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For Immediate Release:

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 Listing: Tokyo Stock Exchange
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Notice Concerning Dividend from Surplus (Interim Dividend)

MTI Ltd. (hereinafter the “Company”) announces that the Board of Directors of the Company resolved to pay a dividend from surplus (interim dividend) with March 31, 2021 as the record date at its meeting held on May 12, 2021. Details are as follows.

1. Outline of the dividend (Interim dividend)

	Determined amount	Latest dividend forecast (Announced on November 4, 2020)	Dividends in previous fiscal year (Fiscal year ended September 30, 2020)
Dividend record date	March 31, 2021	Same as on the left	March 31, 2020
Cash dividends per share	8 yen	Same as on the left	8 yen
Total cash dividends	439 million yen	-	438 million yen
Effective date	June 18, 2021	-	June 10, 2020
Dividend resource	Retained earnings	-	Retained earnings

2. Reasons for dividends from surplus

Net sales and operating income in the first half of the fiscal year ending September 30, 2021 were in line with expectations. On the other hand, as stated in the “Notice Concerning Posting of Non-operating Expenses, Differences between Forecasts and Actual Results for the First Half of the Fiscal Year and Revisions to Full-Year Results Forecast” released today, profit attributable to owners of parent turned negative, significantly below the previous forecast. Significant factors included a larger-than-expected share of a loss of entities accounted for using the equity method compared to the previous forecast, in addition to the Company’s decision, reflecting the opinion of its accounting auditor, not to post deferred tax assets and income taxes – deferred in the consolidated accounting of corporation tax on capital gains through stock dealings, which arose from the transfer of all shares of Solamichi System Inc., a consolidated subsidiary of the Company, which are the shares that the Company owned, to CARADA medica, a consolidated subsidiary of the Company.

As described above, the reason for the profit attributable to owners of parent became negative was due to special circumstances outside of the Company’s main business. Moreover, the Company has a policy of maintaining a stable dividend payment until the healthcare business contributes to earnings. Taking the above into consideration, the Company decided to pay an interim dividend of 8 yen per share as initially planned.

(Reference) Annual dividend forecast

Dividend record date	Cash dividends per share		
	End of Q2	Year-end	Total
Initial forecast		8 yen	16 yen
Actual dividends in the current fiscal year	8 yen		
Actual dividends in the previous fiscal year (Fiscal year ended September 30, 2020)	8 yen	8 yen	16 yen

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Contact information for inquiries

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