

FOR IMMEDIATE RELEASE



May 10, 2017

Name of the Company: MegaChips Corporation  
 Representative: Akira Takata, President and CEO  
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### Notice regarding Distribution of Retained Earnings

MegaChips Corporation (the “Company”) hereby announces that a meeting of its Board of Directors held today adopted a resolution for the distribution of retained earnings with a record date of March 31, 2017. Details are as follows:

#### 1. Dividends

	Amount to be distributed (for the year ended March 31, 2017)	Amount latest determined (announced on February 2, 2017)	Previous results (for the year ended March 31, 2016)
Record date	March 31, 2017	Same as on the left	March 31, 2016
Dividend per share	¥34.00	Undecided	¥34.00
Aggregated amount of dividends	¥733 million	-	¥728 million
Effective date	June 2, 2017	-	June 2, 2016
Source of dividends	Retained earnings	-	Retained earnings

#### 2. Reasons for determining dividends

The Company ranks appropriate return of profits to shareholders as one of our important management challenges. We aggressively promote shareholder returns, while taking into consideration the Company’s business outlook, to better achieve both sustainable return of profits and growth of the Company.

With respect to the distribution of retained earnings for the fiscal year under review (year ended March 31, 2017), the Company decided, in accordance with its basic policy for the distribution of profits, and taking into consideration accounting and tax affairs, to pay an annual dividend of ¥34 per share as an ordinary dividend (¥34 for the previous period) to shareholders as of March 31, 2017.

(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, 2017	-	-	-	¥34.00 (Ordinary dividend: ¥34.00)	¥34.00 (Ordinary dividend: ¥34.00)
Results for year ended March 31, 2016	-	-	-	¥34.00 (Ordinary dividend: ¥34.00)	¥34.00 (Ordinary dividend: ¥34.00)

#### 3. Schedule

June 1, 2017: Documents for the dividends will be sent, together with a notice of the Ordinary General Meeting of Shareholders, attached documents, and reference documents.

June 2, 2017: The payment of dividends will commence.