



May 14, 2018
SMS CO., LTD.
(Company Code: 2175, TSE 1st Section)
<https://www.bm-sms.co.jp/eng/>

<PRESS RELEASE>

Notice regarding Distribution of Dividends from Surplus

SMS CO., LTD. (the "Company") hereby announces that, on May 14, 2018, its Board of Directors has resolved to submit a proposal for the distribution of dividends from surplus with a record date set at March 31, 2018 to the 15th Annual General Meeting of Shareholders scheduled to be held on June 21, 2018.

1. Details of Dividends

	Amount resolved	Latest dividend forecast (March 14, 2018)	Dividends paid for the previous fiscal year (year ended March 31, 2017)
Record date	March 31, 2018	March 31, 2018	March 31, 2017
Dividend per share	13 yen	13 yen	11 yen
Total amount of dividends	564 million yen	—	477 million yen
Effective date	June 22, 2018	—	June 23, 2017
Source of dividends	Retained earnings	—	Retained earnings

2. Reason

The Company's basic policy is to place the priority on growth investment, while taking into account the financial condition when determining dividend payouts to its shareholders.

Based on this policy, the Company has decided to return profits to shareholders in the form of dividends for the fiscal year ended March 31, 2018.

Consequently, the Company plans to pay a year-end dividend of 13 yen per share for the fiscal year ended March 31, 2018.