



May 30, 2025

For Immediate Release

Name of Company: Sumitomo Forestry Co., Ltd.
(Code No. 1911, Prime Market, Tokyo Stock Exchange)
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**Notice Concerning Stock Split, Partial Amendment to the Articles of Incorporation,
and Revision to Dividend Forecast**

Sumitomo Forestry Co., Ltd. (hereinafter “Sumitomo Forestry”) passed a resolution at the meeting of the Board of Directors convened on May 30, 2025 concerning a stock split, partial amendment to the Articles of Incorporation, revision to the dividend forecast, and revision to the shareholder return policy (dividend policy). The details are as follows.

1. Stock split

(1) Purpose of the stock split

The purpose of this stock split is to reduce Sumitomo Forestry’s investment unit, thereby creating a conducive investment environment for investors with the aim of improving the liquidity of the Company’s shares and expanding its investor base.

(2) Overview of the stock split

i. Method of the stock split

Each share of common stock held by shareholders listed or recorded in the final shareholder registry on the record date of June 30, 2025, will be split on the same date in a ratio of three shares for every one share.

ii. Number of shares to be increased as a result of the stock split

| | |
|---|----------------------|
| Total number of issued shares before the stock split | 206,173,968 shares |
| Number of shares to be increased as a result of the stock split | 412,347,936 shares |
| Total number of issued shares after the stock split | 618,521,904 shares |
| Total number of authorized shares after the stock split | 1,200,000,000 shares |

Note: The total number of issued shares and number of shares to be increased shown in the table above were calculated based on the total number of issued shares as of May 20, 2025, and do not take into account the total number of issued shares resulting from any exercise of stock acquisition rights thereafter.

(3) Schedule for the stock split

| | |
|--|-----------------------|
| Date of public notice of record date (provisional) | Friday, June 13, 2025 |
| Record date | Monday, June 30, 2025 |
| Effective date of the stock split | Tuesday, July 1, 2025 |

(4) Others

This stock split will not result in an increase to Sumitomo Forestry's capital.

2. Partial amendment to the Articles of Incorporation

(1) Reason for the amendment to the Articles of Incorporation

In accordance with Article 184 (Section 2) of the Companies Act, with the implementation of this stock split, the Board of Directors has resolved to change the total number of authorized shares specified in Article 6 of Sumitomo Forestry's Articles of Incorporation with effect from July 1, 2025.

(2) Details of amendment to the Articles of Incorporation

The amendment to the Articles of Incorporation is as follows.

(The amendment is reflected in the underlined text.)

| Current Articles of Incorporation | Proposed amendment |
|--|--|
| Article 6 (Total Number of Authorised Shares) The total number of authorised shares of the Company shall be <u>400,000,000 shares</u> . | Article 6 (Total Number of Authorised Shares) The total number of authorised shares of the Company shall be <u>1,200,000,000 shares</u> . |

(3) Schedule for the amendment to the Articles of Incorporation

| | |
|---|-----------------------|
| Date of resolution by the Board of Directors | Friday, May 30, 2025 |
| Effective date for amendment to the Articles of Incorporation | Tuesday, July 1, 2025 |

3. Revision to dividend forecast

With the implementation of this stock split, the year-end dividend forecast for the fiscal year ending December 2025, which was announced on April 30, 2025, will be revised as follows. The revised year-end dividend forecast effectively represents an increase of 0.5 yen per share.

Since the effective date of this stock split is July 1, 2025, the interim dividend for the end of the second quarter of the fiscal year ending December 2025, with a record date of June 30, 2025, will be paid out based on the number of shares prior to the stock split.

| | Annual dividend per share | | |
|---|---------------------------|--------------------------|-------------------|
| | Second quarter-end | Fiscal year-end | Total |
| Previous forecasts (April 30, 2025) | 91.00 yen | 91.00 yen | 182.00 yen |
| Revised forecast (Calculated on a pre-stock split basis) | 91.00 yen (—) | 30.50 yen (91.50 yen) | — (182.50 yen) |
| Actual dividends paid in the previous fiscal year (Fiscal year ended December 2024) | 65.00 yen | 80.00 yen | 145.00 yen |

4. Revision to shareholder return policy (dividend policy)

With the implementation of this stock split, the minimum annual dividend per share specified in the shareholder return policy set out in “Mission TREEING 2030 Phase 2 (FY Ending December 2025 – FY Ending December 2027),” Sumitomo Forestry’s Medium-Term Management Plan from 2025 announced on February 13, 2025, will be revised as follows. This revision is made in association with the stock split and does not represent a substantive change to the minimum annual dividend per share.

| Minimum annual dividend before revision (yen) | Minimum annual dividend after revision (yen) |
|---|--|
| 150 | 50 |

5. Others

(1) Adjustment to the number of shares covered by stock acquisition rights (stock options)

With the implementation of this stock split, the number of shares covered by each stock acquisition right for Sumitomo Forestry Co., Ltd. 2015 Stock Acquisition Rights (Stock-based Compensation Type), Sumitomo Forestry Co., Ltd. 2016 Stock Acquisition Rights (Stock-based Compensation Type), and Sumitomo Forestry Co., Ltd. 2017 Stock Acquisition Rights (Stock-based Compensation Type) (hereinafter “number of shares granted”) will be adjusted as follows with effect from July 1, 2025. This stock split will not result in any adjustments to the exercise price of the stock acquisition rights.

| Number of shares granted before adjustment | Number of shares granted after adjustment |
|--|---|
| 100 shares | 300 shares |

(2) Adjustment to the maximum total number of performance-based restricted stock units

With the implementation of this stock split, with regard to the performance-based restricted stock remuneration plan for the Company’s Directors (excluding Outside Directors) resolved at the 82nd Ordinary General Meeting of Shareholders on March 29, 2022, the maximum total number of performance-based restricted stock units to be allocated to eligible Directors of the Company in each fiscal year will be adjusted as followed with effect from July 1, 2025.

| Maximum total number before adjustment | Maximum total number after adjustment |
|--|---------------------------------------|
| 100,000 shares | 300,000 shares |