NOMURA

JAPAN SMALLER CAPITALIZATION FUND, INC.
Worldwide Plaza
309 West 49th Street
New York, New York 10019

Section 19(a) Notice to Shareholders

October 30, 2026

Distribution Period: October 2026
Distribution Amount per share: $0.0956

Dear Shareholder,

The Board of Directors of Japan Smaller Capitalization Fund, Inc. (the "Fund") announced a distribution of $0.0956 on September 10, 2026, payable on October 30, 2026, to shareholders of record on October 15, 2026. The ex-dividend date was October 15, 2026.

This notice is not being provided for tax reporting purposes. This information is being sent to you for informational purposes and is an estimate only. The actual amounts and sources for tax reporting purposes will depend upon the Fund's investment experience during the remainder of the fiscal year and are subject to recharacterization for federal income tax purposes. The Fund will send you a Form 1099-DIV for the calendar year that will state how to report this distribution for federal income tax purposes.

The following table sets forth the Fund's estimated amounts of distribution paid from net investment income, and net realized short-term capital gains, net realized long-term capital gains and return of capital. The Fund's fiscal year ends on the last day of February. All amounts are expressed as per share of capital stock.

	Distribution	% of Distribution
Net Investment Income	$0.0956	100.00%
Net Realized Short Term Capital Gains	$0.0000	0.00%
Net Realized Long Term Capital Gains	$0.0000	0.00%
Return of Capital	$0.0000	0.00%
Total (per share of capital stock)	$0.0956	100.00%

The Fund has a managed distribution policy whereby the Fund pays regular monthly distributions declared at a fixed rate per share. Distributions may be paid in part or in full from net investment income, net realized short-term capital gains, net realized long-term capital gains and by returning capital, or a combination thereof.

Shareholders should note, however, that if the Fund's aggregate net investment income, net realized short-term capital gains and net realized long-term capital gains are less than the amount of the distribution level, the difference will be distributed from the Fund's assets and will constitute a return of the shareholder's capital.

A return of capital generally will not be taxable to a shareholder to the extent that the amount of such distributions does not exceed the shareholder's tax basis in his or her shares of the Fund; rather it reduces the shareholder's tax basis in his or her shares of the Fund.

A return of capital does not necessarily reflect the Fund's investment performance and should not be confused with yield or income. The Board of Directors of the Fund may amend, terminate or suspend the managed distribution policy at any time, which could have an adverse effect on the market price of the Fund's shares.

Should you have any questions, please contact the Fund's Transfer Agent, Computershare, P.O. Box 43006, Providence, RI 02940-3006, or call toll free 1-800-426-5523.

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