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Company name: Denyo Co., Ltd. May 16, 2019
 Stock exchange listing: Tokyo
 Stock code: 6517
 Representative: President Shoichi Shiratori
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Notice Concerning Dividends of Surplus

At the Board of Director's Meeting held on May 16, 2019, Denyo Co., Ltd. (the "Company") resolved to distribute dividends of surplus. The record date for the dividends is March 31, 2019. Details are as follows.

Description

1. Dividends details

| | Amount determined | Latest dividend forecast (announced May 9,2019) | Previous term results (Year ended Mar.31,2018) |
|--------------------|-------------------|--|--|
| Record date | March 31,2019 | Same as on the left | March 31,2018 |
| Dividend per share | 22.00 yen | 22.00 yen | 25.00 yen (Ordinary 15.00 yen) (Commemorative 10.00 yen) |
| Total dividend | 479 million yen | — | 552 million yen |
| Effective date | June 6,2019 | — | June 7,2018 |
| Dividend resource | Retained earnings | — | Retained earnings |

2. Reason

The basic profit distribution policy of the Company is that the Company recognizes the importance of making further efforts to return profits to shareholders, while aiming to strengthen the company's financial structure and profitability, and we will implement the dividend payouts of distribution of results comprehensively calculated by achievement and payout ratio.

Under this basic policy, the Company decided to pay 22 yen per share for the Year-end dividend of the Year ended March 31, 2019. Accordingly, the annual dividend will be 42 yen per share (increase of 2 yen from the previous year).

(Reference) Breakdown of annual dividends

| Record date | Dividend per share | | |
|---|--------------------|-----------|-----------|
| | 2nd quarter-end | Year-end | Total |
| Results for current year (Year ended Mar.31, 2019) | 20.00 yen | 22.00 yen | 42.00 yen |
| Results for previous year (Year ended Mar.31, 2018) | 15.00 yen | 25.00 yen | 40.00 yen |