May 13, 2025

[Translation]
To whom it may concern

Corporate Name: H2O RETAILING CORPORATION
Representative: ARAKI Naoya
President and Representative Director
(Securities Code: 8242
Prime Market of the Tokyo Stock Exchange)
Inquiries: YOSHIMATSU Hiroyuki, Executive Officer
(TEL: +81-6-6365-8120)

Notice Regarding Dividends of Surplus (Increase)

H2O RETAILING CORPORATION (the "Company") hereby announces that it has resolved, at a meeting of the Board of Directors held on May 13, 2025, to pay dividends of surplus with a record date of March 31, 2025. The details are described below.

1. Details of year-end dividend (Increase)

	Determined amount	Most recent dividend forecast (Announced on February 5, 2025)	Actual results for the previous fiscal year (Fiscal year ended March 31, 2024)
Date of record	March 31, 2025	Same as left	March 31, 2024
Dividend per share	¥22.00	¥20.00	¥15.50
Total amount of dividends	¥2,688 million	–	¥1,786 million
Effective date	June 4, 2025	–	June 4, 2024
Source of dividends	Retained earnings	–	Retained earnings

2. Reason for dividend increase

The Company's basic policy is to implement stable profit distributions through a comprehensive assessment of profit attributable to owners of the parent, consolidated net assets, and medium- to long-term plans for consolidated cash flows. This policy also considers the performance of each fiscal year, as well as the cash flow required for establishing an appropriate financial base and for making growth investments over the medium to long term.

In accordance with this policy, to reflect performance from the Fiscal Year Ended March 2025, which resulted in record high profit attributable to owners of parent, the Company has decided to increase the year-end dividend for the Fiscal Year Ended March 2025 to ¥22.00 per share. As a result, the annual dividend for the current fiscal year will be ¥42.00 per share, including the interim dividend of ¥20.00 per share already paid.

End