

Notice regarding Dividends from Retained Earnings

STAR MICRONICS CO., LTD. (“the Company”) has announced that at a meeting of the Board of Directors held today, the Company decided upon the following dividends from retained earnings to be paid to shareholders on the record date of December 31, 2022.

1. Details of Dividends

	Ratified Amount	Previous Dividend Forecast (announced on December 9, 2022)	Dividend for FY2021, (Ended December 31, 2021)
Record date	December 31, 2022	Same as at left	December 31, 2021
Dividend per share	40.00 yen (Ordinary dividend 30 yen) (Special dividend 10 yen)	Same as at left	29.00 yen (Ordinary dividend 29 yen) (Special dividend —)
Total amount of dividends	1,507,191,440 yen	—	1,122,999,219 yen
Effective date	March 9, 2023	—	February 28 2022
Dividend Source	Retained earnings	—	Retained earnings

(Note) In accordance with Article 459, Paragraph 1 of the Companies Act, The Company has stipulated in Article of Incorporation that dividends from retained earnings, etc. may be determined by a resolution of the Board of Directors.

2. Reasons

The Company positions the return and distribution of profits to shareholders as an important management priority. The Company also maintains the basic policy to pay a stable annual dividend of ¥60 or more per share with a target total consolidated payout ratio of at least 50%, including the repurchase of own shares.

Based on this policy, in light of the consolidated net sales and net income attributable to owners of the parent company for the fiscal year ended December 31, 2022, and the extremely high need to enhance and expand the return of profits to shareholders, the Company has decided to pay a total of ¥40 per share (ordinary dividend of 30 yen and special dividend of 10 yen per share). Together with the interim dividend of ¥30 per share, this will bring the annual dividend of ¥70 per share.

(Reference)

Record date	Dividend per share		
	Interim	Year-End	Total
Fiscal year ended December 31, 2021	29.00 yen	29.00 yen	58.00 yen
Fiscal year ended December 31, 2022	30.00 yen	40.00 yen (Ordinary dividend 30 yen) (Special dividend 10 yen)	70.00 yen
Fiscal year ended December 31, 2023 (Projected)	30.00 yen	30.00 yen	60.00 yen