Earned surplus | – | Earned surplus |

2. Reason

The Company positions returning profits to shareholders as one of the top management priorities. Its basic policy is to constantly pay stable dividends while placing importance on the balance between dividends and internal reserves to achieve the expansion of business scale and the enhancement of management structure. In addition, the current medium-term business plan, the final year of which is the fiscal year ending December 31, 2023, aims to achieve a dividend payout ratio of 50%.

In accordance with the above policies, the dividends for the fiscal year ended December 31, 2022 will be 24 yen per share, an increase of 2 yen per share from the most recent dividend payout forecasts. The increase is attributable to the fact that the financial results for the fiscal year ended December 31, 2022 exceeded the financial forecasts disclosed on February 10, 2022.

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.