

FOR IMMEDIATE RELEASE



May 10, 2011

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  
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### Notice of Decision on 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, 2011. Details are as follows.

#### 1. Dividends

	Amount Determined (for the year ended March 31, 2011)	Most recent forecast of dividends (publicized on February 1, 2011)	Previous results (for the year ended March 31, 2010)
Record date	March 31, 2011	Same as on the left	March 31, 2010
Dividend per share	¥29.00	Undecided	¥27.00
Aggregate amount of dividends	¥696 million	—	¥655 million
Effective date	June 3, 2011	—	June 3, 2010
Source of dividends	Retained earnings	—	Retained earnings

#### 2. Reasons

With respect to distribution of retained earnings for the fiscal year under review (year ended March 31, 2011), the Company decided, in accordance with its distribution policy, to pay an annual dividend of ¥29 per share as an ordinary dividend (¥27 for the previous period) to shareholders as of March 31, 2011.

(For reference) Breakdown of annual dividends:

Record Date	Dividend per Share				
	First Quarter-end	Interim	Third Quarter-end	Year-end	Annual
Results for year ended March 31, 2011	—	—	—	¥29.00 (Ordinary dividend: ¥29.00)	¥29.00 (Ordinary dividend: ¥29.00)
Results for year ended March 31, 2010	—	—	—	¥27.00 (Ordinary dividend: ¥27.00)	¥27.00 (Ordinary dividend: ¥27.00)

#### 3. Schedule

June 2, 2011: Documents concerning dividends will be sent, together with a notice of the Ordinary General Meeting of Shareholders, attached documents and reference documents.

June 3, 2011: The payment of dividends will commence.