

Notice on Payment of Dividend from Retained Earnings (for the second quarter of the fiscal year ending March 31, 2018)

DAISHINKU CORP. (hereinafter, the “Company”) hereby announces that the Company resolved at the Board of Directors’ meeting held on November 10, 2017 to pay dividends from retained earnings regarded September 30, 2017 as the record date. The details are as follows:

1. Details of Dividends

	Dividend Decided	Original Forecast (Announced on May 12, 2017)	Result of the Second Quarter of the Fiscal Year Ended March 2017
Record Date	September 30, 2017	Same as left	September 30, 2016
Dividend per Share	JPY 15	—	JPY 1
Total Dividends Paid	JPY 121 million	—	JPY 40 million
Effective Date	December 14, 2017	—	December 6, 2016
Dividend Resource	Retained Earnings	—	Retained Earnings

Reason

The Company strives to maximize corporate competitiveness and take into consideration the reinforcement of business structure and so forth. The Company recognizes that it is important basic policy in paying stable dividends to shareholders. In addition, the Company intends to further strengthen the management structure by attaining sufficient retained earnings in order to prepare capital demand for future business expansion, such as capital investment and research and development.

Taking its financial results and business environments into account, the Company decided to pay 15.00 yen per share for the second quarter of the fiscal year ending March 2018 that had been undecided when it had announced the forecast on May 12, 2017. Although the Company continuously refrains from providing its dividend forecast for the fiscal year ending March 2018, the Company will disclose its forecast as soon as the prospect can be seen.

(Reference) Breakdown of Annual Dividends

Record Date	Dividend per Share		
	End of Second Quarter	Year-End	Annual
Previous Forecast (Announced May 12, 2017)	—	—	—
Fiscal Year Ending March 31, 2018	JPY 15	—	—
Fiscal Year Ended March 31, 2017	JPY 1	JPY 25	—*

* The Company has implemented the share consolidation of common stocks at a ratio of one share per five shares effective as of October 1, 2016. Accordingly, dividend until the second quarter of the fiscal year ended March 2017 are actual dividend amounts prior to the share consolidation and the annual dividend for the fiscal year ended March 2017 is shown as “—” .