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November 10, 2025

To Whom It May Concern,

Company name : DAINICHISEIKA COLOR & CHEMICALS MFG. CO., LTD.
Representative : Koji Takahashi, Representative Director and President
(Code number: 4116, Tokyo Stock Exchange Prime Market)
Contact : Tatsuhiko Komada
Senior Managing Executive Officer, Chief Financial Officer
(TEL +81-3-3662-1638)

**Notice Concerning Stock Split, Related Partial Amendment to the Articles of Incorporation, and
Further Revisions to the Shareholder Return Policy**

DAINICHISEIKA COLOR & CHEMICALS MFG. CO., LTD. (the "Company") hereby announces that, at the Board of Directors meeting held today, the Company resolved to implement a stock split, make a partial amendment to the Articles of Incorporation accompanying the stock split, and further revise the shareholder return policy scheduled to be implemented during the three-year medium-term management plan "TRANSFORMATION for TOMORROW 2027," (the "Medium-Term Management Plan") announced in June 2024, as detailed below.

1. Stock Split

(1) Purpose of the stock split

The purpose of the stock split is to expand our investor base and enhance the liquidity of our shares by lowering the investment unit price of the Company's stock, thereby creating an environment that is more accessible for a wider range of investors.

(2) Overview of the stock split

i. Method of the stock split

Each share of common stock owned by shareholders recorded in the closing register of shareholders on the record date of Tuesday, March 31, 2026 will be split into four shares.

ii. Number of shares to be increased by the stock split

Total number of issued shares prior to the stock split	18,113,110 shares
Number of shares to be increased by the stock split	54,339,330 shares
Total number of issued shares after the stock split	72,452,440 shares
Total number of authorized shares after the stock split	200,000,000 shares

iii. Schedule of the stock split

Public notice of the record date (scheduled)	Friday, March 13, 2026
Record date	Tuesday, March 31, 2026
Effective date	Wednesday, April 1, 2026

iv. Other

The effective date of this stock split will be Wednesday, April 1, 2026. The year-end dividend for the fiscal year ending March 2026 (based on the record date of Tuesday, March 31, 2026) will be implemented based on the number of shares held before the stock split.

The stock split will not result in any change in the Company's capital.

2. Partial Amendment to the Articles of Incorporation

(1) Reason for the amendment

In connection with the upcoming stock split, the total number of authorized shares stipulated in Article 6 of our Articles of Incorporation will be amended as follows, effective on Wednesday, April 1, 2026, pursuant to the provisions of Article 184, Paragraph 2 of the Companies Act.

(2) Details of the amendment

(Underlined portions indicate changes)

Current Articles of Incorporation	Articles of Incorporation after Amendment
Article 6 (Total Number of Authorized Shares) The total number of shares authorized to be issued by the Company shall be <u>50,000,000</u> .	Article 6 (Total Number of Authorized Shares) The total number of shares authorized to be issued by the Company shall be <u>200,000,000</u> .

(3) Schedule of the amendment

Effective Date of the amendment to the Articles of Incorporation: Wednesday, April 1, 2026 (scheduled)

3. Further Revision to the Shareholder Return Policy

(1) Reason for the further revision

In connection with the upcoming stock split, we will change the Shareholder Return Policy, which is scheduled to be implemented during the Medium-Term Management Plan, as follows. However, this change is merely an adjustment due to the implementation of the stock split and does not constitute a substantial change from the original policy.

The revised policy will be applied starting from the fiscal year ending March 2027, from which point the number of shares post-stock split will serve as the basis for the shareholder return.

(2) Details of the further revision

(Underlined portions indicate changes)

		Before revision	After revision
Shareholder return policy		Ordinary dividends with a total payout ratio of 50% or more on a three-year average during the Medium-Term Management Plan or an annual dividend of at least <u>¥100</u> per share	Ordinary dividends with a total payout ratio of 50% or more on a three-year average during the Medium-Term Management Plan or an annual dividend of at least <u>¥25</u> per share
Breakdown of total payout ratio	① Ordinary dividends※	Dividend payout ratio of 40% or more	
	② Share buyback	Conduct in a timely manner whenever necessary	
Special dividend plan		The Company will pay a special dividend of ¥30 per share <u>in each fiscal year (total amounting to approximately 2 billion yen) over the four periods from the fiscal year ending March 2024 to March 2027</u> using the extraordinary income arising from the transfer of former site of the Kawaguchi Production Plant of the Company (after income taxes).	The Company will pay a special dividend of ¥30 per share <u>for each three fiscal years from March 2024 to March 2026, and ¥7.50 per share for the fiscal year ending March 2027 (total amounting to approximately 2 billion yen)</u> using the extraordinary income arising from the transfer of former site of the Kawaguchi Production Plant of the Company (after income taxes).

※For the fiscal year ended March 2025, the extraordinary income arising from the transfer of our former Kawaguchi Production Plant site is excluded from the source of ordinary dividends.

(3) Period of Application

The change to the shareholder return policy, as described above, shall remain applicable for the duration of the current Medium-Term Management Plan and is designated for review at the conclusion of the aforementioned plan period.

It should be noted that, during the course of the current Medium-Term Management Plan, the Company may revise this policy should incidents arise, including but not limited to natural disasters or economic crises, which have a significant adverse impact on the Company's business management.

(Note) The performance forecasts and other forward-looking statements contained in this document are calculated based on currently available information, and actual results may differ depending on various factors in the future.

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