May 15, 2014

Notice on Dividend of Surplus
(for Fiscal Year 2013 ended March 31, 2014)

Company name : **SMC Corporation**
Stock exchange listing : Tokyo Stock Exchange first section
Security code : 6273
URL : http://www.smcworld.com/ir/en/
Representative : Katsunori Maruyama, President
Contact person : Ikuji Usui, Executive Managing Director

SMC Corporation (SMC) hereby announces that SMC resolved at the Board of Directors' Meeting held on May 15, 2014, to put the subject “Dividend of Surplus” for the fiscal year 2013 (record date was March 31, 2014) to vote at the 55th Ordinary General Meeting of Shareholders to be held on June 26, 2014.

1. Details of year-end dividend

	Year-end dividend	Latest forecast (announced on May 15,2013)	Results of FY2012 (year ended March 31, 2013)
Record Date	March 31, 2014	March 31, 2014	March 31, 2013
Dividend per share	¥90.00	80.00	80.00
Amount of dividend	¥ 6,082million	—	¥ 5,486million
Date of payment	June 27, 2014	—	June 28, 2013
Resource of dividend	Retained earnings	—	Retained earnings

2. Reasons for the dividend

SMC maintains a basic long-term policy on profit appropriation, namely ensuring adequate and stable dividends to shareholders, while enhancing its financial structure to prepare for capital demands accompanied by the changes in business environments and future business expansions.

Our recent business performance and financial condition are comprehensively examined, SMC has revised the forecast for the year-end dividend to ¥90 per share, an increase of ¥10 from the previous.

According to this, including the interim dividend of ¥80 per share already paid on December 3, 2013, the annual dividend per share for the fiscal year ended March 31, 2014 will be ¥170, which will be ¥20 higher than in the previous fiscal year.

<For reference>

	Dividend per share		
Record Date	**At the end of 2Q**	**At the end of fiscal year**	**Full fiscal year**
	(Yen)	(Yen)	(Yen)
Revised Forecast		**90.00**	**170.00**
Dividend paid	80.00		
Results of FY2012 (year ended March 31, 2013)	70.00	80.00	150.00