

September 11, 2025

FDK CORPORATION

President: Ryo Nagano

(Code: 6955 Standard, TOKYO)

Contact: Koichi Yanagida

General Manager

Corporate Business Planning Office

(Tel: +81-3-5715-7400)

Notice of Effectiveness Reduction of Share Capital, Legal Capital Surplus and Legal Retained Earnings, and Appropriation of Retained Earnings (Progress Report)

FDK CORPORATION hereby announces that regarding the reduction of share capital, legal capital surplus and legal retained earnings, and the appropriation of retained earnings announced on May 28, 2025. Following approval at the 96th general shareholders' meeting held on June 25, 2025, the reduction in the amounts of share capital, legal capital surplus and legal retained earnings, and the appropriation of retained earnings, have become effective as of September 1, 2025. The details are described below.

1. Reduction in share capital

The share capital of 31,709,007,153 yen was reduced by 28,709,007,153 yen, resulting in a share capital of 3,000,000,000 yen.

2. Reduction in legal capital surplus

The entire amount of legal capital surplus of 25,998,120,363 yen has been reduced to 0 yen.

3. Reduction in legal retained earnings

The entire amount of legal retained earnings of 40,500,000 yen has been reduced to 0 yen.

4. Appropriation of retained earnings

Of the other capital surplus of 54,934,203,803, 51,888,947,355 yen was transferred to retained earnings brought forward to offset the deficit. In additions, the amount of other capital surplus after the transfer is 3,045,256,448 yen.

5. Future outlook

This matter involves a transfer between accounts in the "net assets" section, and there will be no change in its net assets. Also, this is a reduction of capital without compensation and there will be no change in the total number of issued shares. Therefore, this will not affect the number of shares held by shareholders or the net asset per share.