November 6, 2024

To Whom it may concern:

Net One Systems Co., Ltd.
(Stock Code:7518, TSE Prime)

Notice Regarding Revision of Term-End Dividend Forecast for the Year Ending March 2025 (Non-dividend Distribution)

Net One Systems Co., Ltd. (the "Company") hereby announces that at a meeting of the Board of Directors held today, it passed a resolution to revise the dividend forecast for the year ending March 2025 as follows and not to pay the term-end dividend for the year ending March 2025 on the condition that the tender offer (the "Tender Offer") for the Company's ordinary shares (the "Company Stock"), the stock acquisition rights, and the American depositary receipts being conducted by SCSK Corporation, which is described in the "Notice Concerning the Opinion in Support of the Tender Offer for the Shares, etc. of the Company by SCSK Corporation, and Recommendation to Tender the Shares" (the "Press Release Announcing the Company's Opinion") announced separately today, is completed.

1. Details of the Revision

	Dividend Per Share (Yen)		
	End of Second Quarter	End of Term	Per Year
Forecast Announced Previously	43.00 yen	43.00 yen	86.00 yen
Forecast Revised This Time	43.00 yen	0.00 yen	43.00 yen
Result of This Fiscal Year	43.00 yen	—	—
Result of Previous Fiscal Year (Fiscal Year Ending March 2024)	37.00 yen	40.00 yen	77.00 yen

2. Reason for the Revision

At the meeting of the Board of Directors held today, the Company passed a resolution to announce an opinion in support of the Tender Offer and to respectively recommend that the Company's shareholders tender their shares in the Tender Offer, the holders of the American depositary receipts, upon submitting in advance their American depositary receipts to a depositary bank and receiving the Company Stocks pertaining to such American depositary receipts, tender their shares in the Tender Offer and leaves the decision up to the holders of stock acquisition rights whether or not to tender their stock acquisition rights in the Tender Offer. The resolution of the meeting of the Board of Directors above was passed on the assumption that the tender offeror intends to make the Company a wholly owned subsidiary of the tender offeror through the Tender Offer and a series of subsequent procedures and that the Company Stock will be delisted. For more information, please refer to the Press Release Announcing the Company's Opinion, which was separately announced today.

Under the basic policy for capital strategy that the company aims to maximize shareholder's value by enhancing Enterprise value, to develop management base and capital stock which is a source of growth potential and to give back the earned profits reflecting the stable performance appropriately for a long time period, the company was determined to pay the dividends (its target payment ratio is 40%) considering the performance trends, financial conditions and progress on the Medium-Term Business Plan etc.

However, if the Company were to make payments of dividend for which the record date is March 31, 2025, after the settlement of the Tender Offer, dividends may be paid only to shareholders who do not tender their shares in the Tender Offer, and there may be a difference in the economic effects between shareholders who tender their shares in the Tender Offer and those who do not; therefore, from the perspective of securing impartiality as to shareholders, the Company passed, at the meeting of the Board of Directors held today, a resolution to revise the dividend forecast for the year ending March 2025 and not to pay a term-end dividend for the year ending March 2025 on the condition that the Tender Offer is completed.

End