

Name of Company KAGA ELECTRONICS CO., LTD.  
 Representative Ryoichi Kado,  
 Representative Director, President & COO  
 (Stock Code: 8154 Tokyo Stock Exchange, Prime Market)  
 Contact Yasuhiro Ishihara,  
 Director, Senior Executive Officer  
 Head of Administration Headquarters  
 Tel: +81-(0)3-5657-0111

## Notice Concerning Dividends of Surplus (Dividend Increase)

KAGA ELECTRONICS CO., LTD. (the "Company") hereby announces that it has resolved, at the meeting of the Board of Directors held today, to pay dividends of surplus with a record date of March 31, 2026, as shown below.

### 1. Details of dividend

	Determined amount	Most recent dividend Forecast (Announced on February 12,2026)	Dividend for the previous fiscal year (FY ended March 31,2025)
Record date	March 31, 2026	March 31, 2026	March 31, 2025
Dividend per share	Yen 80.00 (Ordinary dividend 55.00) (Extraordinary dividend 25.00)	Yen 70.00 (Ordinary dividend 55.00) (Extraordinary dividend 15.00)	Yen 55.00
Total amount of dividends	3,813 million yen	–	2,890 million yen
Effective date	June 10, 2026	–	June 27, 2025
Source of dividends	Retained earnings	–	Retained earnings

### 2. Reasons

The Medium-Term Management Plan 2027 for fiscal years 2025-2027, formulated in November 2024, outlines the concept of actively allocating cash we generate to growth investments and shareholder returns while maintaining financial discipline. The plan also establishes a basic shareholder return policy, setting a consolidated dividend payout ratio of 30%-40% and a DOE of 4.0% as targets for proactively and sustainably paying dividends, and flexibly acquiring the Company's own shares according to profit levels and capital efficiency.

Regarding the year-end dividend for the fiscal year under review, taking into account the shareholder return policy outlined above and the consolidated results for the fiscal year ended March 2026 announced today, we have revised the year-end dividend upward by adding an extraordinary dividend of 10 yen per share to the previous forecast of 70 yen per share, bringing it to 80 yen per share. As a result, the annual dividend, including the interim dividend, will increase by 30 yen per share from the previous fiscal year's actual amount to 140 yen per share.

【Reference: Annual dividend details】

Record date	Dividend per share		
	Q2	Year-end	Full year
Dividends for the current fiscal year (Fiscal year ended March 31, 2026)	Yen 60.00 (Ordinary dividend 55.00) (Extraordinary dividend 5.00)	Yen 80.00 (Ordinary dividend 55.00) (Extraordinary dividend 25.00)	Yen 140.00 (Ordinary dividend 110.00) (Extraordinary dividend 30.00)
Dividends for the previous fiscal year (Fiscal year ended March 31, 2025)	55.00 <sup>*1</sup>	55.00	110.00

Notes: 1. The Company conducted a two-for-one stock split of its common stock effective October 1, 2024. Although the interim dividend per share for the previous fiscal year was 110 yen, the figures in the above table are calculated on the assumption that the stock split was conducted at the beginning of the previous consolidated fiscal year.

【Reference: Related indicators】

	Consolidated dividend payout ratio	DOE	Total return ratio
Previous forecast [After adjustment for the gain on bargain purchase] <sup>*2</sup> (Announced on February 12, 2026)	22.6% [30.8%]	4.2% [4.3%]	72.4%
Dividends for the current fiscal year [After adjustment for the gain on bargain purchase] <sup>*2</sup>	22.3% [30.3%]	4.5% [4.6%]	67.9%
(Reference) Results for the fiscal year ended March 31, 2025	33.8%	4.2%	33.8%
Medium-Term Management Plan 2027 Targets (Announced on November 6, 2024)	30%~40%	4.0%	—

Notes: 2. Extraordinary income and loss for the fiscal year ended March 2026 include a “gain on bargain purchase of 7,797 million yen” in connection with the consolidation of Kyohei Sangyo Co., Ltd. and “related gains and losses arising from step acquisitions (385 million yen).” Since these items represent purely accounting gains and losses without any cash inflows, the consolidated payout ratio and DOE are presented on an adjusted basis excluding such items.

(Note) The above forecasts are based on the information currently available to the Company on the date of the release and certain assumptions deemed reasonable. Actual results may vary from the forecast for a variety of reasons.