October 30, 2020

NEWS RELEASE

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(Code number: 9143 TSE 1st Section)
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Notice Concerning Dividend of Surplus (Interim Dividend) and Revision of Dividend Forecast

SG Holdings Co., Ltd. (the "Company") hereby announces that the Board of Directors resolved at a meeting held on October 30, 2020 to pay dividends from surplus (interim dividend) with the record date of September 30, 2020, as detailed below. Also, in the light of recent trends in earnings and other matters, the Company has revised the dividend forecast disclosed on September 25, 2020, as detailed below.

1. Details of dividends

	Item resolved	Most recent dividend forecast (announced September 25, 2020)	Previous result (Interim dividend for the fiscal year ended March 31, 2020)
Record date	September 30, 2020	September 30, 2020	September 30, 2019
Dividend per share	36.00 yen (Ordinary dividend 26.00 yen) (Special dividend 10.00 yen)	34.00 yen (Ordinary dividend 24.00 yen) (Special dividend 10.00 yen)	22.00 yen (Ordinary dividend 22.00 yen)
Total amount of dividends	11,434 million yen		6,987 million yen
Effective date	November 27, 2020		November 27, 2019
Source of dividends	Retained earnings		Retained earnings

2. Revision of dividend forecast

(1) Details of revision

	Dividend per share (yen)		
	Second quarter end	Fiscal year end	Total
Previous forecast (On pre-stock split basis)	34.00 yen	14.00 yen (28.00 yen)	-
Revised forecast (On pre-stock split basis)		15.00 yen (30.00 yen)	-
Current year result	36.00 yen		
Reference: Results for the fiscal year ended March 31, 2020	22.00 yen	22.00 yen	44.00 yen

*Because a split of common stock on a 2-for-1 basis is planned with an effective date of November 1, 2020, the actual dividends at the end of the second quarter of the current fiscal year, and for the previous fiscal year, are based on the amounts obtaining before this stock split.

(2) Reasons for revision

The Company's basic policy on profit distribution is to maintain stable dividend payments, with a target consolidated payout ratio of 30%, while securing sufficient retained earnings for future business expansion and strengthening of the management structure.

In the light of the above basic policy, and following the revision of the consolidated results forecast, the Company has increased the interim ordinary dividend for the fiscal year ending March 31, 2021 by 2 yen from the previous forecast, to 26 yen, which brings the total to 36 yen after adding the 10 yen special dividend marking the disposal of shares in Hitachi Transport System, Ltd. The company has also increased the year-end ordinary dividend forecast by 1 yen from 14 yen to 15 yen.

* The earnings forecasts and dividend forecasts contained in this document are calculated based on information available at the time of the publication of the document, and actual results may differ from these figures.