

September 13, 2019

Company name: SanBio Co., Ltd.

Representative: Keita Mori, Representative Director and

President

(TSE Mothers Code: 4592)

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Notice of Posting of Non-Operating Expenses (Foreign Exchange Losses)

SanBio Company Limited (hereafter, "the Company") hereby announces the recognition of non-operating expenses (foreign exchange losses) for the first half of the fiscal year ending January 31, 2020 (February 1, 2019 to July 31, 2019).

1. Posting of non-operating expenses (foreign exchange losses)

For the first half of the fiscal year ended January 31, 2020, the Company incurred foreign exchange losses due to fluctuations in exchange rates, and recorded ¥108 million of foreign exchange losses as non-operating expenses. This mainly concerned the assets held by the Company denominated in foreign currencies.

2. Impact on earnings

As for the impact of the above non-operating expenses (foreign exchange losses) on the Company's financial performance, please refer to the "Consolidated Financial Results for the Six Months Ended July 31, 2019 [Japanese GAAP]" which was announced today.