

May 9, 2018 Sysmex Corporation

## Notice of the Booking of a Provision of Allowance for Doubtful Accounts (Non-Consolidated) Related to Loans to an Affiliated Company

In its non-consolidated account settlement for the fiscal year ended March 31, 2018 (April 1, 2017 to March 31, 2018), Sysmex Corporation (HQ: Kobe, Japan; Chairman and CEO: Hisashi letsugu) recorded as an extraordinary loss a provision of allowance for doubtful accounts related to loans to an affiliated company, as described below.

- Details of the provision of allowance for doubtful accounts
   In considering the individual recoverability of loans made by Sysmex to its consolidated subsidiary,
   Sysmex Inostics GmbH, Sysmex has posted as an extraordinary loss a provision of allowance for doubtful accounts in the amount of ¥3,073 million, the estimated non-recoverable amount.
- 2. Impact on operating performance and outlook for the future As the above-stated provision of allowance for doubtful accounts will be eliminated in consolidated accounting, the provision will not affect Sysmex's consolidated operating performance.

Going forward, the Sysmex Group will work on initiatives to bolster the profitability and management structure of Sysmex Inostics, striving to leverage the company's technologies to develop and promote new testing and diagnostic technologies in the aim of contributing to the development of personalized medicine.