



May 13, 2022

To whom it may concern

Company name: CKD Corporation
Representative: Katsuhito Okuoka, President and Chief Operating Officer
(Code number: 6407, Stock exchange listing: TSE Prime Market, NSE Premier Market)
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Notice of Dividend from Retained Earnings

At the Board of Directors of CKD Corporation (the Company) on May 13, 2022, the Company decided to pay dividend from retained earnings with a base date of March 31, 2022. The details are as follows.

1. Dividend from Retained Earnings

	Amount of dividend	Most recent dividend forecasts (Announced November 12, 2021)	Actual for the previous period (Fiscal year ended March 2021)
Base date	March 31, 2022	(Same as on left)	March 31, 2021
Dividend per share	¥39.00	¥22.00	¥17.00
Total dividends	¥2,600 million	—	¥1,132 million
Effective date	June 9, 2022	—	June 7, 2021
Source of funds	Retained earnings	—	Retained earnings

2. Reasons

Regarding to the return of profit to shareholders, while the Company tries to increase corporate value through capital investment and R&D investment that strengthen the management base and further expand business, in the return of profit to shareholders the Company had a dividend payout ratio of 30% as a rough target.

In order to further enhance shareholder returns in the 5th Medium-Term Management Plan starting from the fiscal year ending March 31, 2023, the Company has decided to change the dividend payout ratio to a target of 40%.

As a result of business results for the fiscal year ended March 2022 announced today exceeded expectations and the dividend payout ratio was revised from the year-end dividend for the fiscal year ended March 2022 to a 40% guideline, the Company has decided to increase the dividend by ¥17 from the previous forecast of ¥22 to ¥39.

Accordingly, combined with the ¥28 per share interim dividend, the annual dividends will amount to ¥67 per share.

(For Reference) Breakdown of Annual Dividends:

Base date	Dividend per share (¥)		
	2nd quarter-end	Year-end	Annual
Actual for the period	¥28.00	¥39.00	¥67.00
Actual for the previous period (Fiscal year ended March 2021)	¥8.00	¥17.00	¥25.00