

Re: Appropriation of Dividends (Special Dividends) from Retained Earnings

Tokyo, July 29, 2019 - Hitachi Capital Corporation (TSE:8586, President & CEO: Seiji Kawabe, “the Company”) resolved in a meeting of the Board of Directors held today to make dividends payment (special dividends) and to set the record date for such special dividends on August 14, 2019.

The Company defines that appropriation of dividends is to be determined by the approval of a meeting of the Board of Directors in the Articles of Incorporation, based on Article 459, paragraph 1 of the Companies Act.

- Description -

1. Outline of Special Dividends

	Approved amount
Record date	August 14, 2019
Dividends per share	40.00 yen
Dividends paid	4,675 million yen*
Effective date	October 15, 2019
Dividend resource	Retained earnings

* Calculated based on the number of shares (excluding treasury shares) as of June 30, 2019. Dividends paid will be determined at the Company’s meeting of the Board of Directors after confirming the number of shares (excluding treasury shares) eligible for dividends as of the record date (August 14, 2019).

2. Reasons

As announced in “Re: Appropriation of Dividends (no dividends) from Retained Earnings,” on June 7, 2019, the Company inevitably decided not to make year-end dividends from retained earnings of fiscal year 2018, since the audition by accounting auditor based on the Companies Act that engages in Consolidated Earnings Reports of the Year Ended March 31, 2019 had not been completed due to the Company expanding the scope of its investigation into inappropriate factoring deals managed by Hitachi Capital Factoring (China), Co., Ltd., a subsidiary of the Company.

Since the accounting auditor has now completed the audit and the Company received the audit report as of July 26, 2019, it has decided to make a special dividend of 40 yen per share as of the record date of August 14, 2019 in order to meet shareholders’ expectations. Consequently, as announced in “Consolidated Earnings Report [IFRS] For the Year Ended March 31, 2019” on July 25, 2019, the Company will set the annual dividends for the year ending March 31, 2020 as 128 yen per share, which is a total of the two ordinary dividend payments (88 yen per share) in a year and this special dividend.

(Reference) Breakdown of annual dividends

Record date	Dividend per share			
	August 14, 2019	End of second quarter	End of the fiscal year	Annual
Results for year ended March 31, 2020	<u>40.00 yen</u> (Special dividend)	-	-	-
Forecast for year ending March 31, 2020	-	44.00 yen	44.00 yen	128.00 yen
Results for year ended March 31, 2019	-	46.00 yen	0.00 yen	46.00 yen
Results for year ended March 31, 2018	-	43.00 yen	43.00 yen	86.00 yen

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