



May 19<sup>th</sup>, 2017

Company: Brother Industries, Ltd.  
Representative: Toshikazu Koike, Representative Director & President  
(Code No. 6448 [First Section, Tokyo Stock Exchange and Nagoya Stock Exchange])  
Inquiry: Toshihiro Ito, Executive Officer in Charge of Finance & Accounting Dept.  
(Tel: 052.824.2075)

### Notice concerning Payment of Dividends from Surplus Earnings

At the Board of Directors meeting held on May 19<sup>th</sup>, 2017, Brother Industries, Ltd. (The “Company”) resolved to pay dividends from surplus earnings to the shareholders registered as of March 31<sup>st</sup>, 2017 as follows

Dividends per share has not changed from the Notice of Revision (Increase) of Dividend Forecast, which was released on May 9<sup>th</sup>, 2017.

#### 1. Details of dividend payments

	Amount resolved to be paid	Most recent dividends forecast (announced on May 9 <sup>th</sup> , 2017)	Dividends paid in previous fiscal year (ended March 31 <sup>st</sup> , 2016)
Shareholder registration date	March 31 <sup>st</sup> , 2017	March 31 <sup>st</sup> , 2017	March 31 <sup>st</sup> , 2016
Dividend per share	24 yen	24 yen	18 yen
Total dividends to be paid	6,239 million yen	—	4,679 million yen
Payment date	June 2 <sup>nd</sup> , 2017	—	June 3 <sup>rd</sup> , 2016
Source of funds to pay dividends	Surplus earnings	—	Surplus earnings

#### 2. Reasons for paying dividends from surplus earnings

Brother Industries, Ltd. sets a basic policy of consolidated dividend payout ratio to about 30% and according to its financial results, taking into consideration maintaining adequate levels of internal reserves for investment for further growth and cash flow.

Under this policy stated above, the Company increased the year-end dividend per share for the fiscal year that ended in March 31<sup>st</sup>, 2017 by 6 yen to 24 yen per share from its original forecast. As a result of this increase, the annual dividend for this fiscal year will become 42 yen per share with the 18 yen dividend for the end of the second quarter, which had already been paid.

(Reference)

Shareholder registration date	Dividend per share		
	End of 2 <sup>nd</sup> quarter	End of fiscal year	Total annual dividends
Fiscal year ended on March 31 <sup>st</sup> , 2017	18 yen	24 yen	42 yen
Fiscal year ended on March 31 <sup>st</sup> , 2016	18 yen	18 yen	36 yen