



October 28, 2022

To whom it may concern,

Company name: PACIFIC METALS CO., LTD.
Representative: Aoyama Masayuki, President and
Representative Director
(Securities code: 5541
TSE Prime Market)
Contact: Matsuyama Terunobu,
Managing Executive Officer and
Director
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Notice Concerning Dividends of Surplus (No Dividend Payment)

PACIFIC METALS CO., LTD. (the “Company”) hereby announces that it has resolved, at the Board of Directors’ meeting held on October 28, 2022, not to pay dividends of surplus with a record date of September 30, 2022. The details are described below.

1. Details of dividends

	Determined amount	Most recent dividend forecast (Announced on July 29, 2022)	Actual results for the same period of the previous fiscal year (Interim dividends for the fiscal year ended March 31, 2022)
Record date	September 30, 2022	September 30, 2022	September 30, 2021
Dividend per share	0.00 yen	0.00 yen	20.00 yen
Total amount of dividends	—	—	390 million yen
Effective date	—	—	December 6, 2021
Source of dividends	—	—	Retained earnings

2. Reasons

With regard to dividends of profits, the Company has positioned the return of profits to shareholders as one of the important management issues. The Company will aim to achieve a consolidated dividend payout ratio of 30% while enhancing and strengthening its corporate structure.

The Company will also use internal reserve as a fund to respond functionally to changes in the business environment and utilize the fund to secure resources, develop new technologies, make capital investments, and acquire treasury shares as part of its capital policies.

As a result of revisions to the consolidated financial results forecast (“Notice Concerning Recording of Operating Loss (Write-down of Inventories), Recording of Non-operating Income (Share of Profit of Entities Accounted for Using Equity Method), Revisions to Financial Results Forecast, and Revisions to Dividend Forecast” dated October 28, 2022), taking into account the above dividend policy and the recent trend of financial results, the Company has decided not to pay interim dividends for the fiscal year ending March 31, 2023.

[Reference] Details of annual dividend

Record date	Dividend per share		
	Second quarter-end	Year-end	Total
Dividend forecast		0.00 yen	0.00 yen
Actual results for the current fiscal year	0.00 yen		
Actual results for the previous fiscal year (Fiscal year ended March 31, 2022)	20.00 yen	155.00 yen	175.00 yen