Reference Translation

May 27, 2026

Policy on Reduction of Investment Unit

Company name :	**SMC Corporation**
Stock exchange listing :	Tokyo Stock Exchange Prime Market
Security code :	6273
URL :	https://www.smcworld.com/ir/en-jp/
Representative :	Yoshiki Takada, President
Contact person :	Akinori Kato, General Manager of Corporate Communications Office

1. Approach to Reducing the Investment Unit

We recognize that reducing the investment unit is one of the effective measures to encourage a wide range of investors, including individual investors, to participate in trading and to increase the liquidity of stocks in the market.

2. Policy on Reduction of Investment Unit

SMC will continue to carefully consider the reduction of the investment unit, taking into account the requests of shareholders and investors, the state of the Company's shares in the market, the composition of shareholders, the number of individual shareholders, which has increased significantly in recent years, cost effectiveness, and other factors.