

July 15, 2026

To Whom It May Concern

Company Name: Toyo Denki Seizo K.K.
 Representative: Akira Watanabe, President,
 Representative Director
 (Stock Code: 6505 TSE Standard)
 Inquiries: Seiichiro Yabui, Operating
 Officer, General Manager,
 Corporate Planning Division
 Tel.: +81-3-5202-8122

Notice on Differences Between Consolidated Performance Forecast and Results for the Fiscal Year Ended May 31, 2026, and Dividends of Surplus

Toyo Denki Seizo K.K. (hereinafter “Toyo Denki”) hereby announces the differences between its consolidated performance forecast for the fiscal year ended May 31, 2026, announced on July 14, 2025, and the actual results announced today.

In addition, Toyo Denki hereby announces that it has resolved to pay a dividend of surplus with a record date of May 31, 2026, at a meeting of the Board of Directors held today. The proposal for this matter will be submitted to the 165th Annual General Meeting of Shareholders to be held on August 27, 2026.

1. Differences between the consolidated performance forecast and the results

(1) Differences between the consolidated performance forecast and the results for the fiscal year ended May 31, 2026 (June 1, 2025, to May 31, 2026)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share
Previous forecast (A)	Millions of yen 40,000	Millions of yen 2,400	Millions of yen 2,500	Millions of yen 2,250	Yen 248.84
Result (B)	40,480	3,111	3,520	2,976	329.76
Difference (B – A)	480	711	1,020	726	
Change (%)	1.2	29.6	40.8	32.3	
(Reference) Results for the previous fiscal year (fiscal year ended May 2025)	Millions of yen 40,539	Millions of yen 2,384	Millions of yen 2,584	Millions of yen 2,128	Yen 231.29

(2) Reason for the differences

Net sales exceeded the previous forecast, mainly due to strong sales of products for new rolling stock for domestic private railways in the Transportation Business. Operating profit exceeded the previous forecast mainly due to appropriate pricing mainly for domestic private railway operators, in addition to cost reduction initiatives that progressed better than expected, mainly in large projects for Indonesia. Ordinary profit and profit attributable to owners of the parent exceeded the previous forecast mainly due to higher equity in earnings of entities accounted for using the equity method and foreign exchange gains resulting from yen depreciation, in addition to an increase in operating profit.

2. Dividend of surplus

(1) Details of dividend

	Amount determined	Most recent dividend forecast (Announced on July 14, 2025)	Previous year results (FYE May 2025)
Record date	May 31, 2026	May 31, 2026	May 31, 2025
Dividend per share	100.00 yen	75.00 yen	70.00 yen
Total cash dividends	914 million yen	-	644 million yen
Effective date	August 28, 2026	-	August 28, 2025
Dividend source	Retained earnings	-	Retained earnings

(2) Reason for the dividend

Toyo Denki's basic policy is to pay dividends continuously and stably, with a dividend payout ratio of at least 30% and a minimum annual dividend of 30 yen per share.

In addition, as announced in "Action to Implement Management that is Conscious of Cost of Capital and Stock Price (Update)" dated July 14, 2025, Toyo Denki has pursued dividend increases through profit growth under Medium-Term Management Plan 2026.

In light of the differences between the consolidated performance forecast and actual results for the fiscal year ended May 31, 2026 announced today, and after comprehensively considering Toyo Denki's dividend policy, financial position, and other factors, the year-end dividend was increased by 25 yen per share, from the previous forecast of 75 yen to 100 yen per share.

(Reference) Breakdown of annual dividends

	Dividend per share		
Record date	Second quarter-end	Fiscal year-end	Annual
Current year results	0.00 yen	100.00 yen	100.00 yen
Previous year results (FYE May 2025)	0.00 yen	70.00 yen	70.00 yen

End