



January 5, 2018

To whom it may concern:

Company name: Sugi Holdings Co., Ltd.

Representative: Eiichi Sakakibara, President and Representative Director

Stock code: 7649, 1st section of TSE and NSE

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Notice Concerning the Revision of Dividend Forecast (Dividend Increase)

Sugi Holdings Co., Ltd. (“the Company”) is pleased to announce that it has resolved at a meeting of Board of Directors held on January 5, 2018 to revise the forecast of the year-end dividend for the fiscal year ending February 28, 2018.

1. Reasons for Revision

The Company’s basic policy is to increase profit distribution to its shareholders while paying continuous and stable dividend to its shareholders. In addition, it decides the proportion of profits paid out to its shareholders after comprehensively considering the strengthening of its balance sheet through the buildup of internal reserves to prepare for the future business development. The Company uses a consolidated payout ratio as a measure of profit distribution and has targeted a consolidated payout ratio of 20.0% or more. To further increase compensation to its shareholders, it has decided to gradually raise the payout ratio to 30.0%.

The Company is forecasted to pay a 50.00-yen annual dividend in the fiscal year ending February 28, 2018. However, in accordance with the above-mentioned policy, it has decided to increase its year-end dividend to 35.00-yen, up 10.00- yen per share. Consequently, its annual dividend will be 60.00- yen per share.

2. Revision of Dividend Forecast

	Annual dividend (yen)		
	End of the first half	Year-end	Full year
Previous forecast (announced on April 11, 2017)		25.00	50.00
Revised forecast		35.00	60.00
Dividend paid in the current fiscal year (Fiscal year ending February 28, 2018)	25.00		

Dividend paid the previous fiscal year (Fiscal year ended February 28, 2017)	25.00 (ordinary dividend: 20.00) (Commemorative dividend: 5.00)	25.00	50.00
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