

*May 10, 2019***Notice of Dividend of Surplus (Year-end Dividend)**

At the Board of Directors meeting held today, AEON DELIGHT CO., LTD. resolved to submit a resolution to the 46th Ordinary General Meeting of Shareholders to be held on May 30, 2019 regarding the payment of dividends from retained earnings on February 28, 2019. Details are as follows.

1. Contents of dividends

	Determined amount	Latest dividend forecast (Announced on January 9, 2019)	Actual results for the previous fiscal year (FY2/18)
Record Date	February 28, 2019	Same as on the left	February 28, 2018
Dividend per Share	32 yen	32 yen	31 yen
Total dividends	1,597 million yen	-	1,629 million yen
Effective date	May 31, 2019	-	May 7, 2018
Dividend resource	Retained earnings	-	Retained earnings

[Special notes]

As described in "Notice of Discovery of Inappropriate Accounting at our Consolidated Subsidiary and Postponement of Announcement of Financial Results for the Fiscal Year Ended February 2019" dated April 5, 2019, it was found that there is a possibility of inappropriate accounting made at our consolidated subsidiary KAJITAKU CO., Ltd. (hereinafter "KAJITAKU"). As stated in the "Notice of Establishment of Special Investigation Committee" dated April 11, 2019, we have established a special investigation committee consisting of external experts who do not have an interest in us and are conducting investigations. We are currently cooperating fully with the investigation to clarify the situation, including the impact on the consolidated financial position and consolidated results of operations for the fiscal year ended February 2019. We would like to express our deepest apologies to our shareholders, investors and other stakeholders for their serious inconvenience and concern.

2. Reason

We strive to realize sustainable growth through aggressive investment, increase shareholder value over the medium to long term, and increase returns to shareholders in line with corporate growth. Our basic capital policy is to maintain stable dividends to shareholders based on a consolidated dividend payout ratio of 30%, while emphasizing return on equity (ROE) as an indicator of capital efficiency to achieve a balance between growth investments and shareholder returns.

At this time, the consolidated financial position and results of operations for the fiscal year ending February 28, 2019 have yet to be determined. However, in accordance with the Company's basic capital policy of maintaining a stable dividend to shareholders, we have decided to pay a year-end dividend of 32 yen per share for the fiscal year ended February 2019, increased by 1 yen from the year-end dividend for the

previous fiscal year in line with our recent forecast, as an appropriation of retained earnings. Regardless of the results of the investigation by the Special Investigation Committee, the above amount is considered to be within the scope of the amount available for distribution under the Companies Act. This matter will be discussed at the 46th Ordinary General Meeting of Shareholders to be held on May 30, 2019.

(Reference) Breakdown of annual dividend

Record Date	Dividend per Share		
	End of Q2	Year-end	Total
Current results	31 yen	32 yen	63 yen
Previous results (FY2/18)	30 yen	31 yen	61 yen