

Notice Regarding Dividend and Revision of Dividend Forecast for FY2018

TOKYO—Toshiba Corporation (TOKYO: 6502) today announced that its Board of Directors, meeting today, has decided not to pay an interim dividend to shareholders at the date of record of September 30, 2018, but to pay a special dividend to shareholders at the date of record of December 31, 2018. Toshiba has also revised its dividend forecast for FY2018.

Toshiba closed its accounts as the end of September 2018, in order to prepare temporary financial statements, so as to pay a special dividend that will includes net income for the first half of FY2018 in the distributable amount.

1. Outline

(1)

	Determined amount (September 30, 2018)	Latest forecast for dividend (May 15, 2018)	Actual dividend for the first half of FY2017 (September 30, 2017)
Date of record	September 30, 2018	September 30, 2018	September 30, 2017
Dividend per share	0 yen	—	0 yen
The amount of dividend			
Effective date			
Dividend resources			

(2)

	Determined demand (special dividend)
Date of record	December 31, 2018
Dividend per share	20 yen* ¹
The amount of dividend	13,041 million yen* ²
Effective date	February 15, 2019 (scheduled)
Dividend resources	Accumulated Profit

¹ Company changed the number of shares per one unit from 1 share to 10 shares as of October 1, 2018. The dividend per share takes this consolidation and changed share unit into account.

*² Shares (excluding the repurchase of own shares) subject to dividends at the date of record (December 31, 2018) will determined in January 2019 by a meeting of the

board of directors, as will the amount to be paid.

2. Reason

As announced on June 13, 2018 “Toshiba’s Policy on Shareholder Returns,” Toshiba proposes to implement a shareholder return that will channel approximately 700 billion yen into repurchases of its own shares. The funding represents part of the profit on the sale of Toshiba Memory Corporation. In the same announcement Toshiba also stated that it would reconsider its policy on payments of stable dividends, and has now revised its policy on shareholder.

<Toshiba’s Policy on Shareholder Returns>

Toshiba will continue to consider strategic investments to increase medium- to long-term corporate business value and aims to increase its dividend and to secure a planned average consolidated dividend payout ratio of 30%*³. Toshiba will enhance profit distribution to shareholders through repurchases of its own shares, according to the situation.

*³ For the time being, equity method profit and loss for Toshiba Memory Corporation is excluded from Toshiba’s policy on shareholder returns.

Toshiba closed its accounts at the end of September 2018 and will prepare temporary financial statements in order to pay the special dividend. These statements will include 1,200 billion yen in non-consolidated business results from closing the sale of Toshiba Memory Corporation in the first half of FY2018 in the distributable amount. Toshiba has given full consideration to such factors as confirming a distributable amount sufficient to implement the envisaged shareholder return, after not paying a dividend for a considerable time, and based on the policy on shareholder returns described above today decided to pay a dividend of 20 yen per share to shareholders recorded in the shareholder registry as of December 31, 2018.

3. Temporary Financial Statements

(1) Date

September 30, 2018

(2) Outline

(Yen in billions)

	Amount	
Total Assets	26,574	As of September 30, 2018
Total Net Assets	13,737	
Accumulated profit	11,700	
Net Sales	223	From April 1, 2018 to September 30, 2018)
Operating income	-183	

Recurring profit	270	
Net Income (from April 1, 2018 to September 30, 2018)	13,258	

*⁴ The distributable amount is 1,167.9 billion yen at the date of record of September 30, 2018.

*⁵ The Dividend Forecast is as follows.

Based on its policy on shareholder returns, and with full consideration for current circumstances, Toshiba has provisionally decided to pay a year-end dividend of 10 yen per share to shareholders recorded in the shareholder registry on March 31, 2019, realizing a full-year dividend of 30 yen per share.

Record date	Dividends per share			
	Interim (September 30)	Special (December 31)	Year-end (March 31)	Full year
Previous forecast	—	—	Not decided	Not decided
Updated Plan	—	—	10 Yen*	30 Yen*
Actual dividends for FY 2018 ended March 2019	0 Yen	0 Yen	—	—
Actual dividends for FY 2017 ended March 2018	0 Yen	—	0 Yen	0 Yen

*⁶ The company changed the number of shares per one unit from 1 share to 10 shares on October 1, 2018. The dividend amount per share reflects the consolidation of shares.

Disclaimer:

This report of business results contains forward-looking statements concerning future plans, strategies and the performance of Toshiba Group. These statements are based on management's assumptions and beliefs in light of the economic, financial and other data currently available. Since Toshiba Group promotes business in various market environments in many countries and regions, they are subject to a number of their risks and uncertainties. Toshiba therefore wishes to caution readers that actual results might differ materially from expectations. Major risk factors that may have a material influence on results are indicated below, though this list is not necessarily exhaustive.

- Major disasters, including earthquakes and typhoons;
- Disputes, including lawsuits, in Japan and other countries;
- Success or failure of alliances or joint ventures promoted in collaboration with other companies;
- Success or failure of new businesses or R&D investment;
- Changes in political and economic conditions in Japan and abroad; unexpected regulatory changes;

- Rapid changes in the supply and demand situation in major markets and intensified price competition;
- Significant capital expenditure for production facilities and rapid changes in the market;
- Changes in financial markets, including fluctuations in interest rates and exchange rates.

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