

Friday, December 25, 2015

For Immediate Release

Kanamoto Company, Limited  
Stock Code 9678  
Tokyo Stock Exchange 1<sup>st</sup> Section; Sapporo Stock Exchange  
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## Notification Concerning Dividends from Surplus

At its Board of Directors meeting held on December 25, 2015, the Board of Directors of Kanamoto Company, Limited approved a resolution to pay dividends from surplus. Details are provided below.

### 1. Details of dividend

	Approved amount	Most recent dividend projection (December 9, 2015)	Prior period results (Fiscal Year Ended October 2014)
Date of record	October 31, 2015	Same as at left	October 31, 2014
Dividend per share	¥20.00	¥20.00	¥20.00
Total dividend	¥706 million	—	¥720 million
Effective date	January 29, 2016	—	January 30, 2015
Source of funds	Retained earnings	—	Retained earnings

(Reference) Breakdown of dividends during the year

Date of record	Dividend per share (yen)		
	Interim period-end	Fiscal year-end	Year
Current period actual	¥15.00	¥20.00	¥35.00
Prior period actual (FY ended October 2014)	¥15.00	¥20.00	¥35.00

(Note) The prior period actual dividend per share of ¥35.00 includes a commemoration dividend of ¥15.00 per share to recognize the 50th anniversary of the Company's establishment.

### 2. Kanamoto's basic policies concerning distribution of earnings

Kanamoto has positioned the distribution of earnings to shareholders as one of its most important management priorities.

As its dividend policy, Kanamoto will seek to steadily pay a constant dividend in the future, regardless of the operating environment, and supplement this with additional distributions of earnings to shareholders corresponding to the Company's operating results. The Company will work to increase the internal reserves needed to strengthen its financial position and pursue aggressive project development in the future as a basic policy.

For the annual dividend for the fiscal year ended October 2015, the Company plans to pay its regular dividend of ¥35 per share, including the interim dividend of ¥15 per share. For the fiscal year ending October 2016, the Company plans to set its annual dividend at ¥45 per share, including an interim dividend of ¥15 per share.

Furthermore, the Company plans to utilize its internal reserves by allocating funds for capital investment, including the introduction of rental equipment that will serve as the source of future earnings, and for enhancing shareholders' equity. To enable the Company to flexibly implement its capital policy, Kanamoto has also established a system for making purchases of treasury stock.

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