

(Translation)

November 5, 2019

To whom it may concern:

Company Name: Kyushu Railway Company
Name of Representative: Toshihiko Aoyagi, President and CEO
Securities Code: 9142
Tokyo Stock Exchange (First Section) and Fukuoka Stock Exchange
Inquiries: Public Relations Department
Tel.: +81-92-474-2541

Notice Regarding Issuance of Dividends (Interim Dividends) from Surplus

Kyushu Railway Company announces that, at a Board of Directors meeting held on November 5, 2019, it has resolved to issue dividends from surplus (interim dividends) with a record date of September 30, 2019. The details are as follows.

1. Details of Dividend Proposal

	Proposal	Most recent forecast (Announced August 5, 2019)	Interim dividend for fiscal year ended March 31, 2019
Record date	September 30, 2019	September 30, 2019	September 30, 2018
Dividends per share	¥46.50	¥46.50	¥41.50
Total dividend amount	¥7,440 million	—	¥6,640 million
Effective date	December 4, 2019	—	December 5, 2018
Source of dividends	Retained earnings	—	Retained earnings

2. Reason

The Company views the return of profits to shareholders as its most important management task. As such, the Company adopts a basic policy of carrying out stable and continuous dividend payments in accordance with its business performance.

With regard to dividends from surplus, we are targeting a dividend payout ratio of 35%, with minimum dividend per share of ¥93.0, through the fiscal year ending March 31, 2022.

In accordance with this policy, the Company will issue interim dividends of ¥46.50 per share with a record date of September 30, 2019.

Dividend targets, shareholder return policies and other forward-looking statements appearing in this notice are based on currently available information and specific assumptions deemed rational and are not assurances that the Company will be able to achieve the targets and implement the policies. Actual performance may vary greatly depending on various factors such as fluctuations in interest rates, fluctuations in share prices, changes in exchange rates, fluctuations in the value of assets, changes in the economic and financial environment, changes in the conditions of competition, occurrences of large-scale and other disasters, and changes in regulations. The Company is under no obligation, and disclaims any obligation, to update or alter the forward-looking statements, whether as a result of new information, future events or otherwise, except as may be required by the rules of the Tokyo Stock Exchange.