

Notice Regarding Recording of Non-Operating Expenses (Foreign Exchange Losses) and Payment of Dividend from Retained Earnings (for the second quarter of the fiscal year ending March 31, 2020)

DAISHINKU CORP. (hereinafter, the “Company”) hereby announces that it record non-operating expenses (foreign exchange losses) for the second quarter of the consolidated fiscal year ending March 31, 2020 (April 1, 2019 to September 30, 2019). In addition, the Company resolved at the Board of Directors’ meeting held on November 13, 2019 to pay dividends from retained earnings regarded September 30, 2019 as the record date. The details are as follows:

1. About non-operating expenses

Due to exchange rate fluctuations during the second quarter of the consolidated fiscal year (April 1, 2019 to September 30, 2019), the Company recorded foreign exchange losses of 262 million yen as non-operating expenses. As a breakdown, foreign exchange losses of 177 million yen was recorded in the first quarter of the consolidated fiscal year (April 1, 2019 to June 30, 2019) and foreign exchange losses of 85 million yen was recorded in the second quarter of the current consolidated fiscal year (July 1, 2019 to September 30, 2019).

2. Details of Dividends

	Dividend Decided	Original Forecast (Announced on May 13, 2019)	Result of the Second Quarter of the Fiscal Year Ended March 2019
Record Date	September 30, 2019	Same as left	September 30, 2018
Dividend per Share	JPY 5	—	JPY 10
Total Dividends Paid	JPY 40 million	—	JPY 80 million
Effective Date	December 16, 2019	—	December 13, 2018
Dividend Resource	Retained Earnings	—	Retained Earnings

Reason

The Company strives to maximize corporate competitiveness and take into consideration the reinforcement of business structure and so forth. The Company recognizes that it is important basic policy in paying stable dividends to shareholders.

Taking its financial results and business environments into account, the Company decided to pay 5.00 yen per share for the second quarter of the fiscal year ending March 2020 that had been undecided when it had announced the forecast on May 13, 2019. Although the Company continuously refrains from providing its dividend forecast for the fiscal year ending March 2020, the Company will disclose its forecast as soon as the prospect can be seen.

(Reference) Breakdown of Annual Dividends

Record Date	Dividend per Share		
	End of Second Quarter	Year-End	Annual
Previous Forecast (Announced May 13, 2019)	—	—	—
Fiscal Year Ending March 31, 2020	JPY 5	—	—
Fiscal Year Ended March 31, 2019	JPY 10	JPY 5	JPY 15