

Name of the listed company: NIPPON SHINYAKU CO., LTD.
 Representative: Shigenobu Maekawa, President and Representative Director
 (Code No.: 4516, Listing stock exchange: Tokyo)
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Revision of Performance Projection, Dividend of Surplus (Interim Dividend) and Revision of Year-end Dividend Forecast

At the board meeting held on November 6, 2017, Nippon Shinyaku has passed resolutions revising the performance projection for the fiscal year ending March 31, 2018 which was released on May 11, 2017, paying the dividend of surplus (interim dividend, record date: September 30, 2017) and revising the year-end dividend forecast.

1. Revision of the performance projection

(1) Revision of the consolidated performance projection for the fiscal year ending March 31, 2018 (April 1, 2017 to March 31, 2018)

	Net sales	Operating income	Ordinary income	Net income attributable to owners of the parent	Net income per share
Previous projection (A)	¥ million 99,500	¥ million 16,500	¥ million 17,000	¥ million 12,500	¥ 185.58
Revised projection (B)	102,000	17,500	18,000	13,000	193.01
Change (B - A)	2,500	1,000	1,000	500	
Rate of Change (%)	2.5	6.1	5.9	4.0	
Actual results of the fiscal year ended March 31, 2017	98,781	15,280	16,244	11,749	174.42

(2) Reasons for revision

Domestic sales of pharmaceutical products will exceed the previous projection and Net sales will be 102,000 million yen.

As a result, Operating income will be 17,500 million yen, Ordinary income will be 18,000 million yen, and Net income will be 13,000 million yen.

2. Dividend of surplus (interim dividend) and revision of the year-end dividend forecast

(1) Details of dividend

	Determined amount	Latest dividend forecast (Announced on May 11, 2017)	Dividend actually paid (Fiscal year ended March 31, 2017)
Record date	September 30, 2017	September 30, 2017	September 30, 2016
Dividend per share	¥26.00	¥25.00	¥18.00
Total amount of dividends	¥1,751 million	-	¥1,212 million
Effective date	December 4, 2017	-	December 5, 2016
Source of dividend	Retained earnings	—	Retained earnings

(2) Revision of the year-end dividend forecast

Record date	Dividend per share (yen)		
	Second quarter-end	Fiscal year-end	Total
Previous forecast	¥25.00	¥25.00	¥50.00
Revised forecast		¥26.00	¥52.00
Dividend actually paid (Fiscal year ending March 31, 2018)	¥26.00		
Dividend actually paid (Fiscal year ended March 31, 2017)	¥18.00	¥30.00	¥48.00

(3) 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 interim dividend is revised up by 1 yen to 26 yen per share, and the annual dividend forecast is revised up by 2 yen to 52 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.