

December 28, 2011

News Release

Company: Olympus Corporation
Representative Director, President and CEO: Shuichi Takayama
(Code 7733, First Section, Tokyo Stock Exchange)
Contact: Akihiro Nambu, Manager, Public Relations and IR Office

(Corrections; Numerical Data Corrections) Notice Concerning Partial Corrections to “Consolidated Financial Results (Kessan Tanshin) for the Three Months of the Fiscal Year Ending March 31, 2012”

Olympus Corporation (the “Company”) has proceeded with operations to correct consolidated financial results (kessan tanshin) of past fiscal years as announced in “Notice Concerning Filing of the Amendments to the Past Securities Reports and Partial Corrections to Past Financial Results (Kessan Tanshin) and That for the First Quarter of the Fiscal Year Ending March 2012,” a timely disclosure of the Company as prescribed by the Tokyo Stock Exchange dated December 15, 2011.

The Company has now completed the operations to correct “Consolidated Financial Results (Kessan Tanshin) for the Three Months of the Fiscal Year Ending March 31, 2012” dated August 5, 2011, and it accordingly announces the details of the corrections.

Because corrections have been made in numerous locations, two copies of the full document are attached: the version before corrections and the version after corrections. The places in the document where corrections were made are underlined.

END

(After Correction)

Consolidated Financial Results for the Three Months of the Fiscal Year Ending March 31, 2012 <under Japanese GAAP>



August 5, 2011

Company Name: Olympus Corporation
Code Number: 7733
(URL: <http://www.olympus.co.jp/>)
Stock Exchange Listing: First Section of Tokyo Stock Exchange
Representative: Michael C. Woodford, Representative Director
Contact: Nobuyuki Onishi, General Manager, Accounting Division
Phone: 03-3340-2111

Scheduled date to submit the Quarterly Securities Report: August 11, 2011
Scheduled date to commence dividend payments: –
Presentation of supplementary material on quarterly financial results: Yes
Holding of quarterly financial results presentation meeting: Yes (for analysts and institutional investors)

(Figures are rounded off to the nearest million yen)

1. Consolidated Financial Results for the Three Months of the Fiscal Year Ending March 31, 2012 (From April 1, 2011 to June 30, 2011)

(1) Consolidated Results of Operations (cumulative) (% indicate changes from the same period of the previous fiscal year)

	Net sales		Operating income		Ordinary income		Net income	
	(¥ million)	%	(¥ million)	%	(¥ million)	%	(¥ million)	%
Three months ended								
June 30, 2011	198,572	(3.6)	5,243	(56.1)	851	(91.5)	(1,423)	–
June 30, 2010	206,006	0.4	11,944	2.7	10,010	39.5	(49)	=

Note: Comprehensive income: Three months ended June 30, 2011: ¥(9,489) million [–%]
Three months ended June 30, 2010: ¥(26,138) million [–%]

	Net income per share	Fully diluted net income per share
	(¥)	(¥)
Three months ended		
June 30, 2011	(5.33)	–
June 30, 2010	(0.18)	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	(¥ million)	(¥ million)	%
As of			
June 30, 2011	1,054,918	101,751	9.4
March 31, 2011	1,019,160	115,579	11.0

Note: Equity as of June 30, 2011: ¥98,646 million March 31, 2011: ¥112,477 million

2. Dividends

	Annual dividends				
	First quarter	Second quarter	Third quarter	Year-end	Total
	(¥)	(¥)	(¥)	(¥)	(¥)
Fiscal year ended March 31, 2011	–	15.00	–	15.00	30.00
Fiscal year ending March 31, 2012	–	–	–	–	–
Fiscal year ending March 31, 2012 (Forecast)	–	–	–	–	–

Note: Revisions of the forecast most recently announced: No
The dividend forecast for the fiscal year ending March 31, 2012 is undecided.

3. Forecast of Consolidated Financial Results for the Fiscal Year Ending March 31, 2012

(From April 1, 2011 to March 31, 2012)

(% indicate changes from the previous fiscal year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	(¥ million)	%	(¥ million)	%	(¥ million)	%	(¥ million)	%	(¥)
Six months	410,000	(1.8)	12,000	(46.4)	5,000	(74.0)	2,000	(47.5)	7.49
Full year	900,000	6.2	50,000	30.3	35,000	50.8	18,000	365.6	67.43

Note: Revisions of the forecast most recently announced: No

4. Others

- (1) Changes in significant subsidiaries during the three months under review (changes in specified subsidiaries resulting in the changes in scope of consolidation): No
- (2) Application of special accounting for preparing quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements after error corrections
 - 1) Changes in accounting policies due to revisions to accounting standards, and other regulations: No
 - 2) Changes in accounting policies due to other reasons: No
 - 3) Changes in accounting estimates: No
 - 4) Restatement of prior period financial statements after error corrections: No

- (4) Total number of issued shares (common stock)

- 1) Total number of issued shares at the end of the period (including treasury stock)

As of June 30, 2011	271,283,608 shares
As of March 31, 2011	271,283,608 shares

- 2) Total number of treasury shares at the end of the period

As of June 30, 2011	4,371,349 shares
As of March 31, 2011	4,348,948 shares

- 3) Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2011	266,919,723 shares
Three months ended June 30, 2010	269,968,234 shares

* Indication regarding execution of quarterly review procedures

This quarterly financial results report is not subject to the quarterly review procedures in accordance with the Financial Instruments and Exchange Law. At the time of disclosure of this quarterly financial results report, the quarterly review procedures to the quarterly consolidated financial statements are in progress.

* Proper use of the forecast of financial results, and other special matters

The forward-looking statements, including forecast of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Actual business and other results may differ substantially due to various factors. Please refer to the section of "Qualitative Information Regarding Forecast of Consolidated Financial Results" on page 4 of the attached material to the quarterly financial results report for the suppositions that form the assumptions for the forecast and cautions concerning the use thereof.

Attached Material

Contents

- 1. Qualitative Information Regarding Settlement of Accounts for the Three Months 2
 - (1) Qualitative Information Regarding Consolidated Results of Operations 2
 - (2) Qualitative Information Regarding Consolidated Financial Position..... 4
 - (3) Qualitative Information Regarding Forecast of Consolidated Financial Results 4
- 2. Matters Regarding Summary Information (Others) 4
 - (1) Changes in Significant Subsidiaries during the Three Months under Review 4
 - (2) Application of Special Accounting for Preparing Quarterly Consolidated Financial Statements..... 4
 - (3) Changes in Accounting Policies, Changes in Accounting Estimates, and Restatement of Prior Period Financial Statements after Error Corrections 4
- 3. Consolidated Financial Statements 5
 - (1) Consolidated Balance Sheets..... 5
 - (2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income..... 7
 - Consolidated Statements of Income (cumulative)..... 7
 - Consolidated Statements of Comprehensive Income (cumulative)..... 8
 - (3) Notes on Premise of Going Concern 9
 - (4) Segment Information 9
 - (5) Notes on Significant Changes in the Amount of Shareholders’ Equity 10
 - (6) Important Subsequent Event 10

1. Qualitative Information Regarding Settlement of Accounts for the Three Months

(1) Qualitative Information Regarding Consolidated Results of Operations

In the global economy during the three months ended June 30, 2011, although economic recovery continued as a result of an expansion in internal demand in the Asia region, particularly China, the pace of recovery slowed owing to other factors, such as continued high unemployment rates in the U.S. and uncertainty over fiscal prospects in some parts of Europe. In addition, the Japanese economy was in a difficult situation owing to stagnation in commercial activity and low consumer spending resulting from the effects of the Great East Japan Earthquake and nationwide electric power saving efforts, among other factors.

Amid this business environment, overall consolidated net sales for the Olympus Group over the three months of the fiscal year under review decreased 3.6% year on year to ¥198,572 million. This was a result of the impact of the strong yen and the transfer of the inkjet printer business, as well as a decline in revenue in the Medical Systems Business caused by the impact of the earthquake, despite an increase in revenue in the Information & Communication Business. Operating income decreased 56.1% year on year to ¥5,243 million as a result of a decrease in income in the Medical Systems Business, despite the Imaging Systems Business going into the black from the previous fiscal year, in which it recorded an operating loss. Ordinary income decreased 91.5% year on year to ¥851 million, mainly because of the decline in operating income. In addition, there was a net loss of ¥1,423 million (compared to net loss of ¥49 million in the same period of the previous fiscal year), as a result of factors such as the recording of ¥268 million in extraordinary losses, and ¥1,955 million in income taxes.

During the three months, the Olympus Group invested ¥13,780 million on research and development, and spent ¥7,977 million on capital investments.

Medical Systems Business

Consolidated net sales in the Medical Systems Business during the three months amounted to ¥77,643 million (down 9.7% year on year), while operating income amounted to ¥10,918 million (down 37.7% year on year).

Although sales of disposable guide wires used for endoscope treatment such as for pancreatic ducts were favorable in the surgical and therapeutic devices field, our flagship medical endoscope field had temporary difficulties in the procurement of parts due to the impact of the Great East Japan Earthquake, making it necessary for us to make adjustments for the new production of some products. As a result, there was an overall decline in revenue in the Medical Systems Business.

Operating income in the Medical Systems Business decreased due to a decline in gross profit resulting from a decrease in revenue.

Life Science and Industrial Systems Business

Consolidated net sales in the Life Science and Industrial Systems Business during the three months amounted to ¥20,567 million (down 7.5% year on year), while operating income amounted to ¥517 million (down 34.9% year on year).

In the life science field, sales of products for research such as the “BX3” series of system biological microscopes grew, mainly in Japan, and in the industrial field, sales of products such as industrial microscopes performed favorably, thanks to brisk conditions in markets related to electrical components and semiconductors owing to the rapid penetration of smartphones. However, as a result of the transfer of the inkjet printer business in March 2011, there was a decrease in revenue in the Life Science and Industrial Systems Business overall.

Operating income in the Life Science and Industrial Systems Business decreased as a result of the transfer of the inkjet printer business as well as the impact of foreign exchange fluctuations.

Imaging Systems Business

Consolidated net sales in the Imaging Systems Business during the three months amounted to ¥34,259 million (down 0.8% year on year), while operating income amounted to ¥370 million (in contrast to an operating loss of ¥912 million in the same period of the previous fiscal year).

Sales of the “OLYMPUS PEN” series of interchangeable lens system digital cameras with small, lightweight and dignified design compliant with the “Micro Four Thirds System” standard continued to perform steadily, while in compact cameras, sales of high-value added models such as the “XZ-1,” which has exceptional picture quality, grew in Europe and Asia. However, revenue in the Imaging Systems Business remained at the same level of the same period of the previous fiscal year, owing to a decline in unit sales prices resulting from intensified competition in the compact camera market.

The Imaging Systems Business secured a profit in operating income after recording a loss in the same period of the previous fiscal year, thanks to a reduction in selling, general and administrative expenses.

Information & Communication Business

Consolidated net sales for the Information & Communication Business during the three months amounted to ¥52,618 million (up 2.5% year on year), while operating income amounted to ¥1,013 million (down 19.0% year on year).

Net sales in the Information & Communication Business increased thanks not only to expanded sales channels for mobile phones, but also to favorable sales of smartphones.

Operating income in the Information & Communication Business decreased because of the impact of the amortization of goodwill from our making ITX Corporation into a wholly owned subsidiary by means of a share exchange in March 2011.

Others

Consolidated net sales for other businesses during the three months amounted to ¥13,485 million (up 13.0% year on year) and operating loss was ¥1,140 million (compared with an operating loss of ¥904 million in the same period of the previous fiscal year).

Net sales for other businesses were higher overall owing to an expansion in sales resulting from the acquisition of a regenerative medicine-related business. However, operating loss for other businesses expanded because the acquired business is still at the research and development phase.

(2) Qualitative Information Regarding Consolidated Financial Position

As of the end of the first quarter, total assets increased ¥35,758 million compared to the end of the previous fiscal year to ¥1,054,918 million.

This was primarily as a result of an increase in cash and time deposits of ¥53,390 million, and decreases in notes and accounts receivable of ¥12,876 million and goodwill of ¥5,302 million.

Total liabilities increased ¥49,586 million compared to the end of the previous fiscal year to ¥953,167 million due mainly to decreases in notes and accounts payable of ¥3,514 million, short-term borrowings of ¥3,408 million and income taxes payable of ¥3,850 million, and an increase in long-term borrowings, less current maturities of ¥58,264 million.

Net assets decreased ¥13,828 million compared to the end of the previous fiscal year to ¥101,751 million, primarily due to a decrease in accumulated other comprehensive income of ¥8,110 million arising from fluctuations in foreign exchange and stock prices, etc.

As a result of the foregoing, equity ratio decreased from 11.0% as of the end of the previous fiscal year to 9.4%.

(3) Qualitative Information Regarding Forecast of Consolidated Financial Results

Regarding the forecast of consolidated financial results for the six months ending September 30, 2011 and the full year ending March 31, 2012, amid a continuing difficult economic environment following the Great East Japan Earthquake, the Company formulated provisional figures based on information and forecasts available at the time of the previous announcement. However, in the light of the progress of operating results during the three months, the forecast remains as announced previously. Average foreign exchange rates for the full year, which are a precondition for the forecast, are expected to be ¥80 per U.S. dollar and ¥115 per euro.

2. Matters Regarding Summary Information (Others)

(1) Changes in Significant Subsidiaries during the Three Months under Review

No items to report

(2) Application of Special Accounting for Preparing Quarterly Consolidated Financial Statements

Taxes are calculated first by reasonably estimating the effective tax rates after applying tax effect accounting against income before provision for income taxes for the fiscal year including the first quarter under review, and next by multiplying the quarterly income before provision for income taxes by such estimated effective tax rates.

(3) Changes in Accounting Policies, Changes in Accounting Estimates, and Restatement of Prior Period Financial Statements after Error Corrections

No items to report

(Additional Information)

The Company applied the “Accounting Standard for Accounting Changes and Error Corrections” (ASBJ Statement No. 24, December 4, 2009) and the “Guidance on Accounting Standard for Accounting Changes and Error Corrections” (ASBJ Guidance No. 24, December 4, 2009) to accounting changes and corrections of prior period errors that were made on or after the beginning of the first quarter under review.

3. Consolidated Financial Statements**(1) Consolidated Balance Sheets**

(Millions of yen)

	As of March 31, 2011	As of June 30, 2011
ASSETS		
Current assets		
Cash and time deposits	213,561	266,951
Notes and accounts receivable	141,176	128,300
Securities	–	2,000
Merchandise and finished goods	55,247	55,737
Work in process	19,959	25,225
Raw materials and supplies	<u>17,723</u>	<u>20,264</u>
Other current assets	88,516	<u>86,751</u>
Allowance for doubtful accounts	(2,648)	<u>(2,235)</u>
Total current assets	<u>533,534</u>	<u>582,993</u>
Fixed assets		
Property, plant and equipment		
Buildings and structures, net	<u>64,077</u>	<u>62,059</u>
Machinery and equipment, net	<u>12,741</u>	<u>12,248</u>
Tools, furniture and fixtures, net	<u>37,739</u>	<u>37,552</u>
Land	<u>19,430</u>	<u>19,395</u>
Lease assets, net	5,000	5,132
Construction in progress	<u>2,354</u>	<u>2,702</u>
Net property, plant and equipment	<u>141,341</u>	<u>139,088</u>
Intangible assets		
Goodwill	<u>133,050</u>	<u>127,748</u>
Others	<u>72,929</u>	70,613
Total intangible assets	<u>205,979</u>	<u>198,361</u>
Investments and other assets		
Investment securities	59,342	57,213
Other assets	<u>87,113</u>	<u>85,793</u>
Allowance for doubtful accounts	<u>(8,149)</u>	<u>(8,530)</u>
Total investments and other assets	<u>138,306</u>	<u>134,475</u>
Total fixed assets	<u>485,626</u>	<u>471,925</u>
Total assets	<u>1,019,160</u>	<u>1,054,918</u>

(Millions of yen)

	As of March 31, 2011	As of June 30, 2011
LIABILITIES		
Current liabilities		
Notes and accounts payable	68,715	65,201
Short-term borrowings	127,295	123,887
Current maturities of bonds	240	240
Income taxes payable	<u>16,274</u>	<u>12,424</u>
Provision for product warranties	8,360	7,887
Other reserves	812	762
Other current liabilities	111,076	111,599
Total current liabilities	<u>332,772</u>	<u>322,000</u>
Non-current liabilities		
Long-term bonds, less current maturities	110,120	110,100
Long-term borrowings, less current maturities	411,132	469,396
Severance and retirement allowance	18,798	19,046
Other reserves	156	142
Other non-current liabilities	30,603	32,483
Total non-current liabilities	<u>570,809</u>	<u>631,167</u>
Total liabilities	<u>903,581</u>	<u>953,167</u>
NET ASSETS		
Shareholders' equity		
Common stock	48,332	48,332
Capital surplus	54,788	54,788
Retained earnings	<u>113,532</u>	<u>107,863</u>
Treasury stock, at cost	(11,097)	(11,149)
Total shareholders' equity	<u>205,555</u>	<u>199,834</u>
Accumulated other comprehensive income		
Net unrealized holding gains (losses) on available-for-sale securities, net of taxes	6,524	4,777
Net unrealized gains (losses) on hedging derivatives, net of taxes	(758)	(188)
Foreign currency translation adjustments	<u>(95,201)</u>	<u>(102,216)</u>
Pension liability adjustment of foreign subsidiaries	(3,643)	(3,561)
Total accumulated other comprehensive income	<u>(93,078)</u>	<u>(101,188)</u>
Minority interests	3,102	3,105
Total net assets	<u>115,579</u>	<u>101,751</u>
Total liabilities and net assets	<u>1,019,160</u>	<u>1,054,918</u>

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income (cumulative)

(Millions of yen)

	Three months ended June 30, 2010	Three months ended June 30, 2011
Net sales	206,006	198,572
Costs of sales	<u>109,149</u>	<u>108,738</u>
Gross profit	<u>96,857</u>	<u>89,834</u>
Selling, general and administrative expenses	<u>84,913</u>	<u>84,591</u>
Operating income	<u>11,944</u>	<u>5,243</u>
Non-operating income		
Interest income	201	252
Dividends income	396	411
Others	<u>1,732</u>	<u>787</u>
Total non-operating income	<u>2,329</u>	1,450
Non-operating expenses		
Interest expenses	3,083	3,226
Foreign currency exchange loss	541	285
Others	<u>639</u>	<u>2,331</u>
Total non-operating expenses	<u>4,263</u>	<u>5,842</u>
Ordinary income	<u>10,010</u>	<u>851</u>
Extraordinary income		
Gain on sales of investments in subsidiaries and affiliates	64	–
Gain on sales of investment securities	59	–
Total extraordinary income	123	–
Extraordinary losses		
Impairment loss on fixed assets	–	<u>268</u>
Loss on sales of investment securities	8	–
Loss on valuation of investment securities	62	–
Loss on step acquisitions	310	–
Loss on adjustment for changes of accounting standard for asset retirement obligations	311	–
<u>Loss on funds invested</u>	<u>82</u>	=
<u>Provision of allowance for doubtful accounts</u>	<u>2,448</u>	=
Total extraordinary losses	<u>3,221</u>	<u>268</u>
<u>Income before provision for income taxes</u>	<u>6,912</u>	<u>583</u>
Income taxes	6,717	<u>1,955</u>
Income (loss) before minority interests	<u>195</u>	<u>(1,372)</u>
Minority interest in income of consolidated subsidiaries	<u>244</u>	51
<u>Net loss</u>	<u>(49)</u>	<u>(1,423)</u>

Consolidated Statements of Comprehensive Income (cumulative)

	(Millions of yen)	
	Three months ended June 30, 2010	Three months ended June 30, 2011
Income (loss) before minority interests	<u>195</u>	<u>(1,372)</u>
Other comprehensive income		
Net unrealized holding gains (losses) on available-for-sale securities, net of taxes	<u>(4,941)</u>	(1,746)
Net unrealized gains (losses) on hedging derivatives, net of taxes	1,227	570
Foreign currency translation adjustments	<u>(22,615)</u>	<u>(7,020)</u>
Pension liability adjustment of foreign subsidiaries	-	81
Share of other comprehensive income of associates accounted for using equity method	(4)	(2)
Total other comprehensive income	<u>(26,333)</u>	<u>(8,117)</u>
Comprehensive income	<u>(26,138)</u>	<u>(9,489)</u>
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of the parent	<u>(26,306)</u>	<u>(9,533)</u>
Comprehensive income attributable to minority interests	168	44

(3) Notes on Premise of Going Concern

No items to report

(4) Segment Information

I. Three months of the fiscal year ended March 31, 2011 (from April 1, 2010 to June 30, 2010)

1. Information regarding net sales and income/loss by reportable segment

(Millions of yen)

	Reportable Segment						Adjustment (Note 1)	Amount on quarterly consolidated financial statements (Note 2)
	Medical Systems	Life Science and Industrial Systems	Imaging Systems	Information & Communica- tion	Others	Total		
Sales								
Sales to outside customers	85,961	22,229	34,545	51,340	11,931	206,006	—	206,006
Internal sales or transfer among segments	10	35	21	—	14	80	(80)	—
Total	85,971	22,264	34,566	51,340	11,945	206,086	(80)	206,006
Segment profit (loss)	17,522	794	(912)	1,251	(904)	17,751	(5,807)	11,944

Notes:

1. The deduction of ¥5,807 million listed as an adjustment to segment profit includes corporate expenses of ¥5,807 million not allocated to any reportable segment. These corporate expenses mostly consisted of expenses related to the corporate center of the parent company (management departments such as the Administrative Department) and the Research & Development Center.
2. Segment profits are adjusted to agree with operating income on quarterly consolidated financial statements.

2. Information regarding impairment loss on fixed assets, goodwill and negative goodwill, etc. by reportable segment

(Significant impairment loss on fixed assets)

No items to report

(Significant changes in the amount of goodwill)

The Company acquired all shares of Spiration, Inc. in the Medical Systems segment to make it a consolidated subsidiary. The resulting increase in goodwill in the three months ended June 30, 2010 is ¥9,855 million. The allocation of acquisition costs in this accounting process remains incomplete and a provisional accounting was applied based on rational information that was obtainable at the time the consolidated financial statements for the three months ended June 30, 2010 were prepared.

II. Three months of the fiscal year ending March 31, 2012 (from April 1, 2011 to June 30, 2011)

1. Information regarding net sales and income/loss by reportable segment

(Millions of yen)

	Reportable Segment						Adjustment (Note 1)	Amount on quarterly consolidated financial statements (Note 2)
	Medical Systems	Life Science and Industrial Systems	Imaging Systems	Information & Communica- tion	Others	Total		
Sales								
Sales to outside customers	77,643	20,567	34,259	52,618	13,485	198,572	–	198,572
Internal sales or transfer among segments	19	43	18	–	29	109	(109)	–
Total	<u>77,662</u>	<u>20,610</u>	<u>34,277</u>	<u>52,618</u>	<u>13,514</u>	<u>198,681</u>	<u>(109)</u>	<u>198,572</u>
Segment profit (loss)	<u>10,918</u>	<u>517</u>	<u>370</u>	<u>1,013</u>	<u>(1,140)</u>	<u>11,678</u>	<u>(6,435)</u>	<u>5,243</u>

Notes:

- The deduction of ¥6,435 million listed as an adjustment to segment profit includes corporate expenses of ¥6,435 million not allocated to any reportable segment. These corporate expenses mostly consisted of expenses related to the corporate center of the parent company (management departments such as the Administrative Department) and the Research & Development Center.
- Segment profits are adjusted to agree with operating income on quarterly consolidated financial statements.

2. Information regarding impairment loss on fixed assets, goodwill and negative goodwill, etc. by reportable segment

(Significant impairment loss on fixed assets)

No items to report

(Significant changes in the amount of goodwill)

No items to report

(Significant gain on negative goodwill)

No items to report

(5) Notes on Significant Changes in the Amount of Shareholders' Equity

No items to report

(6) Important Subsequent Event

No items to report

(Before Correction)

Consolidated Financial Results
for the Three Months
of the Fiscal Year Ending March 31, 2012
<under Japanese GAAP>



August 5, 2011

Company Name: Olympus Corporation
Code Number: 7733
(URL: <http://www.olympus.co.jp/>)
Stock Exchange Listing: First Section of Tokyo Stock Exchange
Representative: Michael C. Woodford, Representative Director
Contact: Nobuyuki Onishi, General Manager, Accounting Division
Phone: 03-3340-2111

Scheduled date to submit the Quarterly Securities Report: August 11, 2011
Scheduled date to commence dividend payments: –
Presentation of supplementary material on quarterly financial results: Yes
Holding of quarterly financial results presentation meeting: Yes (for analysts and institutional investors)

(Figures are rounded off to the nearest million yen)

1. Consolidated Financial Results for the Three Months of the Fiscal Year Ending March 31, 2012
(From April 1, 2011 to June 30, 2011)

(1) Consolidated Results of Operations (cumulative) (% indicate changes from the same period of the previous fiscal year)

	Net sales		Operating income		Ordinary income		Net income	
	(¥ million)	%	(¥ million)	%	(¥ million)	%	(¥ million)	%
Three months ended								
June 30, 2011	198,572	(3.6)	4,464	(60.0)	67	(99.3)	(2,154)	–
June 30, 2010	206,006	0.4	11,154	(1.8)	9,029	29.3	1,501	(16.9)

Note: Comprehensive income: Three months ended June 30, 2011: ¥(11,349) million [–%]
Three months ended June 30, 2010: ¥(26,041) million [–%]

	Net income per share	Fully diluted net income per share
	(¥)	(¥)
Three months ended		
June 30, 2011	(8.07)	–
June 30, 2010	5.56	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	(¥ million)	(¥ million)	%
As of			
June 30, 2011	1,097,490	151,147	13.5
March 31, 2011	1,063,593	166,836	15.4

Note: Equity as of June 30, 2011: ¥148,042 million March 31, 2011: ¥163,734 million

2. Dividends

	Annual dividends				
	First quarter	Second quarter	Third quarter	Year-end	Total
	(¥)	(¥)	(¥)	(¥)	(¥)
Fiscal year ended March 31, 2011	–	15.00	–	15.00	30.00
Fiscal year ending March 31, 2012	–				
Fiscal year ending March 31, 2012 (Forecast)		–	–	–	–

Note: Revisions of the forecast most recently announced: No
The dividend forecast for the fiscal year ending March 31, 2012 is undecided.

3. Forecast of Consolidated Financial Results for the Fiscal Year Ending March 31, 2012

(From April 1, 2011 to March 31, 2012)

(% indicate changes from the previous fiscal year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	(¥ million)	%	(¥ million)	%	(¥ million)	%	(¥ million)	%	(¥)
Six months	410,000	(1.8)	12,000	(42.4)	5,000	(73.9)	2,000	(71.6)	7.49
Full year	900,000	6.2	50,000	41.4	35,000	58.0	18,000	143.9	67.43

Note: Revisions of the forecast most recently announced: No

4. Others

- (1) Changes in significant subsidiaries during the three months under review (changes in specified subsidiaries resulting in the changes in scope of consolidation): No
- (2) Application of special accounting for preparing quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements after error corrections
 - 1) Changes in accounting policies due to revisions to accounting standards, and other regulations: No
 - 2) Changes in accounting policies due to other reasons: No
 - 3) Changes in accounting estimates: No
 - 4) Restatement of prior period financial statements after error corrections: No

- (4) Total number of issued shares (common stock)

- 1) Total number of issued shares at the end of the period (including treasury stock)

As of June 30, 2011	271,283,608 shares
As of March 31, 2011	271,283,608 shares

- 2) Total number of treasury shares at the end of the period

As of June 30, 2011	4,371,349 shares
As of March 31, 2011	4,348,948 shares

- 3) Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2011	266,919,723 shares
Three months ended June 30, 2010	269,968,234 shares

* Indication regarding execution of quarterly review procedures

This quarterly financial results report is not subject to the quarterly review procedures in accordance with the Financial Instruments and Exchange Law. At the time of disclosure of this quarterly financial results report, the quarterly review procedures to the quarterly consolidated financial statements are in progress.

* Proper use of the forecast of financial results, and other special matters

The forward-looking statements, including forecast of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Actual business and other results may differ substantially due to various factors. Please refer to the section of "Qualitative Information Regarding Forecast of Consolidated Financial Results" on page 4 of the attached material to the quarterly financial results report for the suppositions that form the assumptions for the forecast and cautions concerning the use thereof.

Attached Material

Contents

- 1. Qualitative Information Regarding Settlement of Accounts for the Three Months 2
 - (1) Qualitative Information Regarding Consolidated Results of Operations 2
 - (2) Qualitative Information Regarding Consolidated Financial Position..... 4
 - (3) Qualitative Information Regarding Forecast of Consolidated Financial Results 4
- 2. Matters Regarding Summary Information (Others) 4
 - (1) Changes in Significant Subsidiaries during the Three Months under Review 4
 - (2) Application of Special Accounting for Preparing Quarterly Consolidated Financial Statements..... 4
 - (3) Changes in Accounting Policies, Changes in Accounting Estimates, and Restatement of Prior Period Financial Statements after Error Corrections 4
- 3. Consolidated Financial Statements 5
 - (1) Consolidated Balance Sheets..... 5
 - (2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income..... 7
 - Consolidated Statements of Income (cumulative)..... 7
 - Consolidated Statements of Comprehensive Income (cumulative)..... 8
 - (3) Notes on Premise of Going Concern 9
 - (4) Segment Information 9
 - (5) Notes on Significant Changes in the Amount of Shareholders’ Equity 10
 - (6) Important Subsequent Event 10

1. Qualitative Information Regarding Settlement of Accounts for the Three Months

(1) Qualitative Information Regarding Consolidated Results of Operations

In the global economy during the three months ended June 30, 2011, although economic recovery continued as a result of an expansion in internal demand in the Asia region, particularly China, the pace of recovery slowed owing to other factors, such as continued high unemployment rates in the U.S. and uncertainty over fiscal prospects in some parts of Europe. In addition, the Japanese economy was in a difficult situation owing to stagnation in commercial activity and low consumer spending resulting from the effects of the Great East Japan Earthquake and nationwide electric power saving efforts, among other factors.

Amid this business environment, overall consolidated net sales for the Olympus Group over the three months of the fiscal year under review decreased 3.6% year on year to ¥198,572 million. This was a result of the impact of the strong yen and the transfer of the inkjet printer business, as well as a decline in revenue in the Medical Systems Business caused by the impact of the earthquake, despite an increase in revenue in the Information & Communication Business. Operating income decreased 60.0% year on year to ¥4,464 million as a result of a decrease in income in the Medical Systems Business, despite the Imaging Systems Business going into the black from the previous fiscal year, in which it recorded an operating loss. Ordinary income decreased 99.3% year on year to ¥67 million, mainly because of the decline in operating income. In addition, there was a net loss of ¥2,154 million (compared to net income of ¥1,501 million in the same period of the previous fiscal year), as a result of factors such as the recording of ¥164 million in extraordinary losses, and ¥2,006 million in income taxes.

Regarding foreign exchange, the yen appreciated to a record high against the U.S. dollar, mainly because of the issue of raising the debt ceiling in the U.S. The average exchange rate during the period was ¥81.74 against the U.S. dollar (¥92.01 in the same period of the previous fiscal year) and ¥117.40 against the euro (¥116.99 in the same period of the previous fiscal year), which caused net sales and operating income to drop by ¥6,789 million and ¥907 million, respectively, year on year.

During the three months, the Olympus Group invested ¥13,780 million on research and development, and spent ¥7,977 million on capital investments.

Medical Systems Business

Consolidated net sales in the Medical Systems Business during the three months amounted to ¥77,643 million (down 9.7% year on year), while operating income amounted to ¥10,353 million (down 38.7% year on year).

Although sales of disposable guide wires used for endoscope treatment such as for pancreatic ducts were favorable in the surgical and therapeutic devices field, our flagship medical endoscope field had temporary difficulties in the procurement of parts due to the impact of the Great East Japan Earthquake, making it necessary for us to make adjustments for the new production of some products. As a result, there was an overall decline in revenue in the Medical Systems Business.

Operating income in the Medical Systems Business decreased due to a decline in gross profit resulting from a decrease in revenue.

Life Science and Industrial Systems Business

Consolidated net sales in the Life Science and Industrial Systems Business during the three months amounted to ¥20,567 million (down 7.5% year on year), while operating income amounted to ¥517 million (down 34.9% year on year).

In the life science field, sales of products for research such as the “BX3” series of system biological microscopes grew, mainly in Japan, and in the industrial field, sales of products such as industrial microscopes performed favorably, thanks to brisk conditions in markets related to electrical components and semiconductors owing to the rapid penetration of smartphones. However, as a result of the transfer of the inkjet printer business in March 2011, there was a decrease in revenue in the Life Science and Industrial Systems Business overall.

Operating income in the Life Science and Industrial Systems Business decreased as a result of the transfer of the inkjet printer business as well as the impact of foreign exchange fluctuations.

Imaging Systems Business

Consolidated net sales in the Imaging Systems Business during the three months amounted to ¥34,259 million (down 0.8% year on year), while operating income amounted to ¥370 million (in contrast to an operating loss of ¥912 million in the same period of the previous fiscal year).

Sales of the “OLYMPUS PEN” series of interchangeable lens system digital cameras with small, lightweight and dignified design compliant with the “Micro Four Thirds System” standard continued to perform steadily, while in compact cameras, sales of high-value added models such as the “XZ-1,” which has exceptional picture quality, grew in Europe and Asia. However, revenue in the Imaging Systems Business remained at the same level of the same period of the previous fiscal year, owing to a decline in unit sales prices resulting from intensified competition in the compact camera market.

The Imaging Systems Business secured a profit in operating income after recording a loss in the same period of the previous fiscal year, thanks to a reduction in selling, general and administrative expenses.

Information & Communication Business

Consolidated net sales for the Information & Communication Business during the three months amounted to ¥52,618 million (up 2.5% year on year), while operating income amounted to ¥1,013 million (down 19.0% year on year).

Net sales in the Information & Communication Business increased thanks not only to expanded sales channels for mobile phones, but also to favorable sales of smartphones.

Operating income in the Information & Communication Business decreased because of the impact of the amortization of goodwill from our making ITX Corporation into a wholly owned subsidiary by means of a share exchange in March 2011.

Others

Consolidated net sales for other businesses during the three months amounted to ¥13,485 million (up 13.0% year on year) and operating loss was ¥1,354 million (compared with an operating loss of ¥1,059 million in the same period of the previous fiscal year).

Net sales for other businesses were higher overall owing to an expansion in sales resulting from the acquisition of a regenerative medicine-related business. However, operating loss for other businesses expanded because the acquired business is still at the research and development phase.

(2) Qualitative Information Regarding Consolidated Financial Position

As of the end of the first quarter, total assets increased ¥33,897 million compared to the end of the previous fiscal year to ¥1,097,490 million.

This was primarily as a result of an increase in cash and time deposits of ¥53,390 million, and decreases in notes and accounts receivable of ¥12,876 million and goodwill of ¥7,178 million.

Total liabilities increased ¥49,586 million compared to the end of the previous fiscal year to ¥946,343 million due mainly to decreases in notes and accounts payable of ¥3,514 million, short-term borrowings of ¥3,408 million and income taxes payable of ¥3,850 million, and an increase in long-term borrowings, less current maturities of ¥58,264 million.

Net assets decreased ¥15,689 million compared to the end of the previous fiscal year to ¥151,147 million, primarily due to a decrease in accumulated other comprehensive income of ¥9,239 million arising from fluctuations in foreign exchange and stock prices, etc.

As a result of the foregoing, equity ratio decreased from 15.4% as of the end of the previous fiscal year to 13.5%.

(3) Qualitative Information Regarding Forecast of Consolidated Financial Results

Regarding the forecast of consolidated financial results for the six months ending September 30, 2011 and the full year ending March 31, 2012, amid a continuing difficult economic environment following the Great East Japan Earthquake, the Company formulated provisional figures based on information and forecasts available at the time of the previous announcement. However, in the light of the progress of operating results during the three months, the forecast remains as announced previously. Average foreign exchange rates for the full year, which are a precondition for the forecast, are expected to be ¥80 per U.S. dollar and ¥115 per euro.

2. Matters Regarding Summary Information (Others)

(1) Changes in Significant Subsidiaries during the Three Months under Review

No items to report

(2) Application of Special Accounting for Preparing Quarterly Consolidated Financial Statements

Taxes are calculated first by reasonably estimating the effective tax rates after applying tax effect accounting against income before provision for income taxes for the fiscal year including the first quarter under review, and next by multiplying the quarterly income before provision for income taxes by such estimated effective tax rates.

(3) Changes in Accounting Policies, Changes in Accounting Estimates, and Restatement of Prior Period Financial Statements after Error Corrections

No items to report

(Additional Information)

The Company applied the “Accounting Standard for Accounting Changes and Error Corrections” (ASBJ Statement No. 24, December 4, 2009) and the “Guidance on Accounting Standard for Accounting Changes and Error Corrections” (ASBJ Guidance No. 24, December 4, 2009) to accounting changes and corrections of prior period errors that were made on or after the beginning of the first quarter under review.

3. Consolidated Financial Statements**(1) Consolidated Balance Sheets**

(Millions of yen)

	As of March 31, 2011	As of June 30, 2011
ASSETS		
Current assets		
Cash and time deposits	213,561	266,951
Notes and accounts receivable	141,176	128,300
Securities	–	2,000
Merchandise and finished goods	55,247	55,737
Work in process	19,959	25,225
Raw materials and supplies	<u>17,849</u>	<u>20,384</u>
Other current assets	88,516	<u>86,699</u>
Allowance for doubtful accounts	(2,648)	<u>(2,670)</u>
Total current assets	<u>533,660</u>	<u>582,626</u>
Fixed assets		
Property, plant and equipment		
Buildings and structures, net	<u>64,190</u>	<u>62,166</u>
Machinery and equipment, net	<u>13,409</u>	<u>12,894</u>
Tools, furniture and fixtures, net	<u>37,743</u>	<u>37,555</u>
Land	<u>19,447</u>	<u>19,412</u>
Lease assets, net	5,000	5,132
Construction in progress	<u>2,836</u>	<u>3,289</u>
Net property, plant and equipment	<u>142,625</u>	<u>140,448</u>
Intangible assets		
Goodwill	<u>175,472</u>	<u>168,294</u>
Others	<u>72,933</u>	70,613
Total intangible assets	<u>248,405</u>	<u>238,907</u>
Investments and other assets		
Investment securities	59,342	57,213
Other assets	<u>80,299</u>	<u>78,980</u>
Allowance for doubtful accounts	<u>(738)</u>	<u>(684)</u>
Total investments and other assets	<u>138,903</u>	<u>135,509</u>
Total fixed assets	<u>529,933</u>	<u>514,864</u>
Total assets	<u>1,063,593</u>	<u>1,097,490</u>

(Millions of yen)

	As of March 31, 2011	As of June 30, 2011
LIABILITIES		
Current liabilities		
Notes and accounts payable	68,715	65,201
Short-term borrowings	127,295	123,887
Current maturities of bonds	240	240
Income taxes payable	<u>9,450</u>	<u>5,600</u>
Provision for product warranties	8,360	7,887
Other reserves	812	762
Other current liabilities	111,076	111,599
Total current liabilities	<u>325,948</u>	<u>315,176</u>
Non-current liabilities		
Long-term bonds, less current maturities	110,120	110,100
Long-term borrowings, less current maturities	411,132	469,396
Severance and retirement allowance	18,798	19,046
Other reserves	156	142
Other non-current liabilities	30,603	32,483
Total non-current liabilities	<u>570,809</u>	<u>631,167</u>
Total liabilities	<u>896,757</u>	<u>946,343</u>
NET ASSETS		
Shareholders' equity		
Common stock	48,332	48,332
Capital surplus	54,788	54,788
Retained earnings	<u>170,439</u>	<u>164,038</u>
Treasury stock, at cost	(11,097)	(11,149)
Total shareholders' equity	<u>262,462</u>	<u>256,009</u>
Accumulated other comprehensive income		
Net unrealized holding gains (losses) on available-for-sale securities, net of taxes	6,524	4,777
Net unrealized gains (losses) on hedging derivatives, net of taxes	(758)	(188)
Foreign currency translation adjustments	<u>(100,851)</u>	<u>(108,995)</u>
Pension liability adjustment of foreign subsidiaries	(3,643)	(3,561)
Total accumulated other comprehensive income	<u>(98,728)</u>	<u>(107,967)</u>
Minority interests	3,102	3,105
Total net assets	<u>166,836</u>	<u>151,147</u>
Total liabilities and net assets	<u>1,063,593</u>	<u>1,097,490</u>

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income (cumulative)

(Millions of yen)

	Three months ended June 30, 2010	Three months ended June 30, 2011
Net sales	206,006	198,572
Costs of sales	<u>109,172</u>	<u>108,758</u>
Gross profit	<u>96,834</u>	<u>89,814</u>
Selling, general and administrative expenses	<u>85,680</u>	<u>85,350</u>
Operating income	<u>11,154</u>	<u>4,464</u>
Non-operating income		
Interest income	201	252
Dividends income	396	411
Others	<u>1,550</u>	<u>787</u>
Total non-operating income	<u>2,147</u>	1,450
Non-operating expenses		
Interest expenses	3,083	3,226
Foreign currency exchange loss	541	285
Others	<u>648</u>	<u>2,336</u>
Total non-operating expenses	<u>4,272</u>	<u>5,847</u>
Ordinary income	<u>9,029</u>	<u>67</u>
Extraordinary income		
Gain on sales of investments in subsidiaries and affiliates	64	-
Gain on sales of investment securities	59	-
Total extraordinary income	123	-
Extraordinary losses		
Impairment loss on fixed assets	-	<u>164</u>
Loss on sales of investment securities	8	-
Loss on valuation of investment securities	62	-
Loss on step acquisitions	310	-
Loss on adjustment for changes of accounting standard for asset retirement obligations	311	-
Total extraordinary losses	<u>691</u>	<u>164</u>
<u>Income (loss) before provision for income taxes</u>	<u>8,461</u>	<u>(97)</u>
Income taxes	6,717	<u>2,006</u>
Income (loss) before minority interests	<u>1,744</u>	<u>(2,103)</u>
Minority interest in income of consolidated subsidiaries	<u>243</u>	51
<u>Net income (loss)</u>	<u>1,501</u>	<u>(2,154)</u>

Consolidated Statements of Comprehensive Income (cumulative)

	(Millions of yen)	
	Three months ended June 30, 2010	Three months ended June 30, 2011
Income (loss) before minority interests	<u>1,744</u>	<u>(2,103)</u>
Other comprehensive income		
Net unrealized holding gains (losses) on available-for-sale securities, net of taxes	<u>(4,152)</u>	(1,746)
Net unrealized gains (losses) on hedging derivatives, net of taxes	1,227	570
Foreign currency translation adjustments	<u>(24,856)</u>	<u>(8,149)</u>
Pension liability adjustment of foreign subsidiaries	-	81
Share of other comprehensive income of associates accounted for using equity method	(4)	(2)
Total other comprehensive income	<u>(27,785)</u>	<u>(9,246)</u>
Comprehensive income	<u>(26,041)</u>	<u>(11,349)</u>
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of the parent	<u>(26,209)</u>	<u>(11,393)</u>
Comprehensive income attributable to minority interests	168	44

(3) Notes on Premise of Going Concern

No items to report

(4) Segment Information

I. Three months of the fiscal year ended March 31, 2011 (from April 1, 2010 to June 30, 2010)

1. Information regarding net sales and income/loss by reportable segment

(Millions of yen)

	Reportable Segment						Adjustment (Note 1)	Amount on quarterly consolidated financial statements (Note 2)
	Medical Systems	Life Science and Industrial Systems	Imaging Systems	Information & Communica- tion	Others	Total		
Sales								
Sales to outside customers	85,961	22,229	34,545	51,340	11,931	206,006	—	206,006
Internal sales or transfer among segments	10	35	21	—	14	80	(80)	—
Total	85,971	22,264	34,566	51,340	11,945	206,086	(80)	206,006
Segment profit (loss)	16,887	794	(912)	1,251	(1,059)	16,961	(5,807)	11,154

Notes:

- The deduction of ¥5,807 million listed as an adjustment to segment profit includes corporate expenses of ¥5,807 million not allocated to any reportable segment. These corporate expenses mostly consisted of expenses related to the corporate center of the parent company (management departments such as the Administrative Department) and the Research & Development Center.
- Segment profits are adjusted to agree with operating income on quarterly consolidated financial statements.

2. Information regarding impairment loss on fixed assets, goodwill and negative goodwill, etc. by reportable segment

(Significant impairment loss on fixed assets)

No items to report

(Significant changes in the amount of goodwill)

The Company acquired all shares of Spiration, Inc. in the Medical Systems segment to make it a consolidated subsidiary. The resulting increase in goodwill in the three months ended June 30, 2010 is ¥9,855 million. The allocation of acquisition costs in this accounting process remains incomplete and a provisional accounting was applied based on rational information that was obtainable at the time the consolidated financial statements for the three months ended June 30, 2010 were prepared.

II. Three months of the fiscal year ending March 31, 2012 (from April 1, 2011 to June 30, 2011)

1. Information regarding net sales and income/loss by reportable segment

(Millions of yen)

	Reportable Segment						Adjustment (Note 1)	Amount on quarterly consolidated financial statements (Note 2)
	Medical Systems	Life Science and Industrial Systems	Imaging Systems	Information & Communica- tion	Others	Total		
Sales								
Sales to outside customers	77,643	20,567	34,259	52,618	13,485	198,572	–	198,572
Internal sales or transfer among segments	19	43	18	–	29	109	(109)	–
Total	77,662	20,610	34,277	52,618	13,514	198,681	(109)	198,572
Segment profit (loss)	<u>10,353</u>	517	370	1,013	<u>(1,354)</u>	<u>10,899</u>	(6,435)	<u>4,464</u>

Notes:

- The deduction of ¥6,435 million listed as an adjustment to segment profit includes corporate expenses of ¥6,435 million not allocated to any reportable segment. These corporate expenses mostly consisted of expenses related to the corporate center of the parent company (management departments such as the Administrative Department) and the Research & Development Center.
- Segment profits are adjusted to agree with operating income on quarterly consolidated financial statements.

2. Information regarding impairment loss on fixed assets, goodwill and negative goodwill, etc. by reportable segment

(Significant impairment loss on fixed assets)

No items to report

(Significant changes in the amount of goodwill)

No items to report

(Significant gain on negative goodwill)

No items to report

(5) Notes on Significant Changes in the Amount of Shareholders' Equity

No items to report

(6) Important Subsequent Event

No items to report