

February 4, 2016

FOR IMMEDIATE RELEASE

### **Reevaluation of Toshiba's Healthcare Business**

TOKYO –Toshiba Corporation (TOKYO: 6502) today announced decisions on the future of its healthcare business, taken under the Toshiba Rebuilding Initiative, the series of management measures announced on Dec 21 2015 that brings together four strands in business reform, Decisive Action on Business Structural Reform; Strengthen Internal Controls and Reform the Corporate Culture; Review the Business Portfolio and Operational Structure; and Reforming the Financial Base.

In reviewing its overall business portfolio and operational structure, and in relation to the already announced decision to invite third-party majority involvement in Toshiba Medical Systems Corporation (TMSC), Toshiba has reevaluated the direction of its other healthcare-related business, and announced the following measures.

#### 1. Overview and Objectives

Toshiba has already determined and announced that TMSC, the Toshiba Group responsible for medical imaging systems, can best realize its full potential and value by inviting equity participation by a third party majority shareholder(s). This will ensure the business receives sufficient support and investment. In parallel with this, Toshiba has reevaluated its other healthcare businesses, carried out by the Healthcare Company, an in-house company, and decided to terminate its operations at the end of March 2016.

Key business units in the Healthcare Company, most notably the heavy-ion radiotherapy system business and the genotyping/genome sequencing service, will be transferred to other parts of Toshiba Group. The future of other businesses, such as wristband-type biosensors, and their transfer within or outside Toshiba Group, is still under consideration. Toshiba will make final decisions on the business direction by the end of this March.

#### 2. Personnel measures, including early retirement incentive program

Toshiba will introduce an early retirement incentive program for employees working in Japan as part of its restructuring. The program, which is expected to cover approximately 90 personnel, will invite applications from 40 or older who have worked for the company for 10 years or more. The program will run from the end of February to the beginning of March, toward leaving the Company at the end of this March. The selected candidates in the program

will receive an additional special severance payment, and support for outplacement, as needed. Any further operating expenses resulting from the program will be announced as realized.

### 3. Future prospects

Toshiba will post an operating expense of approximately 1 billion yen for structural reform of the healthcare business in FY2015 (fiscal year ending March 2016). The impact of this has been incorporated into the consolidated forecast for FY2015 (April 1, 2015-March 31, 2016), as detailed in the February 4, 2016 announcement, “Notice Regarding Revision of Business Results Forecast.”

###