Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Financial Accounting Standards Foundation
FASF
MEMBERSHIP

September 25, 2025

Company name: The Kita-Nippon Bank, Ltd.
Name of representative: Masamichi Ishizuka, Director and President
(Securities code: 8551; Tokyo Stock Exchange Prime Market)
Inquiries: Manabu Takahashi, Director, Manager of Corporate Planning Division
(Telephone: +81-19-653-1111)

Notice Concerning Formulation of Shareholder Return Policy and Revision (Increase) of Dividend Forecasts

The Kita-Nippon Bank, Ltd. (the "Bank"; Masamichi Ishizuka, Director and President) hereby announces that it has resolved, at a meeting of the Board of Directors held today, the formulation of a shareholder return policy and the revision (increase) of dividend forecasts in line with the formulation. The details are described below.

1. Details of the shareholder return policy and reason for the formulation

In order to prepare for changes in the business environment surrounding financial institutions, the Bank's basic policy is to pay heed to internal reserves to strengthen the management structure while continuously providing stable dividends to shareholders.

We have formulated a new shareholder return policy to implement a flexible capital policy and return profits to shareholders in response to changes in the business environment.

Accordingly, we have also decided to revise dividend forecasts for the current fiscal year as follows.

This matter is part of actions to implement management that is conscious of the cost of capital and stock price.

<Shareholder return policy>

As a regional financial institution, we will secure a sustainable management foundation through strengthening our capital base in principle, while striving to enhance shareholder interests and capital profitability by maintaining a dividend payout ratio of 35% of net income attributable to owners of parent and flexibly acquiring treasury stock. Furthermore, we will aim to achieve a dividend payout ratio of 40% by the fiscal year ending March 31, 2030.

2. Timing of application

This policy will be applied from the fiscal year ending March 31, 2026.

3. Revision of dividend forecasts

(1) Details of revision of dividend forecasts

	Annual dividends (yen)		
	Second quarter-end	Year-end	Total
Previous forecasts (Announced on May 14, 2025)	50 yen	50 yen	100 yen
Revised forecasts	65 yen	65 yen	130 yen
Actual dividends paid in the current fiscal year			
Actual dividends paid in the previous fiscal year (Fiscal year ended March 31, 2025)	40 yen	60 yen	100 yen

(2) Reason for the revision of dividend forecasts

In line with the change in the shareholder return policy, we have decided to revise dividend forecasts for the current fiscal year. The previously forecasted annual dividend of 100 yen (including 50 yen for both the second quarter-end and the year-end) will be increased by 30 yen to 130 yen (including 65 yen for both the second quarter-end and the year-end, increased by 15 yen per period).

* The above forecasts have been determined based on the information available at this moment. Therefore, actual dividends may differ from the above forecasts due to various factors.