

*May 25, 2018***Notice of Dividend Payment from Retained Earnings**

Elematec Corporation at the board of directors meeting held on May 25,2018 resolved to pay a dividend from retained earnings as set forth below. The record date thereof is March 31,2018.

**1. Details of payment of dividends**

	Payment of dividends decided on May 25,2018	Recent dividend forecast (Announced on April 26,2018)	Year-end dividend for FY2017 (Year ended March 31,2017)
Record date	March 31,2018	Same as on the left	March 31,2017
Dividend per Share (yen)	40.00	40.00	10.00
Total amount of dividends	818 million yen	—	204 million yen
Effective date	June 25,2018 (Scheduled)	—	June 16,2017
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%.

In consideration of the above,Elematec will pay a year-end dividend of 40 yen per share to shareholders of record on March 31,2018.Accordingly,annual dividend per share will be 65 yen which includes a 2nd Quarter dividend of 25 yen per share and a dividend payout ratio (consolidated) will be 30.4%.

**(Reference)Details of payment of annual dividends**

	Dividend per share (yen)		
Record date	2nd Quarter	Year-end	Total
Dividend for FY2018 (Year ended March 31,2018)	25.00	40.00	65.00
Dividend for FY2017 (Year ended March 31,2017)	10.00	10.00	20.00