

May 12, 2017

Company name: Morinaga Milk Industry Co., Ltd.
5-33-1 Shiba, Minato-ku, Tokyo
Representative: Michio Miyahara, President & Representative
Director
(Code: 2264 First Section of the Tokyo Stock Exchange)
Contact: Toshihisa Tomizawa, General Manager, PR Dept.

To whom it may concern,

Notification of dividends from surplus (increase) for the fiscal period ending March 31, 2017

At the Board of Directors Meeting held on May 12, 2017, the Company passed a resolution to seek approval at the 94th Ordinary General Meeting of Shareholders (to be held on June 29, 2017) of the following dividends from surplus payment as of March 31, 2017.

1. Details of the dividend

	Determined amount	Latest dividend forecast (Announced on February 7, 2017)	Previous fiscal year results (Ended March 31, 2016)
Base date	March 31, 2017	As per the left	March 31, 2016
Dividend per share	¥9.00	¥7.00	¥7.00
Total dividends paid	¥2,226 million	—	¥1,730 million
Date of effect	June 30, 2017	—	June 30, 2016
Dividend source	Retained earnings	—	Retained earnings

2. Reason

The Company's earnings distribution policy retains sufficient earnings for maintaining and strengthening our corporate structure, while also taking into full consideration our results, dividend payout ratio and other relevant factors to ensure the continual and steady payment of dividends. Based on this policy, the year-end dividend payment for the fiscal year under review will be increased to ¥9 per share.

(Reference) Details of the annual dividend payment

Base date	Dividend payment per share (Yen)				
	End of Q1	End of Q2	End of Q3	Year end	Annual
Current fiscal year results	—	—	—	¥9.00	¥9.00
Previous fiscal year results (Ended March 31, 2016)	—	—	—	¥7.00	¥7.00