

To All Concerned Parties

Kanamoto Company, Limited

Stock Code 9678

Tokyo Stock Exchange 1st Section; Sapporo Stock Exchange
Hiroyuki Isono

Director and Corporate Officer, Division Manager, Administration
Division and General Manager, Office of the President

< Contact for inquiries concerning this material >

Yuichi Takayama

IR & Public Relations Section Manager, Office of the President

Telephone: + 81 – 11 – 209 – 1631

Notification Concerning Increase in Fiscal Year-End Dividend

At its regular Board of Directors meeting held on September 20, 2007, the Board of Directors of Kanamoto Company, Limited (Kanchu Kanamoto, President; Head Office: Sapporo, Japan), Japan's leading construction equipment rental company, approved a resolution concerning the fiscal year-end dividend for the current business period and the projected dividends per share. Details of the resolution are provided below.

1. Reason for revision of projected dividends

During the current fiscal year, the Company's operating results have expanded steadily. The Company also benefited from a gain on reversal of reserves. As a result, Kanamoto projects its net income for the current fiscal year will increase substantially, and consequently the Company will increase its year-end dividend and pay dividends of 20 yen for the full year.

Kanamoto has set a dividend payout ratio objective of at least 30%. This dividend increase reflects the fact the causes of higher earnings in the current fiscal year are special factors, and takes into consideration stable dividends in subsequent business periods. With regard to its surplus, the Company plans to reserve funds internally in order to continue providing for capital investment, including enhancement of its rental equipment assets.

The Company plans to implement this dividend through a resolution of the Regular General Meeting of the Shareholders to be held in January 2008.

2. Details of the revision

	Dividends per share (yen)		
	Interim Period-end	Fiscal Year-end	Full Year
Prior projection (June 8, 2007)	9 (R: 9 S: 0)	9 (R: 9 S: 0)	18 (R: 18 S: 0)
Revised projection	—	11 (R: 9 S: 2)	20 (R: 18 S: 2)
Current fiscal year results	9 (R: 9 S: 0)	—	—
Prior fiscal year results (Fiscal year ended October, 2006)	9 (R: 9 S: 0)	9 (R: 9 S: 0)	18 (R: 18 S: 0)

Notes: 1. “R” indicates the regular dividend, and “S” indicates the special dividend.

2. Kanamoto has not implemented quarterly dividends or dividends in kind.

3. Other related information

In 2008 Kanamoto will celebrate the tenth anniversary of the elevation of the Company’s stock to the First Section of the Tokyo Stock Exchange. Kanamoto will take advantage of this occasion to establish a new special benefits plan for shareholders, and present eligible shareholders with fresh products from Hokkaido, the birthplace of Kanamoto. The Company will disclose the details of this plan separately.

End