



May 14, 2018

Listed Company Name TACHI-S CO., LTD.
Name of Representative Taro Nakayama, President, CEO&COO
(Code 7239: Tokyo Stock Exchange, 1st section)
Contact General Affairs Section, General Affairs Department
(TEL: 042-546-8111)

Notice Concerning Dividends of Surplus

TACHI-S CO., LTD. (the “Company”) is pleased to announce that at the Board of Directors meeting held on May 14, 2018, the Company decided to pay a dividend of surplus with a record date of March 31, 2018.

1. Content of the dividend

	Amount decided	Most recent dividend forecast (announced on May 11, 2017)	Results in the previous fiscal year (ended March 31, 2017)
Record date	March 31, 2018	March 31, 2018	March 31, 2017
Dividend per share	11.00 yen	10.00 yen	10.00 yen
Total amount of dividends	390 million yen	—	354 million yen
Effective date	June 4, 2018	—	June 26, 2017
Source of dividends	Retained earnings	—	Retained earnings

(Note) The total amount of dividends is rounded to the nearest millions of yen.

(Reference) Breakdown of annual dividends

Record date	Dividend per share		
	End of 2nd quarter	End of fiscal year	Full-year
Dividends for FY2017	10.00 yen	11.00 yen	21.00 yen
Dividends for FY2016 (ended March 31, 2017)	9.00 yen	10.00 yen	19.00 yen

2. Reasons

We believe that providing returns through ongoing improvements to corporate value is an important management issue, and have adopted a basic policy of maintaining stable dividends while at the same time augmenting shareholders’ equity and improving profitability.

The Company primarily utilizes internal capital reserves for R&D and global business development, and endeavors to secure profit in the medium to long term and strengthen its financial structure.

In the near term, the Company will gradually raise its dividend payout ratio, taking into account earnings, financial conditions, and the management environment in a comprehensive way, and has set a target of an approximately 20% dividend payout ratio in the medium term, on the premise that annual dividends per shareholder do not fall short of dividends in the previous year.

The Board of Directors decided to stipulate in the Articles of Incorporation that the Company can use retained earnings for dividends. The Company has set a basic policy of paying two dividends a year, namely an interim dividend and a year-end dividend.

During the current fiscal year, the Company declared a year-end dividend of 11 yen per share in accordance with the above policy following a resolution by the Board of Directors at a meeting held on May 14, 2018. As a result, the annual dividend for the current fiscal year will amount to 21 yen, including the mid-term dividend of 10 yen per share already disbursed.