

Name of the listed company: NIPPON SHINYAKU CO., LTD.
 Representative: Shigenobu Maekawa, President and Representative Director
 (Code No.: 4516, Listing stock exchange: Tokyo)
 Contact: Taro Sakurai, General Manager, Finance & Accounting Dept.
 Tel. +81-75-321-9114

Revision of Performance Projection and Dividend Forecast

At the board meeting held on April 25, 2017, Nippon Shinyaku has passed resolutions revising the performance projection for the fiscal year ending March 31, 2017 and the dividend forecast which were released on November 8, 2016.

1. Revision of the performance projection

(1) Revision of the consolidated performance projection for the fiscal year ending March 31, 2017 (April 1, 2016 to March 31, 2017)

	Net sales	Operating income	Ordinary income	Net income attributable to owners of the parent	Net income per share
Previous projection (A)	¥ million 95,500	¥ million 13,500	¥ million 13,300	¥ million 9,000	¥ 133.61
Revised projection (B)	99,000	15,500	16,500	11,900	177.52
Change (B - A)	3,500	2,000	3,200	2,900	
Rate of Change (%)	3.7	14.8	24.1	32.2	
Actual results of the fiscal year ended March 31, 2016	84,209	8,549	8,952	6,340	94.10

(2) Reasons for revision

Domestic sales of pharmaceutical products, royalty revenue from overseas sales of our original product Upravi[®], and sales of active pharmaceutical ingredients have contributed to the sales, and Net sales will exceed the previous projection by 3,500 million yen to 99,000 million yen.

Although R&D expenses and selling, general and administrative expenses will be higher than the previous projection, due to the increased revenue, Operating income will be 15,500 million yen, Ordinary income will be 16,500 million yen, and Net income will be 11,900 million yen.

2. Revision of the dividend forecast

(1) Details of revision of the dividend forecast

Record date	Dividend per share (yen)		
	Second quarter-end	Fiscal year-end	Total
Previous forecast		¥19.00	¥37.00
Revised forecast		¥30.00	¥48.00
Dividend actually paid (Fiscal year ending March 31, 2017)	¥18.00		
Dividend actually paid (Fiscal year ended March 31, 2016)	¥14.00	¥14.00	¥28.00

(2) Reasons for revision

Our basic policy on returning profits is to issue dividends linked to earnings and maintain a consolidated payout ratio of around 30%. As mentioned above, since Net income attributable to owners of the parent will exceed the previous projection, the year-end dividend is revised up by 11 yen to 30 yen per share, and the annual dividend forecast is revised up by 11 yen to 48 yen per share.

Note: These projection and forecast are based on the information available as of the date of release of this document. Actual results may differ from the above forecasts due to various factors.