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.

May 9, 2025

To whom it may concern:

Company name: TAIYO YUDEN CO., LTD.
Securities code: 6976
Listing: Tokyo Stock Exchange (Prime Market)
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Announcement Regarding the Change of Basic Policy on Profit Distribution

TAIYO YUDEN CO., LTD. (“the Company”) announces that it has decided to change its basic policy on profit distribution at the Board of Directors meeting held on May 9, 2025.

1. Rationale

The Company has recognized that enhancing the return of profits to shareholders is one of management’s most important tasks and has aimed to achieve a stable dividend payout ratio of 30%, in addition to acquiring treasury stock as necessary.

In order to further clarify the policy of providing stable dividends, the Company has decided to add a dividend on equity (DOE) ratio of 3.5% as a shareholder return indicator.

2. Details

(Before the Change)

The Company recognizes that enhancing the return of profits to shareholders is one of management’s most important tasks and will aim to achieve a stable dividend payout ratio of 30% in addition to acquiring treasury stock as necessary.

(After the Change)

The Company has set “Responsibility to provide returns to shareholders” as part of its management philosophy and believes that dividends come first in returning profits to shareholders. The Company seeks to increase corporate value driven by both economic value and social value and has adopted a basic policy of working to steadily increase dividends by increasing profit per share. Previously, the target was to achieve a dividend payout

ratio of 30%. However, in order to further clarify the policy of providing stable dividends, the Company has now added a dividend on equity (DOE) ratio of 3.5% as a shareholder return indicator. The Company will return profits through dividends, based on a comprehensive consideration of these indicators, business performance, and maintenance of a sound financial position.

The Company also regards acquiring treasury stock as a way of returning profit to shareholders, which it will carry out with the aim of improving capital efficiency as necessary.

3. Effective Date

From the year-end dividend for the fiscal year ended March 2025.