



February 9, 2018

Name of listed company:
BANDAI NAMCO Holdings Inc.
Name of representative:
Mitsuaki Taguchi,
President and Representative Director
(Code Number: 7832 TSE 1st section)
Contact: Yuji Asako,
Director, Division General Manager
of the Corporate Planning Division

Notice Regarding Change in the Basic Policy for Providing Returns to Shareholders and Revision to Projection of Cash Dividend for the Fiscal Year Ending March 31, 2018

BANDAI NAMCO Holdings Inc. (“the Company”) hereby announces that the Board of Directors Meeting has passed a resolution today to change the basic policy for providing returns to shareholders and to revise the projection of cash dividend per share for the fiscal year ending March 31, 2018 as described below.

1. Regarding the change in the basic policy for providing returns to shareholders (during and after the fiscal year ending March 31, 2019)

The Company places the return of profits to shareholders as one of its highest priorities in its management. The Company aims to further strengthen the BANDAI NAMCO Group (“the Group”)’s competitiveness and, while maintaining a sound financial status, to achieve regular distributions of dividends and improvement in the Company’s corporate value. As part of starting the new Mid-term Plan in April 2018, and in light of the Group’s strategy and the environment surrounding its business, the basic policy for providing returns to shareholders was examined from various angles. As a result, the Company decided to change over to a basic policy that uses DOE (dividends on equity) and the total return ratio as performance indicators while maintaining long-term and stable dividend levels and being more aware of capital cost.

- Existing policy
Provide a return to shareholders that targets a payout ratio of 30% in accordance with consolidated operational results and based on stable annual dividend payments of ¥24 per share.
- New policy
Provide a return to shareholders that targets a total return ratio of 50% or more and based on stable dividend payments of 2% of DOE.

2. Reason for revision to projection of cash dividend

In line with the change in the basic policy for providing returns to shareholders in the fiscal year ending March 31, 2019, the new basic policy will be applied to the distribution of dividends ahead of schedule starting with the year-end dividend for the fiscal year ending March 31, 2018. Specifically, annual cash dividends for the fiscal year ending March 31, 2018 will be revised to ¥95 per share. Since the Company paid an interim dividend of ¥12 per share on December 7, 2017, the projected year-end dividend for the fiscal year is ¥83 per share.

3. Content of revision

| | Annual cash dividends | | |
|--|-----------------------|--|--|
| | End of second quarter | Fiscal year-end | Total |
| Previous projection (announced on May 10, 2017) | — | ¥12 | ¥24 |
| Dividend paid for the current fiscal year and revised projection | — | ¥83 base: ¥20 performance-based: ¥63 | ¥95 base: ¥32 performance-based: ¥63 |
| Dividend payment for the current fiscal year | ¥12 | — | — |
| Dividend paid for the previous fiscal year (Fiscal Year ended March 31, 2017) | ¥12 | ¥70 stable: ¥12 performance-based: ¥38 special: ¥20 | ¥82 stable: ¥24 performance-based: ¥38 special: ¥20 |

End of notice