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News Release

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Notice Concerning Recording Gain on Transfer of Shares and Revision to Financial Forecasts

Olympus Corporation ("Olympus") hereby announces that it has revised financial forecasts for the fiscal year ending March 31, 2023 (from April 1, 2022 to March 31, 2023, "FY2023"), which was announced on August 9, 2022. The forecasts incorporate recent trends in our business performance as well as the classification of the Scientific Solutions Business to a discontinued operation and the gain on transfer of shares due to the business transfer announced in the timely disclosure of "Notice Concerning Transfer of Shares of Specified Subsidiary engaged in Scientific Solutions Business" dated August 29, 2022.

1. Recording gain on transfer of shares

As announced on August 29, 2022, in the "Notice Concerning Transfer of Shares of Specified Subsidiary engaged in Scientific Solutions Business", Olympus will transfer all shares of Evident Corporation, a specified subsidiary of Olympus to K.K. BCJ-66, a special purpose company indirectly owned by funds advised by Bain Capital Private Equity, LP, for the purposes of transfer of our group's Scientific Solutions Business on January 4, 2023 (the "Transfer").

Based on the information currently available to us, we have estimated the gain from the Transfer and have incorporated JPY 230,000 million in profit from discontinued operation, including the gain from the Transfer, into our financial forecasts. The gain on transfer of shares is expected to be recorded under "Profit from discontinued operation" in the fourth quarter of FY2023.

2. Revision to financial forecasts for the current fiscal year (from April 1, 2022 to March 31, 2023)

	Revenue	Operating profit	Profit before tax	Profit attributable to owners of parent	Basic earnings per share
	(¥ million)	(¥ million)	(¥ million)	(¥ million)	(¥)
Previously announced forecasts (A)	1,019,000	231,000	225,000	172,000	135.11
Revised forecasts (B)	892,000	212,000	206,000	387,000	305.28

Change (B-A)	△127,000	△19,000	△19,000	215,000	170.17
Change %	△12.5	△8.2	△8.4	125.0	125.9
(Reference) Previous forecast after reclassification (C)	874,000	213,500	207,500	172,000	135.11
Change (B-C)	18,000	△1,500	△1,500	215,000	170.17
Change %	2.1	△0.7	△0.7	125.0	125.9
(Reference) Actual results for the previous fiscal year (Fiscal year ended March 31, 2022)	750,123	146,188	141,701	115,742	90.22

(Note 1) The Scientific Solutions Business has been classified as a discontinued operation from this 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 previous forecast after reclassification reflects the reclassification of discontinued operation.

(Note 3) The figures for actual results for the previous fiscal year are retroactively adjusted due to the classification of discontinued operation and are unaudited.

(Note 4) Basic earnings per share is estimated based on the “Notice Regarding Share Repurchase and Cancellation of Treasury Shares” released today.

3. Reason for revision

Olympus classified the Scientific Solutions Business as a discontinued operation from this 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.

As stated in the “Consolidated Financial Results (Tanshin) for the Six Months of the Fiscal Year Ending March 31, 2023” disclosed today, the forecast for revenue has been revised upward, based on a consideration of the trend of yen depreciation in the current foreign exchange market compared to our assumptions at the start of the period. On the other hand, the forecasts for operating profit and profit before tax have been revised downward respectively, due to the expected impact of higher raw material prices and increased expenses. Also, the forecast for profit attributable to owners of parent has been revised upward, taking into account profit of JPY 230,000 million from a discontinued operation, including the gain from the transfer of the Scientific Solutions Business.

For reference, there is no change in the year-end dividend forecast for FY2023 from the previously announced 16 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.