



May 13, 2019

(Translated from the Japanese original)

Company Name: TIS Inc.
Representative: Toru Kuwano, Chairman, President and Representative Director
Stock Listing: First Section of the Tokyo Stock Exchange
Stock Code: 3626
Contact: Masakazu Kawamura, Department Manager of Corporate Management Dept.
Phone: +81-3-5337-4569 (in Japan, 03-5337-4569)

Notice regarding Dividends from Surplus (Dividend Increase)

TIS Inc. (hereafter, “TIS” and “the Company”) hereby announces that the Board of Directors resolved at its meeting today to distribute dividends from surplus, with a record date of March 31, 2019. Details are provided below.

Note that this resolution will be referred for discussion and approval at the 11th Annual General Meeting of Shareholders scheduled for June 25, 2019.

Details

1. Dividend details

	Determined value	Latest dividend forecast (Announced May 10, 2018)	Results in previous fiscal year (Fiscal 2018)
Record date	March 31, 2019	Same as left	March 31, 2018
Dividend per share	¥50	¥40	¥26
Total dividends	¥4,244 million	—	¥2,228 million
Effective date	June 26, 2019	—	June 27, 2018
Source of dividends	Retained earnings	—	Retained earnings

2. Reasons

The Company’s basic policy is to keep internal reserves at a level sufficient to ensure business growth from a medium- to long-term perspective, while continuing to pay a stable dividend in consideration of consolidated financial results.

Guided by this policy, TIS seeks to build a more appropriate capital structure and improve capital efficiency during Medium-Term Management Plan (2018-2020), underpinned by a good balance in its approaches to promote growth investments and ensure a sound financial position. In the process, the Company intends to enhance return to shareholders by boosting the total return ratio yardstick, to 40%, from 35%, through measures that include treasury stock buybacks, and then deliver a payout ratio of 30% by fiscal 2021 through stable dividend growth.

Management would like to distribute a year-end dividend of ¥50 per share for fiscal 2019, ended March 31, 2019, which is ¥10 higher than first announced. The increase reflects the fact that business results exceeded expectations. Consequently, the annual dividend for fiscal 2019 will be ¥70 per share. Adding in the repurchase of 809,100 shares of treasury stock, for ¥4,209 million, the total return ratio will reach 39.0%.

Reference: Breakdown of annual dividends

Effective date	Dividend per share			Total return ratio	Payout ratio
	End of second quarter	Year-end	For the year (total)		
Fiscal 2019 (March 31, 2019)	¥20	¥50	¥70	39.0%	22.8%
Fiscal 2018 (March 31, 2018)	¥14	¥26	¥40	30.5%	16.6%

END