

To whom it may concern

Japan Securities Finance Co., Ltd.

Notice of Dividend of Surplus (Interim Dividend) and Revision of Year-End Dividend Forecast
(Dividend Increase) for the fiscal year ending March 2022

Japan Securities Finance Co., Ltd. (herein after "JSF") today announced that its Board of Directors on November 2, 2021 approved to revise (increase) the surplus payments (interim dividend) based on September 30, 2021 and the year-end dividend forecast for the fiscal year ending March 2022, as detailed below.

1. Details of dividends from retained earnings (interim dividends)

	Amount Approved	Latest Dividend Forecast (announced on April 30, 2021)	Dividend paid in previous fiscal year (Ended March 31, 2021)
Record Date	September 30, 2021	same as left	September 30, 2020
Dividend per share	15 yen	13 yen	11 yen
Total amount of dividends	1,393 million yen	—	1,015 million yen
Effective date	December 3, 2021	—	December 4, 2020
Source of dividend	Retained earnings	—	Retained earnings

2. Details of Revised Year-End Dividend Forecast for the Fiscal Year ending March 2022

	Dividends per Share		
	Interim	Year-End	Annual
Previous forecast	—	13 yen	28 yen
Revised forecast	—	15 yen	30 yen
Results for FY2021	15 yen	—	—
Results for FY2020	11 yen	15 yen	26 yen

3. Reason

Retain solid equity capital to secure the financial health and management stability that society demands of the company as the infrastructure of securities market, and ensure profits are returned to shareholders by comprehensively considering revenues environment or investment plan, etc. In addition, the consolidated payout ratio, as a standard that reflects our business performance, shall not fall below the 60% level and that we shall provide stable dividends that are not temporarily affected by earnings fluctuations.

Based on this policy, in light of the financial results for second quarter of fiscal year ending March 2022 and estimated figures for the full year ending March 2022 announced today, JSF approved to revise the interim and year-end dividend forecast for the fiscal year ending March 2022 to 15 yen per share, each of which is an increase of 2 yen compared to forecast published on April 30, 2021. As a result, JSF plans to pay a full-year dividend of 30 yen per share.

This is the English translation of the document originally written in Japanese for non-Japanese convenience. Although Japan Securities Finance intends to faithfully translate the Japanese-written documents into English version, the accuracy and correctness of translation are not guaranteed, so you are kindly encouraged to refer to the original Japanese version of the document.