

June 17, 2024

To All Concerned Parties,

Company: Asahi Intecc Co., Ltd.  
Representative: Masahiko Miyata, President & CEO  
(Securities code: 7747, Prime of Tokyo Stock Exchange and Premier of  
Nagoya Stock Exchange)  
Contact:  
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## Notice Concerning Change in Dividend Policy

Asahi Intecc Co., Ltd. (the "Company") hereby announces a resolution passed during the Board of Directors meeting held on June 17, 2024 as set forth below.

### 1. Changes in Dividend Policy

#### (1) Details of the Change (Before Change)

The Company has recognized returning profits to our shareholders as a critical management issue, adhering to a policy of stable and continuous dividend payments. The dividend amount was calculated considering a consolidated dividend payout ratio of 30%, taking into account the current consolidated performance, future performance outlook, and the level of internal reserves, all viewed from a long-term perspective.

#### (After Change)

The Company has recognized returning profits to our shareholders as a critical management issue, adhering to a policy of stable and continuous dividend payments. The dividend amount was calculated considering a consolidated dividend payout ratio of 35%, taking into account the current consolidated performance, future performance outlook, and the level of internal reserves, all viewed from a long-term perspective.

#### (2) Reason for the Change

The Company operates on a global scale and continuously aims to enhance corporate value. Part of the results from our business activities is crucial to be returned to shareholders. Over the past few years, we have aggressively pursued investments, including capital expenditures and acquisitions, and faced an increase in inventory due to regulatory compliance, which temporarily reduced our free cash flow. However, with the early investments in equipment and normalization of inventory levels, coupled with further expansion in performance, it is expected that the cash flow from operations will cover both investment cash flows and dividend payments in the future. The surplus funds generated will be allocated to strategic funds for future growth, prioritizing sustainability. On the other hand, we also consider it essential to further enhance shareholder returns and expand our shareholder base. Consequently, we have decided to revise our target consolidated dividend payout ratio from "around 30%" to "around 35%" starting from the dividend of the surplus for the fiscal year ending June 2024.

### 2. Dividend for the Fiscal Year Ending June 2024

Following the change in dividend policy, the per-share dividend for the fiscal year ending June 2024 is expected to increase from the previously announced forecast of 16.43 yen per share on August 14, 2023, due to the raised consolidated dividend payout ratio and favorable performance. However, as the

financial results are not yet finalized, the specific amount cannot be disclosed at this point, and the dividend forecast will remain unchanged.