

To all persons concerned

Company: AMANO Corporation  
Representative: President & Representative Director  
Hiroyuki TSUDA  
(Code 6436: The first section of the TSE)  
Contact: Director & Operating Officer  
General Manager Corporate Planning  
Kunihiro IHARA  
(TEL: 81-45-439-1591)

## **Notice: Regarding the change in shareholder return policy and the allotment of retained surplus (increased dividends)**

Please be informed that at the Board of Directors meeting held April 24, 2019, it was resolved to, (i) change in shareholder return policy, and (ii) allot the surplus retained earnings as of March 31, 2019 in the form of increased dividends.

Furthermore, for the allotment of retained surplus, it is planned to raise this issue at the 103<sup>rd</sup> annual Shareholder's Meeting scheduled for June 27, 2019.

### I . The change in shareholder return policy

#### 1. Reason for the Change

Amano places great importance on its policy for dividend payments to its shareholders.

Up until now, the Company has maintained a payout ratio of at least 40% on a consolidated basis and a ratio of dividend to net assets of at least 2.5%.

In order to further enhance profit return, Amano will newly adopt the concept of Total Return Ratio.

#### 2. Contents of change

(Before)

Stable dividends + performance incentives

- a) Consolidated Dividend Payout Ratio: Above 40.0%
- b) Net Asset Payout Ratio: Above 2.5%

(After)

Stable dividends + performance incentives

- a) Consolidated Dividend Payout Ratio: Above 40.0%
- b) Net Asset Payout Ratio: Above 2.5%
- c) Total Return Ratio: Above 55.0%

## II. The allotment of retained surplus

### 1. Dividend

	Amount Decided	Latest Dividend Forecast (Released April 25, 2018)	Previous Year Results
Reference Date	March 31, 2019	March 31, 2019	March 31, 2018
Dividend per Share	JPY55.00 (JPY35.00 + special dividend JPY20.00)	JPY32.00	JPY34.00
Total Dividend Payment	JPY4,127Million	-	JPY2,585Million
Effective Date	June 28, 2019	-	June 29, 2018
Dividend Resource	Surplus retained earnings	-	Surplus retained earnings

### 2. Reason for the Change

In accordance with the Amano shareholder return policy and taking into consideration the current-year operation results, it was decided to pay a year-end dividend of JPY35.00 per share.

In addition, in line with the newly adopted target for Total Return Ratio, we plan to payout a special dividend of JPY20.00 per share. Therefore, combined with the interim dividend already paid, the annual dividend will be JPY80.00, which is an increase of JPY23.00 compared to last year.

(For Reference)

Reference Date	Dividend per Share (JPY)		
	End of 2Q	Fiscal Year End	Annual
This Year Results FY2018 (Year ended March 2019)	JPY25.00	JPY55.00 (JPY35.00 + special dividend JPY20.00)	JPY80.00
Previous Year Results FY2017 (Year ended March 2018)	JPY23.00	JPY34.00	JPY57.00

-End-