

Translation

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May 15, 2019

To whom it may concern:

Company name: CRESCO LTD.  
Representative: President, Executive Officer Hiroyuki Nemoto  
(Stock code: 4674 Tokyo Stock Exchange, First Section)  
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### Notice Concerning Dividends from Surplus

CRESCO LTD. (the "Company") hereby announces the decision made at the Board of Directors meeting held on May 15, 2019 to distribute dividends from surplus to shareholders as of record date, March 31, 2019, as set forth below:

#### 1. Details of dividends (Year-end dividends)

	Amount determined for the fiscal year ended March 31, 2019	The most recent forecast of the dividend (announced on April 22, 2019)	Results for the previous fiscal year ended March 31, 2018
Record date	March 31, 2019	March 31, 2019	March 31, 2018
Dividend per share	34 yen	34 yen	43 yen
Total amount of dividend	371,962 thousand yen	—	470,430 thousand yen
Effective date	June 24, 2019	—	June 18, 2018
Source of dividend	Retained earnings	—	Retained earnings

#### 2. Reason

The Company considers the return of profit to its shareholders as an important management issue. The Company's basic policy of profit return is to maintain profit allocation that is appropriate in light of its financial results, while increasing shareholders' equity and keeping long-term and stable earning power. As for dividends, the Company aims to continually pay out about 40% of profit for each fiscal year, which is calculated from ordinary income and assuming extraordinary income and losses are zero.

In accordance with the above policy, the Company has resolved to pay 34 yen per share as the year-end dividend for this fiscal year, which makes the annual dividend for this fiscal year 66 yen per share.

(Reference)

Record date	Dividend per share		
	2nd quarter-end	Fiscal year-end	Annual dividend total
Results for the fiscal year ended March 31, 2019	32 yen	34 yen	66 yen
Results for the previous fiscal year ended March 31, 2018	29 yen	43 yen	72 yen

Note: The year-end dividend of 43 yen for fiscal year ended March 31, 2018 includes 10 yen of foundation commemorative dividend.