

October 16, 2024

News Release

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Notice Concerning Ruling of the Lawsuit involving Consolidated Subsidiary

Olympus Corporation (“Olympus”) hereby announces that on October 8, 2024, the High People’s Court of Guangdong Province issued a civil mediation ruling (the “ruling”) to close the appellate lawsuit (the “lawsuit”) between Olympus (Shenzhen) Industrial Ltd. (“OSZ”), an Olympus subsidiary in China, and Shenzhen Anpingtai Investment and Development Co., Ltd. (“Anpingtai”).

1. The Court and the Date of the Ruling

The High People’s Court of Guangdong Province
October 8, 2024

2. Background of the Lawsuit

OSZ is located in Shenzhen Municipality of Guangdong Province in the Republic of China. In 2014, OSZ appointed Anpingtai to serve as a consultant to resolve a tax issue that had occurred between OSZ and the Shenzhen Customs Authority. The background to OSZ’s appointment of Anpingtai as a consultant for its tax issue was disclosed in “Certain Reports on the Company and its Subsidiary” dated June 27, 2016. On resolution of the tax issue, OSZ paid Anpingtai RMB 24 million (approx. JPY 400 million) based on the service agreement, and also lent Anpingtai two dormitory buildings in Shenzhen Municipality (the “two dormitory buildings”).

Subsequent to this, based on an alleged memorandum dated October 16, 2013, Anpingtai filed a lawsuit with the Intermediate People’s Court of Shenzhen Municipality, seeking damages of RMB 274,905,271.36 (equivalent to approximately JPY 4.643 billion at the exchange rate on that date) as compensation. In response to this, OSZ disputed Anpingtai’s claims in full, questioning the authenticity of the memorandum used as the ground for Anpingtai’s claims, and also launched counterclaims against Anpingtai on March 17, 2017.

On July 30, 2018, the Intermediate People’s Court of Shenzhen Municipality ordered OSZ to pay USD 30,774,390 as the compensation for damages and delinquent charge to Anpingtai. In addition, the Shenzhen Intermediate People’s Court ordered Anpingtai to hand over the two dormitory buildings in exchange of the payment from OSZ. An outline of the first-instance judgment was disclosed in the “Notice Concerning Judgment of the Lawsuit against

Consolidated Subsidiary” dated August 7, 2018.

OSZ objected to this first-instance judgment and filed an appeal to the High People’s Court of Guangdong Province on August 17, 2018. On July 1, 2020, the High People’s Court of Guangdong Province revoked the first-instance judgment and remanded the case to the Intermediate People’s Court of Shenzhen Municipality. An outline of the appeal and the second-instance ruling was disclosed in the “Notice Concerning Launch of Appeal on Decision against Olympus Subsidiary” dated August 30, 2018 and the “Notice Concerning Ruling of the Lawsuit against Consolidated Subsidiary” dated July 13, 2020.

On December 31, 2021, the Intermediate People’s Court of Shenzhen Municipality dismissed OSZ’s claims and ordered OSZ to pay USD 30,774,390 (equivalent to approximately JPY 3,541,940,000 at the exchange rate on that date) as the consulting service fee and its delinquent charge to Anpingtai. OSZ objected to this judgment and filed an appeal to the High People’s Court of Guangdong Province based on a careful appraisal of the content of the judgment on January 24, 2022. An outline of the judgment and launch of appeal was disclosed in the “Notice Concerning Judgment of the Lawsuit against Consolidated Subsidiary and Launch of Appeal” dated January 24, 2022.

3. Summary of the Civil Mediation Ruling

On October 8, 2024, the High People’s Court of Guangdong Province issued a civil mediation ruling to close the lawsuit between OSZ and Anpingtai. In accordance with the ruling, there shall be no dispute between OSZ and Anpingtai and neither party shall assert any right against the other party.

4. Future Outlook

Olympus recorded JPY 3.457 billion as other expenses for the first quarter of the fiscal year ended March 31, 2019. Olympus is now carefully examining the ruling and considering how to deal with the expenses, and will disclose immediately if any event which requires disclosure arises.