Translation of the Japanese press release

JAFCO

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Notice Regarding Dividends of Surplus

JAFCO Group Co., Ltd. (the "Company") hereby announces that it has resolved at the Board of Directors meeting held today to distribute dividends of surplus with a record date of March 31, 2025.

1. Details dividends

	Determined amount	Latest dividend forecast (announced on Apr. 23, 2025)	Dividends for the previous fiscal year (ended Mar. 31, 2024)
Record date	March 31, 2025	March 31, 2025	March 31, 2024
Dividend per share	¥56.00	¥56.00	¥69.00
Total dividends	¥3,055 million	—	¥3,759 million
Effective date	May 27, 2025	—	May 24, 2024
Source of dividends	Retained earnings	—	Retained earnings

[Reference] Annual dividend breakdown

	Dividend per share			Payout ratio (consolidated)	Ratio of dividends to shareholders' equity* (consolidated)
Record date	End of 2Q	Year-end	Full year		
Current fiscal year (ended March 31, 2025)	¥32.00	¥56.00	¥88.00	50.1%	4.0%
Previous fiscal year (ended March 31, 2024)	—	¥69.00	¥69.00	50.1%	3.2%

*Ratio of dividends to shareholders' equity = Dividend per share / shareholders' equity per share (initial and term-end average)

2. Reason

In December 2022, the Company announced its Basic Policy for Enhancing Corporate Value, with a basic dividend policy of paying out the greater of either 3% DOE (the ratio of annual dividends to the initial and term-end average value of shareholders' equity) or a 50% payout ratio.

Additionally, the Company has started to implement interim dividends based on 1.5% DOE (the ratio of annual dividends to shareholders' equity at the end of the previous fiscal year) starting in the current fiscal year.

Therefore, the Company shall pay out year-end dividends of ¥56 (Note) per share, in which the amount of interim dividends is deducted from the amount of annual dividends calculated based on the above dividend policy.

(Note) For the current fiscal year, since a 50% payout ratio (¥88 per share) is greater than 3% DOE (the ratio of annual dividends to the initial and term-end average value of shareholders' equity) (¥65 per share), the dividend amount shall be ¥88 per share. As such, year-end dividends for the current fiscal year shall be ¥56, in which the amount of interim dividends (¥32 per share) is deducted from the annual dividend amount.