



October 31, 2023

To whom it may concern,

Company name: PACIFIC METALS CO., LTD.
Representative: Masayuki Aoyama, President and
Representative Director
(Securities code: 5541
TSE Prime Market)
Contact: Terunobu Matsuyama,
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 31, 2023, not to pay dividends of surplus with a record date of September 30, 2023. The details are described below.

1. Details of dividends

	Determined amount	Most recent dividend forecast (Announced on May 9, 2023)	Actual results for the same period of the previous fiscal year (Interim dividends for the fiscal year ended March 31, 2023)
Record date	September 30, 2023	September 30, 2023	September 30, 2022
Dividend per share	0.00 yen	0.00 yen	0.00 yen
Total amount of dividends	—	—	—
Effective date	—	—	—
Source of dividends	—	—	—

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 Non-operating Income (Share of Profit of Entities Accounted for Using Equity Method) and Revisions to Financial Results Forecast” dated October 31, 2023), taking into account the above dividend policy and the recent trend of financial results, the Company has regretfully decided not to pay interim dividends for the fiscal year ending March 31, 2024.

[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, 2023)	0.00 yen	0.00 yen	0.00 yen