



November 8, 2022

To whom it may concern:

Company name Nissin Sugar Co., Ltd.
Name of Akira Okubo, President and
Representative Representative Director
(Code No. 2117 TSE Prime Market)
Contact Hiroyuki Iizuka, Senior Managing
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Notice Regarding the Determination of Dividend of Surplus (Interim Dividend) and Revised Dividend Forecast

Nissin Sugar Co., Ltd. (the “Company”) is announcing that a meeting of the Board of Directors was held today where the amount of dividends of surplus funds (interim dividend) was released with the record date of September 30, 2022, as described below. The Company also released a revised annual dividend forecast for the fiscal year ending March 31, 2023 that was announced on August 5, 2022, as described below.

1. Details of the interim dividend

	Resolved amount	Most recent dividend forecast (announced on August 5, 2022)	Results for the previous fiscal year (fiscal year ended March 31, 2022)
Record date	September 30, 2022	No change	September 30, 2021
Dividend per share	33.00 yen	34.00 yen	33.00 yen
Total amount of dividend	729,417,249 yen	—	729,160,410 yen
Effective date	December 1, 2022	—	December 1, 2021
Source of dividends	Retained earnings	—	Retained earnings

2. Details of the revision to the interim dividend forecast

Record date	Annual dividend per share (yen)		
	2nd quarter-end	Year-end	Total
Previous forecast (announced on August 5, 2022)	34.00 yen	33.00 yen	67.00 yen
Revised forecast	—	33.00 yen	66.00 yen
Results for the current fiscal year	33.00 yen	—	—
Results for the previous fiscal year (fiscal year ended March 31, 2022)	33.00 yen	34.00 yen	67.00 yen

* The dividend forecast is based on information currently available to the Company and certain assumptions that were considered reasonable, however actual dividends could differ due to various factors. The impact of the business integration between the Company and ITOCHU Sugar Co., Ltd. scheduled for January 1, 2023, has not been factored in.

3. Reason for the determination of the interim dividend amount and the revised interim dividend forecast
The Company has stated in the basic policy for capital allocation that we intend to increase the medium- to long-term return on equity (ROE) and achieve both successful growth investment and high shareholder returns. The dividend distribution is based on the consolidated dividend payout ratio (DPR) of 60% or dividend on equity (DOE) of 3%, whichever is higher. The Company has determined that, of this amount, 50% of the forecast amount of annual dividend per share (fractions of a yen are rounded up) at the time of the release of the consolidated financial results for the second quarter will be the amount of the interim dividend per share.

In line with the Summary of Consolidated Financial Results for the Six Months Ended September 30, 2022 released today, the forecast for the annual dividend has been determined at 66 yen per share, one yen less than the previous forecast of 67 yen per share. The one-yen decrease is due to the results of the revised consolidated financial results forecast for the fiscal year ending March 31, 2023 that includes the decrease in the forecast profit attributable to owners of the parent company.

Therefore, the amount of the interim dividend per share will be 33 yen: 50% (a fraction of a yen is rounded up) of 66 yen, the forecast amount of the annual dividend per share. (The Company provides in the Articles of Incorporation that interim dividends may be issued, as set out in Article 454, Paragraph 5 of the Companies Act, with the record date of September 30 of each year by resolution of the Board of Directors.)

[Calculation formula of the amount of annual dividend per share]

Based on the consolidated DPR of 60%

60% of year-end consolidated basic earnings per share of 31.67 yen = 20 yen (the fraction of a yen is rounded up)

Based on DOE of 3%

3% of year-end equity attributable to owners of parent per share of 2,179.30 yen = 66 yen (the fraction of a yen is rounded up)

Since the resulting 66 yen, based on 3% of DOE, is larger, 66 yen will be the forecast annual dividend per share.

End