

February 12, 2026

**Notice of the Our Near-Term Policy on Acquisition of Own Shares**

Ferrotec Corporation (Representative Director: He Xian Han; hereinafter “the Company”) hereby announces that, at the meeting of Board of Directors held on February 12, 2026, it resolved the near-term policy regarding the acquisition of its own shares as follows.

**1. Background of the resolution**

Believing that proper profit returns to our shareholders is one of the most important issues involved in our business administration, we reviewed and revised our shareholder return policy on March 19, 2025, through which we have newly adopted the dividend on equity ratio (DOE (Note)) and set the lower limit at 3.5%, and will raise the dividend level by continuously boosting profit. Furthermore, we aim to enhance our shareholder returns with the target total payout ratio set at 50% by acquisition of our own shares flexibly while considering such matters as our financial conditions.

We have newly established a near-term policy regarding the acquisition of our own shares in order to clarify our policy regarding the acquisition of our own shares and further enhance our shareholder returns.

(Note) Consolidated shareholders' equity = Capital + Capital surplus + Retained earnings – Treasury shares, DOE = Total amount of dividends/Consolidated shareholders' equity

**2. Details**

We have decided to acquire treasury shares of up to 25 billion yen between the fiscal year ending March 2027 and the fiscal year ending March 2029 while considering our business environment, the level of our share price, and other relevant matters as necessary. We will separately obtain a resolution of the Board of Directors for the implementation of the repurchase of our own shares, pursuant to Article 156 of the Companies Act that applies mutatis mutandis pursuant to Article 165, paragraph (3) of the same act. We will make a further announcement at the time.