

Company Name: The Gunma Bank, Ltd.
 Representative: Kazuo Saito, President
 Stock Exchange Listing: Tokyo (code: 8334)
 For Inquiry: Hiroyuki Irisawa, Executive Officer and General Manager,
 Corporate Planning Department

Announcement regarding the Distribution (Dividend increase) of Retained Earnings

At the Board of Directors' Meeting held on May 9, 2018, The Gunma Bank, Ltd. resolved to submit an agenda item concerning the distribution of retained earnings (year-end dividend for the fiscal year ended March 31, 2018) to the upcoming Ordinary General Meeting of Shareholders to be held on June 26, 2018. Details follow.

1. Details of Dividend

	Amount in accordance with resolution	Latest forecast for year-end dividend (announced on May 10,2017)	Dividend for fiscal year ended March 31,2017
Record date	March 31,2018	Same as left	March 31,2017
Cash dividends per share	¥7.00	¥6.00	¥6.00
Total dividends paid	¥3,038million	—	¥2,639million
Effective date	June 27,2018	—	June 28,2017
Source of dividends	Retained earnings	—	Retained earnings

2. Reason for the Payment of Dividends

Based on the Policy on profit distribution and profit status of fiscal year ended March 2018, we propose to increase the year-end cash dividend for the fiscal year ending March 31, 2018, which was planned to be ¥6.00(Total ¥12.00) per share, by ¥1.00 to ¥7.00 per share.

Accordingly, the annual cash dividend will be ¥13.00 per share, including the ¥6.00 interim cash dividend. Furthermore, we acquire the common shares , as 「Announcement regarding acquisition of own shares」 .

(Reference) Breakdown of Full-Year Dividends

	Cash dividend per share		
Record date	Interim	End of FY 2018	Annual
Fiscal year ended March 31,2018	¥6.00	¥7.00	¥13.00
Fiscal year ended March 31,2017	¥6.00	¥6.00	¥12.00

〈Policy on profit distribution〉

While continuing the basic policy aimed at strengthening finances and providing stable dividends, shareholders are provided with performance-linked return.

Target shareholder return rate combining dividends and share buy-back, is around 40% of the stand-alone net income of Gunma Bank for the time being.