

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 14, 2026

To whom it may concern:

Company name: Showa Sangyo Co., Ltd.
Name of representative: Hideyuki Tsukagoshi, President
and CEO
(Securities code: 2004; Tokyo
Stock Exchange Prime Market)
Inquiries: Akihiro Toda, Officer and
General Manager of Planning
Dept.
(Telephone: +81-3-3257-2042)

Notice Concerning Dividends of Surplus (Dividend Increase)

Showa Sangyo Co., Ltd. (the “Company”) hereby announces that, at a meeting of the Board of Directors held on May 14, 2026, it has resolved as follows with respect to dividends of surplus with a record date of March 31, 2026.

This matter is scheduled to be submitted to the 125th Annual General Meeting of Shareholders to be held on June 25, 2026.

1. Details of the dividends

	Amount determined	Most recent dividend forecast (May 12, 2025)	Results for the previous fiscal year (Fiscal year ended March 31, 2025)
Record date	March 31, 2026	March 31, 2026	March 31, 2025
Dividend per share	65.00 yen	50.00 yen	60.00 yen
Total dividend amount	2,113 million yen	—	1,949 million yen
Effective date	June 26, 2026	—	June 25, 2025
Source of dividend	Retained earnings	—	Retained earnings

2. Reasons

The Company recognizes the return of profits to shareholders as one of its important management issues, along with growth investment and capital investment, which will be the source of corporate value in the future, and its basic policy is to further stabilize the management base while aiming to maintain stable dividends over the long term, setting a target payout ratio of approximately 30%.

Taking into consideration the above policy, the payout ratio, and the business results and financial conditions announced on May 14, 2026, the Company will increase the year-end dividend with a record date of March 31, 2026 by 15 yen from the amount announced previously to 65 yen per share in order to further enhance the return of profits to shareholders. This will bring the total annual dividend, including the interim dividend of 50 yen per share already paid, to 115 yen per share.

(Reference) Breakdown of annual dividends

	Annual dividends per share		
	Second quarter-end	Fiscal year-end	Total
Results for fiscal year under review (Fiscal year ended March 31, 2026)	50.00 yen	65.00 yen	115.00 yen
Results for previous fiscal year (Fiscal year ended March 31, 2025)	40.00 yen	60.00 yen	100.00 yen