

For immediate release

May 11, 2010

Name of the company      MegaChips Corporation  
 Representative            Yukihiro Ukai  
    President and Representative Director  
 (Code No. 6875, the First Section of the Tokyo Stock Exchange)  
    Masayuki Fujii  
 Person to contact         Director, Officer and General  
    Manager of Finance & Accounting  
    Office  
    (TEL 06-6399-2884)

### Notice of Decision on the Distribution of Retained Earnings

MegaChips Corporation (the “Company”) announces that a meeting of its Board of Directors held today has adopted a resolution for the distribution of retained earnings with a record date on March 31, 2010. Details are as follows.

#### 1. Dividends

	Amount Determined (for the year ended March 31, 2010)	Most recent forecast of dividends (publicized on February 1, 2010)	Previous results (for the year ended March 31, 2009)
Record date	March 31, 2010	Same as on the left	March 31, 2009
Dividend per share	¥27.00	Undecided	¥33.00
Aggregate amount of dividends	¥655 million	—	¥799 million
Effective date	June 3, 2010	—	June 3, 2009
Source of dividends	Retained earnings	—	Retained earnings

#### 2. Reasons

The Company decided, in accordance with its distribution policy and with respect to distributing retained earnings for the fiscal year under review (the year ended March 31, 2010), to pay an annual dividend of ¥27 per share as an ordinary dividend (¥33 for the previous period) to shareholders as of March 31, 2010.

The Company did not acquire treasury stock from the market during the fiscal year under review (the year ended March 31, 2010). With respect to the retirement of its treasury stock, 313,417 shares of treasury stock were retired on November 30, 2009.

---

(For reference)

Breakdown of annual dividends:

Record Date	Dividend per Share				
	First Quarter-end	Interim	Third Quarter-end	Year-end	Annual
Results for the year ended March 31, 2010	—	—	—	¥27.00 (Ordinary dividend: ¥27.00)	¥27.00 (Ordinary dividend: ¥27.00)
Results for the year ended March 31, 2009	—	—	—	¥33.00 (Ordinary dividend: ¥33.00)	¥33.00 (Ordinary dividend: ¥33.00)

### 3. Schedule

June 2, 2010: Documents concerning dividends will be sent, together with a notice of the Ordinary General Meeting of Shareholders, attached documents and reference documents.

June 3, 2010: The payment of dividends will commence.