

To Whom It May Concern,

Company Name: Sanyo Special Steel Co., Ltd.
 Representative: HIGUCHI Shinya, Representative Director and President
 (Code Number: 5481, First Section of the TSE)
 Contact: Accounting & Finance Department
 (Telephone: +81-79-235-6004)

**Notice Regarding Revision of Year-End Dividend Forecast (non-dividend)
 for the Fiscal Year ending March 31, 2020**

Sanyo Special Steel Co., Ltd. (the "Company") hereby notifies that today's meeting of the Board of Directors has resolved to revise the year-end dividend forecast for the fiscal year ending March 31, 2020 as follows.

1. Reason for the Revision

The Company's basic policy on profit distribution is to reward shareholders by increasing the profits available for distribution while strengthening business foundation. Concerning dividend payment, the Company intends to meet shareholder's expectations by distributing profits primarily based on periodic business performance, while considering the payout ratio and the amount of funds required for investment and other activities in order to enhance corporate value.

In addition, as announcement in the "Notice regarding the cancellation of treasury stock" dated December 25, 2019, the Company repurchased 1,730 thousand shares of own stock with an amount of 2,505 million yen, and cancelled 2,930 thousand shares of treasury stock corresponding to total number of shares repurchased from the market and the part of treasury shares held from past.

As today's announcement in the "Notice Regarding Revision to Full Year Earnings Forecasts," the Company expects to result in a net loss for the second half of the fiscal year ending March 31, 2020 because of the decrease in sales orders due to continuance of huge inventory adjustment according to stagnation of activity level in the major customers. Therefore, the Company has regrettably decided to revise its year-end dividend forecast to non-dividend.

Taking this situation seriously, the Company managements have voluntarily offered to return their partial compensation. And the Company decided the implementation of measures for swift recovery such as the furlough utilizing the Employment Adjustment Subsidy System, and voluntary partial return of manager's salary. For further details of profit improvement measures, please refer to the "Notice Regarding the Implementation of Emergency Profit Improvement Measures" released today.

2. Details for the Revision

	Annual dividend per share (yen)		
	End of the first half of fiscal year	End of the fiscal year	Full fiscal year
Previous forecast (October 30, 2019)	/	9.50	25.00
Revised forecast	/	0	15.50
Actual for the current fiscal year	15.50	/	/
Actual for previous fiscal year (FY2018 ending March 31,2019)	45.00	24.00	69.00

Note: The above forecasts are based on information that was available on the announcement date of this release.

Actual results may differ from the forecasts due to various risks and uncertainties.

Please note that the official text of this document has been prepared in Japanese. To the extent there is any discrepancy between the English translation and original Japanese version, please refer to the Japanese version.