

Translation

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May 15, 2023

To whom it may concern:



Company name: CRESCO LTD.
Representative: President and Executive Officer Hiroshi Tominaga
(Stock code: 4674 Tokyo Stock Exchange, Prime Market)
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Notice Concerning Dividends from Surplus

CRESCO LTD. (head office: Minato-ku, Tokyo; President and Executive Officer: Hiroshi Tominaga; hereinafter, “the Company”) hereby announces the decision made at the Board of Directors meeting held today to distribute dividends from surplus to shareholders as of record date, March 31, 2023, as set forth below:

1. Details of dividends (Year-end dividends)

	Amount determined for the fiscal year ended March 31, 2023	The most recent forecast of the dividend (announced on March 17, 2023)	Results for the previous fiscal year ended March 31, 2022
Record date	March 31, 2023	Same as on the left	March 31, 2022
Dividend per share	27 yen (23 yen of ordinary dividends and 4 yen of commemorative dividends)	Same as on the left	24 yen
Total amount of dividend	568,891 thousand yen	–	504,973 thousand yen
Effective date	June 19, 2023	–	June 20, 2022
Source of dividend	Retained earnings	–	Retained earnings

2. Reason

The Company considers the return of its profits to shareholders as an important managerial issue. The Company’s basic dividend policy is to maintain payouts that are appropriate in light of its financial results, while increasing shareholders’ equity and keeping long-term and stable earning power. As for dividends, in principle the Company aims to continually pay out about 30% of profit attributable to owners of parent for each fiscal year, which is calculated from consolidated ordinary profit and assuming extraordinary income and losses are zero.

Furthermore, on March 17, 2023, the Company announced that it will pay 35th anniversary commemorative dividends of 4 yen per share in addition to ordinary dividends to mark the 35th anniversary of the establishment of the Company in the fiscal year ending March 31, 2023, and to show appreciation for the support of shareholders.

In accordance with the above policy, the Company has resolved to pay 27 yen per share as the year-end dividend for this fiscal year.

(Reference) Breakdown of annual dividends per share

Record date	Dividend per share		
	2nd quarter-end	Fiscal year-end	Annual dividend total
Results for the fiscal year ended March 31, 2023	23 yen	27 yen 23 yen of ordinary dividends 4 yen of commemorative dividends	50 yen 46 yen of ordinary dividends 4 yen of commemorative dividends
Results for the previous fiscal year ended March 31, 2022	20 yen	24 yen	44 yen