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News Release

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Notice Concerning Recording Other Expenses and the Revision of Financial Forecast

Olympus Corporation ("Olympus") announces today that it has revised forecast of financial results for the fiscal year ending March 31, 2021 (April 1, 2020 to March 31, 2021, "FY2021"), which was announced on November 13, 2020. The forecast incorporates recent trends in our business performance as well as expenses associated with the career support, as announced in the timely disclosure of "Implementation of the Career Support for External Opportunity" dated December 18, 2020.

1. Recording of other expenses

As announced in the timely disclosure "Implementation of the Career Support for External Opportunity" dated December 18, 2020, Olympus is currently implementing the career support for external opportunity. Based on the information available at this time, we have estimated the cost related to the career support to be approximately ¥12,000 million, and have incorporated this cost into our revised forecast. These expenses are expected to be recorded under "Other expenses" in the fourth quarter of FY2021.

2. Revision of financial forecast for FY2021

	Revenue	Operating profit	Profit before tax	Profit attributable to owners of parent	Basic earnings per share
	(¥ million)	(¥ million)	(¥ million)	(¥ million)	(¥)
Previous forecast (A)	697,000	60,500	58,500	-5,500	-4.28
Current forecast (B)	720,000	79,500	75,500	8,500	6.61
Change (B-A)	23,000	19,000	17,000	14,000	—
Change %	3.3	31.4	29.1	—	—
(Reference) Results for the previous fiscal year (Fiscal year ended	755,231	92,200	86,617	51,670	39.37

March 2020)					
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(Note 1) The Imaging Business has been classified as a discontinued operation from the second quarter. Due to this, the amounts presented for revenue, operating profit and profit before tax are the amounts from continuing operations. The amounts presented for profit attributable to owners of parent are aggregates of continuing operations and discontinued operation.

(Note 2) The figures for actual results for the FY2020 (total) are before the audit.

3. Reason for the revision

As stated in the “Consolidated Financial Results(Tanshin) for the Nine Months of the Fiscal Year Ending March 31, 2021” disclosed today, due to the impact of the novel coronavirus disease (COVID-19), the cumulative results for the third quarter of the current fiscal year have shown a decrease in both sales and profits compared to the same period last fiscal year. On the other hand, in the second half, the consolidated financial results of the third quarter under review, have been progressed to exceed the assumptions of previously announced forecast figures as a result of recovery of the sales of the Endoscopic Solutions Business and achievements in cost-cutting measures. We are expecting the business environment to continue to gradually recover for the remaining period until the end of the fiscal year and plan to continue to implement measures for cost reductions, etc. Accordingly, we have revised the forecast of consolidated financial results as above. In our revised forecast, we have factored in costing estimates of approximately ¥12,000 million mainly for special additional payment, which has arisen from the implementation of a career support for external opportunity announced last December.

For your information, there is no change in the year-end dividend forecast for FY2021 from the previously announced 10 yen per share.

(Note) The above-stated financial forecast is based on the information available on the release date of this material. Risks and uncertain factors concerning the world economy, competitive situation, exchange fluctuations and others in the future may result in significant differences between the stated forecast values and actual results.