

June 16, 2023

News Release

Company: Olympus Corporation
Stefan Kaufmann, Director, Representative Executive Officer, President and CEO
(Code: 7733, Prime, Tokyo Stock Exchange)
Contact: Takaaki Sakurai, Vice President, Investor Relations
TEL: +81-3-3340-2111

**Notice of Absorption-type Merger with Olympus Digital System Design,
a Wholly Owned Subsidiary (Simplified Merger/Short-form Merger)**

Olympus Corporation (“Olympus”) hereby announces that it has decided today to implement an absorption-type merger with its consolidated subsidiary, Olympus Digital System Design Corp. (“Olympus Digital System Design”), effective on October 1, 2023, as stated below (the “Merger”).

Please note that the disclosed items and details are partially omitted because the Merger is a simplified absorption-type merger with a wholly owned subsidiary.

1. Purpose of the Merger

Olympus Digital System Design is a consolidated subsidiary focusing on research and development of digital systems that are indispensable for the rapid evolution of advanced information technology in each of Olympus group's businesses. Olympus is allocating management resources to the medical field, mainly in Endoscopic Solutions Business and Therapeutic Solutions Business, and it is working to strengthen its management base in order to achieve sustainable growth. Olympus has decided to merge Olympus Digital System Design into Olympus in order to strengthen capabilities in digital system development (especially image and video processing) in the medical field and to effectively use talented digital human resources.

2. Summary of the Merger

(1) Schedule of the Merger

Date of resolution for the Merger	June 16, 2023
Date of conclusion of the merger agreement	June 16, 2023
Effective Date of the Merger	October 1, 2023 (scheduled)

(Note) As the Merger falls a simplified merger under Paragraph 2 of Article 796 of the Companies Act in relation to Olympus and a short-form merger under Paragraph 1 of Article 784 of the Companies Act in relation to Olympus Digital System Design, neither company will hold a general shareholders meeting for approval of the Merger.

(2) Method of the Merger

The Merger is an absorption-type merger (simplified merger/short-form merger), in which Olympus will be the surviving company and Olympus Digital System Design will be the dissolving company.

(3) Allocation Associated with the Merger

As Olympus Digital System Design is the Olympus's wholly owned subsidiary, no allocation of shares, money or the like will occur due to the Merger.

(4) Handling of Equity Warrants and Bonds with Equity Warrants Associated with the Merger

Nothing is applicable.

3. Overview of companies involved in the Merger

	Company surviving in the absorption-type merger	Company disappearing in the absorption-type merger
(1) Name	Olympus Corporation	Olympus Digital System Design Corp.
(2) Location	2951 Ishikawa-machi,Hachioji-shi, Tokyo	2-20-5 Akebono-cho,Tachikawa-shi, Tokyo
(3) Name and title of representative	Stefan Kaufmann, Director, Representative Executive Officer, President and CEO	Mitsuhiko Saito, President and Representative Director
(4) Description of business	Manufacture and sales of precision machineries and instruments	Research and development of advanced digital imaging systems
(5) Share Capital	124,643 million yen	100 million yen
(6) Date of establishment	October 12, 1919	April 3, 2007
(7) Number of issued shares	1,266,178,700 shares	4,000 shares
(8) Fiscal year-end	March 31	March 31
(9) Number of employees	2,727 people (Non-consolidated) (as of March 31,2023)	16 people (as of April 30,2023)
(10)Major shareholder and Shareholding Ratio (as of March 31,2023)	The Master Trust Bank of Japan Ltd. (trust account) 20.48% Custody Bank of Japan Ltd. (trust account) 7.60% JP Morgan Chase Bank 385632 6.45% SSBTC CLIENT OMNIBUS ACCOUNT 4.12% SMBC Trust Bank Ltd. (Olympus shares in Sumitomo Mitsui Banking Corporation's retirement benefit trust account) 3.12%	Olympus Corporation 100%
(11)Financial Condition and	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2023

Operating Performance in Last Fiscal Year (in million yen, unless otherwise noted)	(Consolidated: IFRS)		(Standalone: Japanese GAAP)	
	Equity attributable to owners of the parent	640,085	Net assets	282
	Total assets	1,508,308	Total assets	392
	Equity attributable to owners of parent per share	510.62 yen	Net assets per share	70,453.0 yen
	Revenue	881,923	Net sales	252
	Operating profit	186,609	Operating income	▲12
	Profit before tax	182,294	Ordinary income	▲12
	Profit attributable to owners of the parent	143,432	Net income	▲6
	Basic earnings per share	113.22 yen	Net income per share	▲1,542.55 yen
	Dividend per share	16.00 yen	Dividend per share	0.00 yen

4. Status after the Merger

There will be no changes in trade name, address, name and title of representative, nature of business, share capital, or fiscal year-end of Olympus.

5. Future outlook

Since this is a merger with a wholly owned subsidiary of Olympus, the effect of the Merger on Olympus's consolidated results of operations is immaterial.

(Reference) Consolidated financial results forecasts for the current fiscal year (released on May 12, 2023) and actual consolidated results for the previous fiscal year

(in million yen)

	Revenue	Operating profit	Profit before tax	Profit attributable to owners of parent
Current Forecast (FY ending March 2024)	914,000	163,000	159,000	336,000
Actual Results (FY ended March 2023)	881,923	186,609	182,294	143,432