

The following statements are an English-language translation of the original Japanese-language documents.

(All financial information has been prepared in accordance with accounting principles generally accepted in Japan.)

May 10, 2017

Listed company name: Penta Ocean Construction Co.,Ltd.
Code number: 1893
Stock Exchange: Tokyo, Nagoya

Notice of Dividends of Surplus

At the Board of Directors Meeting held on 10 May, 2017, Penta-Ocean Construction Co., Ltd. resolved to distribute dividends of surplus (record date: March 31, 2017) as shown below. These dividends of surplus will be submitted for approval at the 67th General Shareholders Meeting scheduled on June 27, 2017.

1. Details of Dividends

	Dividends for FY 3/17	Most recent dividend forecast (published on May 12, 2016)	Dividend for FY 3/16
Record date	March 31, 2017	March 31, 2017	March 31, 2016
Dividend per share	12 yen	9 yen	6 yen
Total amount of dividend	3,430 million yen	-	1,715 million yen
Effective date	June 28, 2017	-	June 27, 2016
Source of dividends	Profit surplus	-	Profit surplus

2. Reasons for the Dividend Amount

Our basic policy is to further increase corporate value by enhancing profitability through cutting-edge technological developments and appropriate capital investments, while paying stable dividends to shareholders on a continuing basis. In accordance with the above mentioned policy, we aim to distribute dividends at a dividend payout ratio of 20 to 25%.

Staying in line with the above mentioned policy, the company would like propose to pay 12 yen/share of the term-end dividend for the term ended March 2017, instead of original 9 yen/share announced on May 12, 2016. This matter will be submitted for the approval at the 67th General Shareholders Meeting.

As for the dividend forecast for the term ending March 2018, we plan to pay 12 yen/share as described in the "Summary of Consolidated Financial Results of Fiscal Year Ended March 2017", published on May 10, 2017.