



June 19, 2026

To whom it may concern

Company name: CKD Corporation
Representative: Katsuhito Okuoka,
President and Chief Executive Officer
(Code number: 6407, Stock exchange listing: TSE Prime
Market, NSE Premier Market)
Contact: Junichi Yamada,
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Supplementary Explanation Regarding Proposal No. 6 of the 106th Regular Shareholders' Meeting

The Company would like to provide the following additional explanation regarding the information in the reference materials for the 106th Annual General Meeting of Shareholders, scheduled for June 26, 2026, concerning “Proposal No. 6: Determination of Remuneration for Granting Restricted Stock to Directors (Excluding Directors Who Are Audit and Supervisory Committee Members and External Directors)” (hereinafter, the “Proposal”), in order to facilitate a better understanding of the information in the reference materials. Shareholders and investors are kindly requested to review this information, and we respectfully ask for your consideration when exercising your voting rights.

1. Additional Notes on the Timing of Lifting Transfer Restrictions

For the restricted shares granted under the Proposal, the timing of lifting the transfer restrictions is when a director leaves office.

2. Additional Notes on the Performance Criteria for Granting Restricted Shares

When granting restricted shares, the Company determines whether to grant them and the number of shares to be granted by taking a comprehensive view of performance indicators linked to medium- to long-term results and environmental indices.

3. Additional Notes on the Purpose of This System

This system is designed to give the directors incentives to continuously improve our company's value, while also promoting closer value sharing between the directors and our shareholders.

※The transition to a company with an Audit and Supervisory Committee will take place upon the approval of Proposal No.1: “Partial Amendment to the Articles of Incorporation,” at the 106th Annual General Meeting of Shareholders scheduled for June 26, 2026.