

May 19, 2017

Name of Listed Company: MS&AD Insurance Group Holdings, Inc.
Name of Representative: Yasuyoshi Karasawa, President & CEO
(Securities Code: 8725, Tokyo Stock Exchange and Nagoya Stock Exchange)
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Notice Regarding Dividend of Surplus for the Year Ended March 31, 2017

MS&AD Insurance Group Holdings, Inc. (the “Company”) hereby announces that at the meeting of the Board of Directors held on May 19, 2017, the Company resolved to implement a dividend of surplus as follows, with the date of record of March 31, 2017.

Note that this dividend of surplus will be tabled for approval at the 9th Annual Shareholders Meeting scheduled to be held on June 26, 2017.

1. Description of Dividend

	Final amount	Most recent dividend forecast (announced May 20, 2016)	Previous year dividend
Date of record	March 31, 2017	Same as at left	March 31, 2016
Dividend per share	70.00 yen	50.00 yen	55.00 yen
Total amount of dividend	41,468 million yen	—	33,202 million yen
Effective date	June 27, 2017	—	June 23, 2016
Dividend funds	Retained earnings	—	Retained earnings

2. Reason

The Company's capital management policy is based on maintaining stable per share dividend levels, and steadily increasing dividends by strengthening our earning power. Our basic shareholder return policy is to return approximately 50% of Group Core Profit to shareholders in the medium run through dividends and the repurchase of our own shares. Based on this policy, and considering our results for the fiscal year ended March 31, 2017 as well as the outlook for results going forward, we will raise the year-end dividend for the fiscal year ended March 31, 2017 by 20 yen from the 50 yen per share in our previous forecast, to 70 yen. Combined with the interim dividend of 50 yen already implemented, this will bring the per share dividend for the full year to 120 yen per share.

(Note) Group Core Profit is a proprietary indicator the Company uses to indicate the ordinary earning power of the Group as a whole, and based on consolidated net income, it is computed by excluding one-time gains or losses, such as the gains and losses from the sale of long-term shareholdings, etc.

(Reference) Breakdown of full-year dividend

Date of record	Dividend per share (yen) and total amount of dividend (million yen)					
	End of 2 nd Quarter		Fiscal year end		Full year	
	Per share	Total amount	Per share	Total amount	Per share	Total amount
Forecast for year ended March 31, 2017			70.00 yen	41,468	120.00 yen	71,489
Actual for year ended March 31, 2017	50.00 yen	30,021				
Actual for year ended March 31, 2016	35.00 yen	21,245	55.00 yen	33,202	90.00 yen	54,447

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