

October 10, 2024

Company name: Meiko Network Japan Co., Ltd.
Representative: Kazuhito Yamashita, President & Representative Director
Stock code: 4668 (TSE Prime)
Contact: Kouyuki Sakamoto, Senior Executive Officer, General
Manager of Corporate Planning Department
Tel. +81-3-5860-2111

Notice of a Dividend of Surplus for the Fiscal Year Ended August 31, 2024

Meiko Network Japan Co., Ltd. (the “Company”) hereby announces that, at the meeting of its Board of Directors held on October 10, 2024, the Company resolved as follows to pay a dividend of surplus with August 31, 2024, serving as the record date.

The Company stipulates in its Articles of Incorporation that dividends of surplus are to be paid with a resolution by its Board of Directors.

1. Dividend Details

	Determined Amount	Latest Dividend Forecast (Announced on October 12, 2023)	Dividend in the Previous Fiscal Year (Fiscal Year Ended August 31, 2023)
Record date	August 31, 2024	August 31, 2024	August 31, 2023
Dividend per share	12.00 yen	12.00 yen	12.00 yen
Total amount of dividend	304 million yen	-	304 million yen
Effective date	November 18, 2024	-	November 20, 2023
Dividend resource	Earned surplus	-	Earned surplus

2. Reason

The Company’s basic equity and dividend policy is to enhance its corporate value on a mid to long-term basis by strengthening its business foundations, enhancing its self-funding necessary for growth investments, and stably and continuously returning profit to shareholders. In line with this policy, the Company determines the amount of dividend based on an annual dividend payout ratio of 35% or more, while considering the optimal balance with business performance. The Company will pay an annual dividend of 34 yen per share (an increase of 10 yen per share as an anniversary dividend and of 2 yen per share as an ordinary dividend from the fiscal year ended August 31, 2023) as part of this basic policy. This amount will consist of 22 yen in the second quarter and 12 yen as a year-end dividend.

The Company has adopted the following basic capital and dividend policy from the fiscal year ending August 31, 2025, to implement a capital and dividend policy that is conscious of the cost of capital and balanced with mid to long-term performance targets: “The Company’s basic capital and dividend policy is to enhance its corporate value on a mid to long-term basis by promoting strategic investments to evolve our portfolio, stably and continuously returning profit to shareholders, strengthening its business foundations, and enhancing its self-funding necessary for growth investments. Dividends are determined based on a DOE (dividend on equity ratio) of approximately 5% to 7%, considering the optimal balance.” This is a more stable and continuous dividend policy that is not affected by short-term operating profit fluctuations due to rapid changes in the environment.

The Company plans to pay an annual dividend of 26 yen per share (an increase in ordinary dividend of 2 yen from the fiscal year ending August 31, 2024, excluding 10 yen as an anniversary dividend) for the fiscal year ending August 31, 2025, under this new basic policy. This amount will consist of 13 yen in the second quarter and 13 yen as a year-end dividend.

Reference: Breakdown of the Annual Dividend

Record date	Dividend Per Share (Yen)		
	End of the Second Quarter	End of the Fiscal Year	Total
Dividend for the fiscal year ending August 31, 2025 (forecast)	13.00 yen	13.00 yen	26.00 yen
Dividend for the fiscal year ended August 31, 2024 (actual)	22.00 yen (12.00 yen of ordinary dividend) (10.00 yen of anniversary dividend)	12.00 yen	34.00 yen
Dividend for the fiscal year ended August 31, 2023 (actual)	12.00 yen	12.00 yen	24.00 yen