May 17, 2021

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 17, 2021 to pay out dividend of surplus with March 31, 2021 as the base date as described below. This matter is planned to be discussed at the 99th Annual General Meeting of Shareholders that is planned to take place on June 23, 2021.

1. Details of Dividend

	Final decision	Previous forecast (April 27, 2021)	Previous fiscal year results (fiscal 2019)
Base date	March 31, 2021	March 31, 2021	March 31, 2020
Dividend per share (yen)	24.00	24.00	23.00
Total dividend amount	10,801million yen	—	10,535 million yen
Effective date	June 24, 2021	—	June 24, 2020
Dividend source	Retained earnings	—	Retained earnings

2. Reason

SEKISUI CHEMICAL positions increasing corporate value and actively returning profits to shareholders as priority management objectives. With regard to shareholder returns, we expressed the following policy in our Medium-term Management Plan, which started in April 2020, reinforcing and clarifying our commitment.

・Dividend payout ratio: 35% or higher

・DOE: 3% or higher

・Total payout ratio: If the D/E ratio is not more than 0.5, 50% or higher

・Retirement of new acquisitions of treasury shares such that treasury shares are no more than 5% of the total number of issued shares

In consideration of the above policies, SEKISUI CHEMICAL has decided to pay a fiscal year-end dividend of ¥24 per share, the same amount as the most recent forecast, for a total dividend for the fiscal year of ¥47.

Reference: Breakdown of Full Fiscal Year Dividends

	Dividend per Share (yen)		
	End of the 1H	Fiscal Year-End	Total
Current fiscal year	23.00	24.00	47.00
Previous fiscal year results (fiscal 2019)	23.00	23.00	46.00