(NOTE) This document has been translated from the Japanese original for reference purposes only. In all cases, the Japanese original shall take precedence.

August 5, 2026

To Whom It May Concern:

Company name: Nippon Denko Co., Ltd.
Representative: Yasushi Aoki, President & CEO
(Securities code: 5563 TSE Prime Market)
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Notice Regarding Revision to Consolidated Earnings and Dividend Forecasts

Nippon Denko Co., Ltd. (the "Company" or "we") hereby announces, in light of the most recent operating trends, to revise the consolidated earnings and the dividend forecasts for the fiscal year ending December 31, 2026 (January 1, 2026 to December 31, 2026) disclosed on May 12, 2026.

1. Revision of Full-Year Consolidated Earnings Forecast

(1) Consolidated earnings forecasts for fiscal 2026 (from January 1, 2026 to December 31, 2026)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share
Previous forecasts (A)	Millions of yen 80,000	Millions of yen TBD	Millions of yen 7,000	Millions of yen TBD	Yen TBD
Revised forecasts (B)	81,100	11,000	1,500	500	4.01
Change (B-A)	1,100	—	(5,500)	—	—
% change	1.4	—	—	—	—
Reference: Results for the previous fiscal year ended December 31, 2025	77,277	5,161	2,703	1,418	10.70

(2) Reason for the announcement

The Company has revised its consolidated earnings forecasts based on the results in "Consolidated Financial Results for the Six Months Ended June 30, 2026" as announced today and on information currently available. Additionally, we are disclosing the operating profit and profit attributable to owners of parent both of which were not disclosed at the time of our previous forecast, as stated above.

For the ordinary profit, as stated in the "Notice Regarding the Recording of Loss on Valuation of Shares of Affiliated Company and Share of Loss of Entities Accounted for Using Equity Method" announced today, we have revised our full-year consolidated earnings forecast in light of the recording of share of loss of entities accounted for using equity method related to Pertama Ferroalloys Sdn. Bhd., an equity-method affiliate of the Company, and other factors.

On the other hand, we expect the underlying ordinary profit excluding the impact of inventory and one-time factors, on which we place priority as a management indicator to exceed the previously announced forecast, reaching 7.5 billion yen (prior projection: 6.0 billion yen). This is due to the recent rise of the ferroalloy products market prices, the effect of the weak yen, an increase in the treatment volume of incineration ash, high and stable market prices of molten metals, and other factors.

Our exchange rate assumption, which is a premise of the earnings forecasts for our full-year consolidated earnings forecasts, is ¥160/US$.

2. Revision of Dividend Forecasts

(1) Details of revision

	Annual dividend				
	1Q-End	2Q-End	3Q-End	Year-End	Total
Previous forecasts (announced on Feb. 12, 2026)	–	¥5.50	–	¥7.50	¥13.00
Revised forecasts			–	¥11.50	¥17.00
Actual for the current fiscal year ending December 31, 2026	–	¥5.50			
Actual for the previous fiscal year ended December 31, 2025	–	¥5.00	–	¥7.00	¥12.00

(Note) Breakdown of dividends for the fiscal year ended December 31, 2025: Ordinary dividend of ¥11.00, commemorative dividend of ¥1.00 (100th anniversary commemorative dividend)

(2) Reason for the revision

The Company's shareholder returns policy is the following three items.

- Payout ratio of approximately 40% based on underlying profit*
- Minimum dividend per share: ¥11
- Acquisition of treasury shares is positioned to supplement dividends

* Underlying profit:

Underlying ordinary profit (ordinary profit excluding the impact of inventory and one-time factors) ×0.7 (income taxes, etc.)

As stated in "1. Revision of Full-Year Consolidated Earnings Forecast" and in light of the revision to full-year consolidated earnings forecasts, the Company has decided to revise the annual dividends forecast for the current fiscal year ending December 31, 2026, to ¥17 per share (interim dividend of ¥5.5 and year-end dividend of ¥7.5).

(Note) The aforementioned financial results forecasts have been prepared based on information available to the Company as of the date on which this document was released. Consequently, actual results may vary with respect to the forecast amounts due to various unforeseen factors.