

Company name: MEGMILK SNOW BRAND Co., Ltd.
 Representative: Masatoshi Sato, President and Chief Executive Officer
 (Stock code: 2270, TSE Prime Market/SSE)
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Notification of a Surplus Dividend

MEGMILK SNOW BRAND announces that we have resolved to pay a surplus dividend as follows with March 31, 2022 serving as the record date at a Board of Directors' meeting held today.

1. Dividend Details

	Year-end Determined Amount	Latest Dividend Forecast (Announced on February 9, 2022)	Actual dividend in the Previous Term (Fiscal Year Ended March 31, 2021)
Record date	March 31, 2022	Same as on the left	March 31, 2021
Dividend per share	60.00 yen	60.00 yen	40.00 yen
Total Dividend	4,061 million yen		2,707 million yen
Effective date	June 8, 2022		June 3, 2021
Dividend resource	Retained earnings		Retained earnings

2. Reasons

MEGMILK SNOW BRAND bases profit distribution on the aim of continuing to establish financial soundness through profit creation, to maintain our capital efficiency by re-investing in basic infrastructure to create cash and to enhance return of profit to shareholders.

We strive to continue stable payment of dividends with a view toward a consolidated payout ratio between 20% and 30% while comprehensively taking into account consolidated results and financial condition. In addition, if the equity ratio is consistently maintained at or above 50%, the Company's policy is to enhance shareholder returns by increasing the payout ratio to at least 30% without waiting for the third stage (FY2023 - FY2026) of the Group Long-term Vision 2026. With the equity ratio exceeded 50% in the fiscal year ending March 31, 2022, We have decided to raise the payout ratio to higher than 30% according to the aforementioned policy, and pay a dividend of 60 yen per share. We plan to continue to pay dividends based on this dividend policy.

Note:

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