

May 23, 2019

To Whom It May Concern

Company Representative	Elematec Corporation President (Stock Code 2715 TSE First Section)	Jun Kato
Contact	Executive Managing Director	Atsushi Shimizu (Tel: +81-3-3454-3526)

Notice of Dividend Payment from Retained Earnings

Elematec Corporation at the board of directors meeting held on May 23,2019 resolved to pay a dividend from retained earnings as set forth below. The record date thereof is March 31,2019.

1. Details of payment of dividends

	Payment of dividends decided on May 23,2019	Recent dividend forecast (Announced on April 25,2019)	Year-end dividend for FY2018 (Year ended March 31,2018)
Record date	March 31,2019	Same as on the left	March 31,2018
Dividend per Share (yen)	36.00	36.00	40.00
Total amount of dividends	737 million yen	—	818 million yen
Effective date	June 27,2019 (Scheduled)	—	June 25,2018
Source of dividend	Retained earnings	—	Retained earnings

2. Reason

The Company's fundamental policy regarding the annual dividend is to pay a consolidated net income of 30%. Income tax adjustments (1,084 million yen) were made for the term under review due to deferred tax liabilities arising from a decision to change the dividend policy of overseas subsidiaries distributing dividends to the Company. While these adjustments do not entail any cash payment at present, the year-end dividend per share, whose record date is March 31, 2019, is 36 yen after eliminating the impacts of the adjustments. Accordingly, annual dividend per share will be 66 yen which includes a 2nd Quarter dividend of 30 yen per share and a dividend payout ratio (consolidated) will be 40.2%.

(Reference)Details of payment of annual dividends

	Dividend per share (yen)		
Record date	2nd Quarter	Year-end	Total
Dividend for FY2019 (Year ended March 31,2019)	30.00	36.00	66.00
Dividend for FY2018 (Year ended March 31,2018)	25.00	40.00	65.00