

May 15, 2020

Press Release

SEKISUI CHEMICAL CO., LTD.

## Notice Regarding Dividend of Surplus

SEKISUI CHEMICAL CO., LTD. announces that it has decided at the meeting of its board of directors held on May 15, 2020 to pay out dividend of surplus with March 31, 2020 as the base date as described below.

This matter is planned to be discussed at the 98th Annual General Meeting of Shareholders that is planned to take place on June 23, 2020.

### 1. Details of Dividend

	Final decision	Previous forecast ( April 27, 2020)	Previous fiscal year results (fiscal 2018)
Base date	March 31, 2020	March 31, 2020	March 31, 2019
Dividend per share (yen)	23.00	23.00	23.00
Total dividend amount	10,535 million yen	—	10,697 million yen
Effective date	June 24, 2020	—	June 21, 2019
Dividend source	Retained earnings	—	Retained earnings

### 2. Reason

Increasing corporate value and actively returning profits to shareholders are fundamental management objectives at SEKISUI CHEMICAL.

As far as the Company's profit distribution policy to shareholders is concerned, SEKISUI CHEMICAL seeks to secure a DOE of around 3% while targeting a dividend payout ratio of 30% on a consolidated basis, and implements stable dividend measures in line with its performance.

After comprehensively considering the target payout ratio and other factors, SEKISUI CHEMICAL plans to provide a fiscal year-end dividend of ¥23 per share for a full fiscal year dividend of ¥46 per share.

### Reference: Breakdown of Full Fiscal Year Dividends

	Dividend per Share (yen)		
	End of the 1H	Fiscal Year-End	Total
Current fiscal year	23.00	23.00	46.00
Previous fiscal year results (fiscal 2018)	21.00	23.00	44.00