

**(English Translation of the Japanese Press Release)**



October 2, 2020

To all related parties:

Name of the Company: SHIMACHU CO., LTD.  
Name of the Representative: Takaaki Okano  
President and Representative  
Director  
(Code No. 8184; The First Section of the Tokyo Stock  
Exchange)  
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**Notice Concerning Revisions to Dividend Forecasts of the Fiscal Year Ended August 31, 2020**

SHIMACHU CO., LTD. (the “Company”) hereby announces that, at the meeting of the Board of Directors held today, it has revised the dividend forecasts of the fiscal year ended August 31, 2020 in association with the tender offer (hereinafter referred to as the “Tender Offer”) for common shares of the Company (hereinafter referred to as the “Company’s Shares”) by DCM Holdings Co., Ltd. (hereinafter referred to as the “Tender Offeror”) as stated in the “Announcement of Opinion Regarding Tender Offer for the Company’s Shares by DCM Holdings Co., Ltd., and Execution of Management Integration Agreement with Shimachu Co., Ltd.” which was released separately today, and that it has resolved not to pay year-end dividends for the fiscal year ended August 31, 2020.

1. Reasons for revisions

The Company, at the meeting of the Board of Directors held today, resolved to express the opinion that it approves of the Tender Offer and to recommend that the Company’s shareholders tender their shares in the Tender Offer.

The above resolution at the meeting of the Board of Directors was made under the assumption that the Company will become a wholly owned subsidiary upon the Tender Offeror completing the Tender Offer and the subsequent procedures, and that the Company’s Shares are planned to be delisted. For details, please refer to the “Announcement of Opinion Regarding Tender Offer for the Company’s Shares by DCM Holdings Co., Ltd., and Execution of Management Integration Agreement with Shimachu Co., Ltd.” which was released separately today.

The Company regards returning profits to shareholders as one of its top management priorities and, taking into consideration the business performance of the current fiscal year and future business development while assuming the basic stance of maintaining stable dividends, the Company worked to return profits. However, at the meeting of the Board of Directors held today, the Company revised the dividend forecasts of the fiscal year ended August 31, 2020 and resolved not to pay year-end dividends for the fiscal year ended August 31, 2020 as the purchase price

under the Tender Offer was comprehensively judged and decided under the assumption that dividends will not be paid for the fiscal year ended August 31, 2020.

2. Content of revision

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Previous forecasts (announced on July 9, 2020)	—	—	—	50.00	100.00
Revised forecasts				0.00	50.00
Actual results of the current fiscal year	—	50.00			
Actual results of the previous fiscal year (the fiscal year ended August 31, 2019)	—	40.00	—	40.00	80.00