

May 13, 2025

Company name: Nippon Signal Co., Ltd.
 Representative: Hidehiko Tsukamoto
 President and CEO and COO
 (Code:6741, Prime Market of the Tokyo Stock Exchange)

Notification Regarding Distribution of Surplus

We would like to notify all parties concerned that our company has resolved at its Board of Directors meeting held today to distribute the surplus (year-end dividends) with March 31, 2025 as the record date, as described below. Note that based on the provisions of Paragraph 1, Article 459 of the Companies Act, the Company's Articles of Incorporation stipulate that matters regarding dividends of surplus shall be resolved by the Board of Directors.

1. Dividend contents (year-end dividends)

	Contents of the resolution	Recent dividend forecasts (Announced April 23, 2025)	Previous period results (Year ending March 2024)
Record date	March 31, 2025	March 31, 2025	March 31, 2024
Dividend per share	33 yen	33 yen	24 yen
Total amount of dividends	2,058 million yen	—	1,496 million yen
Effective day (Payment start date)	May 30, 2025	—	May 31, 2024
Dividend source	Earned surplus	—	Earned surplus

2. Reason

We will conduct well-balanced growth investments and returns of profits to shareholders, while securing soundness of capital and financial strategies. We will strive for investments in R&D, the establishment of production systems, and the development of human resources, among others, with the aim of establishing a stable earning structure and management base from a long-term perspective, as well as strengthening our financial position. For shareholders, under a basic policy on appropriation of surplus of continuing stable dividends and implementing returns of profits based on performance, we have set immediate targets of a consolidated dividend payout ratio of 30% or higher and a lower-limit indicator DOE of 2.0% in principle.

Based on the above basic policy, the year-end dividend for the 142nd term will be 33 yen per share. As a result, the annual dividend will be 43 yen per share, an increase of 12 yen from the previous fiscal year.

[Reference] Details of annual dividends

	Dividends per share		
	End of second quarter dividend	Year-end dividend	Annual dividend (total)
March 2025 term	10 yen	33 yen	43 yen
March 2024 term	7 yen	24 yen	31 yen