



August 1, 2018

To whom it may concern,

Company: Tamagawa Holdings, Co., Ltd.
Representative: President, Toru Masuzawa
(JASDAQ Code: 6838)
Contact: Management Planning Division, Junya Tokumoto
Tel: 03-6435-6933

Notice on dividend of last fiscal year beyond distributable amount

As we announced with "Notice on Dividend of Surplus" about the resolution of the board of directors held on the same day to conduct a term-end dividend of 0.5 yen per share with March 31, 2018 as the record date, we conducted a payment of dividends (total 21 mil. yen) from June 29, 2018. During the process of preparing the 1st quarter settlement of fiscal year ending March 2019, however, it was revealed that such dividend exceeded the distributable amount calculated under the Corporation Law and the Ordinance on Company Accounting.

It is considered that this matter is due to no deduction of own shares when calculating the distributable amount. To reveal the cause and to examine the measures after this, we are immediately preparing an internal investigation committee mainly consists of outside directors and outside auditors newly appointed at the ordinary general meeting of shareholders held on June 28, 2018, also requesting external lawyers, etc. to verify the result of internal investigation.

Also, this process does not mean to request a refund of dividend which has been paid to shareholders. Please accept our apology for bothering all of you related to us. We will promptly prepare and announce the new progress on this matter as well as the investigation result and measures to prevent recurrence.