

February 9, 2026

Listed Company Name: Sumitomo Metal Mining Co., Ltd.

Code: 5713

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## **Notice regarding Changes to the Basic Policy of Financial Strategy and Shareholder Return Policy, and Revisions Made to Dividend Forecast**

Sumitomo Metal Mining Co., Ltd. announces that, at the Board of Directors' meeting held today, the following resolutions were passed regarding changes to its basic policy of financial strategy and shareholder return policy, and the dividend forecast for the fiscal year ending March 31, 2026 (FY2025).

### **1. Changes to the basic policy of financial strategy and shareholder return policy**

The Company has set as a basic policy of its financial strategy to "maintain a consolidated equity ratio (ratio of equity attributable to owners of parent to total assets) of 50% or more," and its shareholder return policy has been that "in principle, dividends from surplus shall be paid out with a consolidated payout ratio to be 35% or more and a minimum indicator to be DOE of 2.5%" and "the Company will implement flexible repurchase of own shares." However, the Company has now been decided to change its basic policy of financial strategy and shareholder return policy as follows, with the aim of further optimizing and enhancing capital efficiency, and implementing more appropriate shareholder returns.

#### **(1) Basic policy of financial strategy**

(Before changes)

From the perspective of financial soundness, the Company sets a consolidated equity ratio of 50% or more.

(After changes)

From the perspective of financial soundness, the Company sets a consolidated equity ratio of 50% or more. Furthermore, to promote management that is conscious of cost of capital, it positions 55% as the appropriate level of the consolidated equity ratio and aims to adjust it to 58% by FY2027 through enhanced shareholder returns and other initiatives.

#### **(2) Changes to shareholder return policy**

(Before changes)

1. In principle, dividends from surplus shall be paid out with a consolidated payout ratio to be 35% or more and a minimum indicator to be DOE of 2.5%\*1. Furthermore, with respect to the shareholders' equity that serves as the foundation of the calculations of dividend amounts for each fiscal year based on DOE, the Company will use the finalized figure as of the end of the previous fiscal year, and it will exclude items affected by exchange rate movements, etc.\*2 from consolidated net assets attributable to owners of parent.

\*1 DOE = Annual total dividends / Shareholders' equity (\*2 below will be reflected in the shareholders' equity used in calculations)

\*2 Items to be excluded from "consolidated net assets attributable to owners of parent": other components of equity (exchange differences on translation of foreign operations, financial assets measured at fair value through other comprehensive income, cash flow hedges, etc.)

2. The Company will implement flexible repurchase of own shares.

(After changes)

1. In principle, dividends from surplus shall be paid out with a consolidated payout ratio to be 35% or more, and while the consolidated equity ratio exceeds the Company-defined appropriate level of 55%, the minimum indicator is set at a DOE of 3.5%\*.

\* DOE = Annual total dividends / Shareholders' equity (The Company will use the finalized shareholders' equity figure as of the end of the previous fiscal year when performing calculations, and it will exclude other components of equity from consolidated net assets attributable to owners of parent.)

2. Shareholder returns will consist primarily of dividends from surplus. The Company will flexibly implement measures, including repurchase of own shares, based on its business results and financial status after comprehensively considering investment opportunities and equity standards.

(3) Timing of change

These changes will be applied from the fiscal year ending March 31, 2026 (FY2025).

2. Revisions to the dividend forecast for FY2025

	Dividend per share (Yen)		
	Second quarter-end	Year-end	Total
Previous forecast (May 9, 2025)		66.00	131.00
Revised forecast		118.00	183.00
Current year (FY2025) result	65.00		
(Reference) FY2024	49.00	55.00	104.00

(1) Reason for revisions

In conjunction with the above changes to its shareholder return policy, the Company plans to pay an annual dividend per share of ¥183. The year-end dividend forecast will be increased by ¥52 to ¥118 per share, compared to the previous forecast of ¥66 per share.

*Note: The above forecast of dividends is based on information available as of the date of this release. Actual results and disbursements may diverge from these forecasts, dependent on a variety of factors.*