



August 17, 2023

To whom it may concern,

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(Code Number: 4636, TSE Prime Market)
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Announcement of Revision of Dividend Forecast for the Fiscal Year Ending March 2024 (No Dividend) and Abolition of Shareholder Benefit Plan

At a meeting of the Board of Directors held today, we resolved to revise dividend forecast for the fiscal year ending March 2024 and the second quarter September 2023, not to pay dividends in the second quarter or the fiscal year ending March 2024, and to abolish shareholder benefit plan, subject to the schedule of a tender offer ("Tender Offer") for the Company's common shares ("Shares") and the Share Options by K.K. BCJ-74 ("Tender Offeror") that is described on the "Announcement of Opinion in Support of and Recommendation to Tender in Scheduled Tender Offer for the Company's Share Certificates, Etc. by K.K. BCJ-74" (the "Opinion Press Release") announced today.

Notice

1. Change of forecasts for cash dividends

(1) Reason for revision

At a meeting of the Board of Directors held today, we resolved to express an opinion that it is currently in support of Tender Offer for the Company's Shares and the Share Options if the Tender Offer is commenced, and to recommend the Company's shareholders and the holders of the Share Options to tender in the Tender Offer.

The resolution of the Board of Directors was made on the assumption that the Tender Offeror intend to conduct a series of transactions to privatize the Shares through the acquisition of all of the Shares and the Share Options, and that the Shares would be delisted through the Transactions. For more information, please refer to our Opinion Press Release.

Based on our understanding that returning profits to shareholders is one of our most important management priorities, we have adopted a basic policy of reinforcing our financial position in preparation for future business development and continuing to pay stable dividends based on business performance.

However, according to the Tender Offeror, the price of the Tender Offer has been comprehensively judged and determined on the assumption that dividends will not be paid in the second quarter or the fiscal year ending March 2024.

Therefore, at the Board of Directors meeting held today, we resolved to revise dividend forecast for both the second quarter and the fiscal year ending March 2024, and not to pay dividends in the second quarter or the fiscal year ending March 2024.

(2)Contents of revision

	Cash dividends per share (Japanese yen)		
	Second quarter	Year-end	Total
Previous forecast (Announced on May 10, 2023)	JPY20.00	JPY20.00	JPY40.00
Revised forecast	JPY0.00	JPY0.00	JPY0.00
Results of this fiscal year			
Results of the previous fiscal year (Fiscal year March 2023)	JPY20.00	JPY20.00	JPY40.00

2.Abolition of shareholder benefit plan

We thank our shareholders for their support and have implemented a shareholder benefit plan with the aim of attracting more shareholders to invest in and then hold our shares over the medium-to-long term.

However, as the Tender Offeror intends to conduct a series of transactions to privatize the Shares through the acquisition of all of the Shares and the Share Options, and that the Shares would be delisted through the Transactions, we resolved at the Board of Directors meeting held today to abolish the shareholder benefit plan of base date on March 31, 2024, subject to the successful completion of the Tender Offer.

As a result, if the Tender Offer is successfully completed, our shareholder benefit plan will be abolished by the granting of gift points are granted to the shareholders holding more than 300 of our Share as of March 31, 2023.

A notification on shareholder benefit points was mailed to those shareholders holding these points after the 81st Ordinary General Meeting of Shareholders on June 23, 2023. Upon the successful completion of the Tender Offer, the shareholder benefit points that have not been exchanged as of the application deadline for this fiscal year will be invalid. As for now, the application deadline for shareholder benefit points for the current fiscal year is scheduled on September 30, 2023, which we plan to extend.

Regarding the abolition of the shareholder benefit plan and the extension of the application deadline for shareholder benefit points, we plan to announce it via mail to the shareholders holding these points.

Your kind understanding is sincerely appreciated.

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