

(NOTE) This document has been translated from the Japanese original for reference purposes only. In all cases, the Japanese original shall take precedence.

February 27, 2024

To Whom It May Concern:

Company name: Nippon Denko Co., Ltd.  
Representative: Yasushi Aoki, President & CEO  
(Securities code: 5563  
TSE First Section)  
Inquiries: Toru Tanaka, Executive Officer  
Tel: +81-3-6860-6800

**Notice Concerning Dividends of Surplus**

Nippon Denko Co., Ltd. (the “Company”) hereby announces that it has resolved, at a meeting of the Board of Directors held on February 27, 2024, to submit a proposal regarding dividends of surplus with a record date of December 31, 2023, as described below, at the 124th Annual General Meeting of Shareholders scheduled to be held on March 28, 2024.

1. Details of dividend

	Determined amount	Most recent dividend forecast (Announced on February 8, 2024)	Actual results for the previous fiscal year (Fiscal year ended December 31, 2022)
Record date	December 31, 2023	December 31, 2023	December 31, 2022
Dividend per share	¥6.00	¥6.00	¥9.00
Total amount of dividends	¥823 million	—	¥1,258 million
Effective date	March 29, 2024	—	March 31, 2023
Source of dividends	Profit surplus	—	Profit surplus

2. Reason

The Company’s dividend policy is based on the distribution of profits according to consolidated business performance of each fiscal year, and it is determined based on comprehensive consideration of trends in business performance, etc. while securing internal reserves necessary for future business development and strengthening of the management structure.

In accordance with this policy, the Company proposes to pay year-end dividends for the fiscal year as 6 yen per share.

(Reference) Annual dividend breakdown

Record date	Dividend per share		
	2nd Quarter-End	Year-End	Total
Amount for the fiscal year ended December 31, 2023	¥3.00	¥6.00	¥9.00
Amount for the fiscal year ended December 31, 2022	¥8.00	¥9.00	¥17.00