

Company name: MAEZAWA KASEI INDUSTRIES CO., LTD.
 Name of representative: Satoru Tanaka, Representative Director and President Executive Officer
 (Securities code: 7925; TSE Prime Market)
 Inquiries: Hiroki Oba, General Manager of the Corporate Planning Department
 (Telephone: +81-3-6264-9911)

Notice of Differences Between Full-Year Financial Results Forecast and Actual Results and Dividends of Surplus (Year-End Dividends and Increase in Dividends)

MAEZAWA KASEI INDUSTRIES CO., LTD. (the “Company”) hereby announces that there are differences between the full-year financial results forecast for the fiscal year ended March 31, 2025 (April 1, 2024 to March 31, 2025) announced on May 14, 2024, and the actual results announced today. Details are as follows.

The Company also hereby announces that, at the Board of Directors meeting held today, it was resolved to distribute dividends of surplus with March 31, 2025 as the record date, and to submit the proposal to the 71st Ordinary General Meeting of Shareholders scheduled to be held on June 24, 2025.

1. Differences between the Financial Results Forecast and Actual Results

(1) Differences between the full-year consolidated financial results forecast for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previous forecasts (A)	24,500	2,000	2,260	1,450	97.75
Actual results (B)	24,166	2,164	2,507	1,714	115.53
Change (B-A)	(333)	164	247	264	
Change (%)	(1.4)	8.2	11.0	18.2	
(Reference) FY2024 results (Fiscal year ended March 31, 2024)	23,925	1,773	2,072	1,362	91.83

(2) Reason for the differences

Since the product lines the Company handles are mainly used for water supply and sewage system maintenance related to the water supply system of houses, its business performance is greatly affected by trends in the number of housing starts, especially for single-family housing. The number of single-family housing starts during the fiscal year ended March 31, 2025 fell short of the previous year’s forecast due to soaring housing prices and concerns over a further rising policy rate of Japan as a result of the shift in the monetary policy, resulting in lower sales than previously announced forecasts. On the other hand, profits outperformed those for the previous fiscal year. This was mainly attributable to extraordinary income arising from the sale of strategically held shares as well as to the Company’s commitment to enhancing the Group’s earning power by implementing price revisions and measures under the SHIFT 2026.

2. Details of Dividends

(1) Details of year-end dividend

	Amount resolved	Most recent dividend forecast (Announced on May 14, 2024)	Previous fiscal year results (Fiscal year ended March 31, 2024)
Record date	March 31, 2025	Same as left	March 31, 2024
Dividend per share	¥39.00	¥30.00	¥25.00
Total amount of dividends	¥582 million	–	¥373 million
Effective date	June 25, 2025	–	June 26, 2024
Source of dividend	Retained earnings	–	Retained earnings

(2) Reason

The Company has adopted a basic policy regarding the profit distribution of proactively returning profits to shareholders, while securing the capital needed for the investments that will ensure sustainable growth and gains in medium- and long-term corporate value. Comprehensively considering the performance and financial conditions, the Company has positioned meeting its responsibility to provide high income and high dividends to shareholders while maintaining a stable business foundation as one important objective in management. Based on this dividend policy, we have set 50 yen per share as the minimum annual dividend during three years under the medium-term management plan “SHIFT 2026.” We aim to raise the level of dividends that links to our performance by paying dividends during said three years with a target dividend payout ratio at around 60%, in accordance with a profit level in each fiscal year.

Based on the above dividend policy and the current financial results, the year-end dividend for the fiscal year ended March 31, 2025 is expected to be 39 yen per share, an increase of 9 yen from the previous forecast. When combined with the interim dividend of 30 yen per share already paid, the annual dividend per share is expected to be 69 yen per forecast share.

(Reference) Breakdown of annual dividends per share

	Dividend per share		
Record date	Second quarter-end	Fiscal year-end	Annual
Results for the fiscal year ended March 31, 2025	¥30.00	¥39.00	¥69.00
Results for the fiscal year ended March 31, 2024	¥25.00	¥25.00	¥50.00