

March 20, 2015

To whom it may concern:

Company name: SCREEN Holdings Co., Ltd.
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Notice Regarding a Revision of the Cash Dividend Forecast for the Fiscal Year Ending March 31, 2015 and the Future Policy on Shareholder Returns

At the Board of Directors Meeting held on March 20, 2015, SCREEN Holdings Co., Ltd. decided to update its cash dividend forecast for the fiscal year ending March 31, 2015, and revised its policy for shareholder returns for the next fiscal year onward.

1. A revision of the Cash Dividend Forecast for the Fiscal Year Ending March 31, 2015

(1) Reason for revision

The cash dividend forecast has been revised in light of the policy on shareholder returns scheduled to take effect at the beginning of the next fiscal year.

(2) Contents of revision

	Cash Dividends per Share				
	1st Quarter-end	2nd Quarter-end	3rd Quarter-end	Fiscal Year-end	Annual
Previously announced forecast (As of Feb. 9, 2015)	—	—	—	¥5.00	¥5.00
Revised forecast	—	—	—	¥7.00	¥7.00
Previous result for the fiscal year ended March 31, 2014	—	—	—	¥3.00	¥3.00

2. The Future Policy on Shareholder Returns

(1) Reason of revision

With the aim of improving its corporate value into the future, SCREEN has launched Challenge2016, a medium-term management plan that ends in the fiscal year ending March 31, 2017. Under this plan, the Company is working to reinforce its financial standing, especially by raising the equity ratio and reducing net interest-bearing debt. At the same time, SCREEN is striving to improve profitability in order to raise ROE. Furthermore, to clarify the Company's intention to enhance shareholder returns and accountability to its shareholders, SCREEN has decided at this juncture to amend its policy regarding the return of profit to shareholders.

(2) Contents of revision

Before revision:

As for the cash dividend policy, SCREEN strives to ensure stable cash dividends while considering the amount of retained earnings required to ensure business growth and increased profitability based on its dividend payout ratio, operating environment and the status of earnings conditions.

After revision:

SCREEN will continue to maintain retained earnings at a level that ensures ongoing financial soundness while enabling it to invest in growth opportunities and thus remain responsive to future changes in the business environment. At the same time, the Company has decided to target a total consolidated shareholder return ratio* of 25%, while paying close attention to its annual earnings performance and its progress toward achieving a consolidated operating income to net sales ratio of 10% or above and a consolidated equity ratio of 50% or above—two targets outlined in ‘Challenge2016’.

*Total consolidated shareholder return ratio is defined as the ratio of the sum of total cash dividends and value of treasury stock acquired to consolidated net income. This ratio is an indicator of the proportion of consolidated net income returned to shareholders.

(3) Application start time

Next fiscal year ending March 31, 2016