

February 8, 2018

For Immediate Release

Company name Otsuka Holdings Co., Ltd.
 Representative Tatsuo Higuchi
 President and Representative Director, CEO
 Code number 4578 First Section, Tokyo Stock Exchange
 Inquiries Yuji Kogure
 Director, Investors Relations Department

Notice concerning amendments to financial forecasts for FY 2017

Based on our recent business results, Otsuka Holdings Co., Ltd. hereby amends our consolidated financial forecasts for FY 2017 (January 1, 2017 to December 31, 2017), previously announced on February 14, 2017.

1. Amendments to the consolidated financial forecasts for FY 2017

	Net sales	Operating profit	Profit before tax	Profit	Profit attributable to owners of the Company	Basic earnings per share
	¥ Million	¥ Million	¥ Million	¥ Million	¥ Million	¥
Previous forecast (A)	1,260,000	120,000	119,000	87,000	85,000	156.87
Revised forecast (B)	1,240,000	104,000	103,000	114,000	112,000	206.69
Amount change (B-A)	(20,000)	(16,000)	(16,000)	27,000	27,000	
Change (%)	(1.6)	(13.3)	(13.4)	31.0	31.8	
(Ref.) FY 2016 results	1,195,547	101,145	116,680	93,332	92,563	170.82

2. Reasons for the amendments

The Company expects profit and profit attributable to owners of the Company will exceed the Company's expectation significantly, as approximately ¥30 billion will be booked as a result of reversals of deferred tax liability recorded in the US, due to the US tax reform signed into law in December 2017.

On the other hand, operating profit and profit before tax to be lower than previously estimated due to the impairment loss (on intangible assets) of approximately ¥23 billion which is related solely to "ONZETRA Xsail"(sumatriptan nasal powder) for the acute treatment of migraine booked in the second quarter. An additional sum was booked as SG&A in the fourth quarter of FY 2017 to accelerate the growth of global pharmaceutical products and to prepare for a new drug launch.

Please also note that forecasts for FY 2018 will be announced on February 14, 2018 at the time of the announcement of FY 2017 actual financial results.

Note:

The above forecasts are based on information available and certain assumptions that the Company deems reasonable at the time of the announcement. Actual operating results may differ from these projections due to various factors.