

February 26, 2018

To whom it may concern:

Company name: Nishimoto Co., Ltd.  
Representative: Takayuki Kanai, President  
(Code No.: 9260 First Section of the Tokyo Stock Exchange)  
Contact: Atsuhiko Kimura, Director and CFO  
(Phone: 03-6870-2015)

## Notification Regarding Dividend of Surplus and Reversal of General Reserve

We are pleased to announce that the following resolution was made at the meeting of the Board of Directors of the Company held on February 26, 2018, with respect to dividend of surplus as of the record date, which is December 31, 2017, and reversal of general reserve.

The Company stipulates in the Articles of Incorporation that the Board of Directors may make a resolution on the matters listed in each Item of Paragraph 1 of Article 459 of the Companies Act.

### 1. Dividend of surplus

#### (1) Details of dividend

	Amount determined	Latest dividend forecast (Announced on December 14, 2017)	Previous period actual
Record date	December 31, 2017	Same as on the left	December 31, 2016
Dividend per share	70.00 yen	Same as on the left	2.00 yen
Total dividends	1,004 million yen	-	4 million yen
Effective date	March 13, 2018	-	March 31, 2017
Source of dividends	Retained earnings	-	Retained earnings

(Note) The Company conducted a five-for-one common stock split on June 1, 2017. For the fiscal year ended December 31, 2016 (previous period), the actual amount of dividends before the stock split is stated.

#### (2) Reason

The Company's basic policy with respect to profit distribution is to continue paying stable dividends while securing retained earnings necessary for future business development and strengthening the financial position.

The Company has set the year-end dividend per share for the current fiscal year at 70 yen, comprehensively taking into consideration the operating results for the current period, future business environment, financial strength, funding requirements, etc.

### 2. Reversal of general reserve

#### (1) Item and amount of reserve to be decreased

General reserve 3,360,000,000 yen

#### (2) Item and amount of reserve to be increased

Retained earnings brought forward 3,360,000,000 yen

#### (3) Purpose of reversal

To maintain the continuous dividend policy

(4) Effective date  
February 26, 2018