

May 13, 2019

To Whom It May Concern,

Company Name: Taisho Pharmaceutical Holdings Co., Ltd.  
Head Office: 3-24-1, Takada, Toshima-ku, Tokyo  
Representative: Akira Uehara, Chief Executive Officer  
(Representative)  
(First Section of TSE: Code 4581)  
Contact: Hideki Iuchi, General Manager of  
Corporate Communications  
(Tel: +81-3-3985-2020)

### Notice Regarding Dividends from Surplus

Taisho Pharmaceutical Holdings Co., Ltd. (Headquartered in Toshima-ku, Tokyo; Chief Executive Officer: Akira Uehara; hereinafter referred to as the “Company”) hereby announces that the Company, at its Board of Directors meeting held today, resolved to pay dividends from surplus with the record date of March 31, 2019, as follows.

This matter will be presented for approval to the Annual Shareholders’ Meeting scheduled on June 27, 2019.

#### 1. Dividends

	Resolved amount	Most recent forecast of dividends (announced on May 14, 2018)	Result of the previous fiscal year (fiscal year ended March 31, 2018)
Record date	March 31, 2019	March 31, 2019	March 31, 2018
Dividend per share	¥70 (Ordinary dividend:¥60) (Special dividend:¥10)	¥60	¥60
Total amount of dividends	¥5,591million	—	¥4,793million
Effective date	28 June, 2019	—	29 June, 2019
Source of dividends	Retained earnings	—	Retained earnings

## 2. Reason for the Resolution

Regarding the basic policy for deciding dividends of retained earnings, the Company works to increase its retained earnings to maintain stable dividends over the long term at a high level while strengthening the Company. The Company's dividend policy has been set to roughly correspond to the consolidated operating results for each business term. The goal has been a dividend payout ratio of 30% of profit attributable to owners of parent excluding extraordinary gains and losses.

Accordingly, with regard to the year-end dividend for the fiscal year ended March 31, 2019, as the Company recorded extraordinary income due to the investment and structural revisions, the Company plans to pay a special dividend of ¥10 per share in addition to an ordinary dividend of ¥60 per share, for a total dividend of ¥70 per share.

### (Reference) Details of Annual Dividends

Record date	2nd quarter-end	Year-end	Total
Result of the fiscal year ended March 31, 2018	¥50 (Ordinary dividend:¥50)	¥60 (Ordinary dividend:¥60)	¥110 (Ordinary dividend:¥110)
Result of the fiscal year ended March 31, 2019	¥50 (Ordinary dividend:¥50)	¥70 (Ordinary dividend:¥60) (Special dividend:¥10)	¥120 (Ordinary dividend:¥110) (Ordinary dividend:¥10)
Forecast for the fiscal year ending March 31, 2020	¥50	¥60	¥110